



**A COMMITTED JOURNEY
TOWARDS CONFIDENCE**

ANNUAL REPORT 2021





**A COMMITTED JOURNEY
TOWARDS CONFIDENCE**

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সুদ, Interest বা Usury ইসলাম ধর্মে নিষিদ্ধ (হারাম)। সুদ, Interest বা Usury সবই সমার্থক শব্দ। এই মর্মে পবিত্র কুরআনে যে শব্দ ব্যবহার করা হয়েছে তা হচ্ছে রিবা। রিবা আরবী ভাষার শব্দ। এর অর্থ হলো বৃদ্ধি, আধিক্য, অতিরিক্ত, স্ফীতি, সম্প্রসারণ ইত্যাদি। টাকা বা অর্থের বিপরীতে সময়ের সাথে যে কোন বৃদ্ধিই হচ্ছে 'রিবা'। কুরআন মজীদে এ অর্থেই 'রিবা' শব্দটি ব্যবহার করা হয়েছে। এর পারিভাষিক অর্থ হচ্ছে সুদ।

ইবনুল আরাবী 'আহকামুল কুরআন'- এর প্রথম খণ্ডে বলেছেন:
“রিবা হচ্ছে সে বাড়তির দাম, যা কোন মালের বিনিময়ে নয়।”

সুদ-ভিত্তিক ব্যাংকের মূল কাজ টাকার কেনা বেচা করা। সুদ-ভিত্তিক ব্যাংক জনগণের কাছ থেকে পূর্ব নির্ধারিতসুদের ভিত্তিতে কম দামে টাকা কিনে অর্থাৎ টাকা জমা গ্রহণ করে পুনরায় পূর্বনির্ধারিত সুদের ভিত্তিতে সেই টাকা ঋণগ্রহীতাদের কাছে বেশী দামে লগ্নি (বিক্রয়) করে।

অন্যদিকে ইসলামী ব্যাংকিং এ টাকাকে কেনা বেচার পণ্য গণ্য করে না। টাকা নিজে কোন পণ্য নয়। টাকার ভূমিকা হলো বিনিময়ের মাধ্যম। ইসলামী ব্যাংকিং জনগণের কাছ থেকে প্রধানত: অংশীদারীত্বের নীতির ভিত্তিতে মুদারাবা পদ্ধতিতে জমা গ্রহণ করে। ইসলামী ব্যাংকিং এ মুনাফার সম্পর্ক ক্রয়-বিক্রয়ের সাথে।

ইসলামী ব্যাংকিং টাকা জমাদানকারীদের ব্যবস্থাপক বা মুদারিব হিসেবে কাজ করে। একদিকে ইসলামী ব্যাংকিং এ ব্যাংক মুদারিব বা ব্যবস্থাপক হিসেবে সাহিব আল মাল (এক্ষেত্রে টাকা জমাদানকারী) হতে ব্যাংকের বিভিন্ন জমা হিসাবে অর্থ জমা গ্রহণ করে এবং সে অর্থ নিজে আবার সাহিব আল মাল (অর্থের যোগান দাতা) হিসেবে ব্যাংকের বিনিয়োগ গ্রহীতাদের কাছে বিভিন্ন পণ্য বা সেবা ক্রয়/বিক্রয় করে। পণ্য বা সেবা ক্রয়-বিক্রয় হতে যে লাভ হয় তা থেকে ব্যাংকের ব্যবস্থাপনা খরচ (Management Fee) বাদ দিয়ে ব্যাংকের বিভিন্ন জমা/সঞ্চয় হিসাবে জমাকারীদের প্রদান করে। জমার উপর লাভ বা মুনাফার যে হার ঘোষণা করা হয় তা প্রাক্কলিত, অর্থাৎ চূড়ান্ত হিসাবে তা লাভ/ক্ষতির অনুপাতে সমন্বয় করা হয়।

ইসলামী ব্যাংকিং এ জমা গ্রহণ বা বিনিয়োগ প্রদান উভয় ক্ষেত্রেই পণ্য বা সেবা ক্রয়-বিক্রয়ের সঙ্গে সম্পর্কযুক্ত। অর্থাৎ ইসলামী ব্যাংকিং এ টাকাকে কখনো পণ্য হিসেবে বিবেচনা করা হয় না। ফলে ইসলামী ব্যাংকিং মূলত: ক্রয়-বিক্রয় ভিত্তিক লেনদেনের মাধ্যমে ব্যাংকিং কার্যক্রম পরিচালনা করে।

কুরআন মজীদে আল্লাহ তা'আলা বলেন:

“যারা সুদ খায়, তারা সেই ব্যক্তিরই মত দাঁড়াবে যাকে শয়তান তার স্পর্শ দ্বারা পাগল করে। এটা এ জন্য যে, তারা বলে: ক্রয়-বিক্রয় তো সুদের মতোই। অথচ আল্লাহ ক্রয়-বিক্রয়কে হালাল ও সুদকে হারাম করেছেন। যার কাছে তার রবের এ নির্দেশ এসেছে এবং সে বিরত হয়েছে, তবে অতীতে যা হয়েছে তা তারই; এবং তার ব্যাপার আল্লাহর এখতিয়ারে। আর যারা আবার আরম্ভ করবে, তারা ই জাহান্নামী। সেখানে তারা স্থায়ী হবে।”

সূরা আল বাকারা ২৭৫

“হে মুমিনগণ, তোমরা আল্লাহকে ভয় কর এবং সুদের যা বকেয়া আছে, তা মাফ করে দাও, যদি তোমরা মুমিন হও।”

সূরা আল বাকারা-২৭৮

VERSES FROM THE HOLY QURAN AND HADITH

IN THE NAME OF ALLAH, MOST GRACIOUS, MOST MERCIFUL

“..... That is because they say Trade is just like usury whereas,
Allah permitteth trading and forbideth usury.....”

-Surah Al-Baqarah,verse : 275

“.....Allah will destroy Riba (usuary) and will give increase for Sadaqaat and
Allah likes not the disbelievers, sinners.....”

-Surah Al-Baqarah,verse : 276

“..... O you who believe! Be afraid of Allah and give up
what remains from Riba, if you are really believers.....”

-Surah Al-Baqarah,verse : 278

“..... If you do not do it, then take a notice of war from Allah and his messenger; but if repent, you
shall have your capital sums. Deal not unjustly (by asking more than your capital sums), and you
shall not be dealt with unjustly (by receiving less than your capital sums).....”

-Surah Al-Baqarah,verse : 278

“..... Verily never will Allah change the condition of a people until they
change it themselves (with their own souls).....”

-Surah Ar-ra'ad, verse : 11

“A man's work ends upon his death except for three things
(a) contribution to knowledge (b) on-going charity and (c) faithful child”

- Al Hadith Muslim

STANDARD DISCLOSURE CHECKLIST TO THE KEY SECTIONS OF THE ANNUAL REPORT 2021

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LETTER OF TRANSMITTAL

All Shareholders of Social Islami Bank Limited
Bangladesh Bank (BB)
Registrar of Joint Stock Companies and Firms (RJSC)
Bangladesh Securities and Exchange Commission (BSEC)
Dhaka Stock Exchange Ltd. (DSE)
Chittagong Stock Exchange Ltd. (CSE)

Subject: Annual Report 2021 of Social Islami Bank Limited.

Muhtaram.

As-salamu Alikum Wa Rahmatullah,

Reference to the above, we enclose herewith the copy of Annual Report 2021 including Directors' Report, Going Concern Report, Corporate Governance Report and Internal Control System Report of Social Islami Bank Limited along with audited consolidated and solo Financial Statements as at 31st December 2021. This report includes Income Statements, Balance Sheet, Cash Flow Statements, Liquidity Statements, Statements of changes in Equity and Notes to the Accounts thereon of Social Islami Bank Limited as well as its subsidiaries namely SIBL Securities Limited and SIBL Investment Limited.

This is for your kind information and record, please.



Md. Nazmul Ahsan, FCS
Company Secretary (CC)

NOTICE OF THE 27TH ANNUAL GENERAL MEETING

Notice is hereby given to the Members that the 27th Annual General Meeting (AGM) of Social Islami Bank Limited will be held on Wednesday, the 6th July, 2022 at 11:00 a.m. virtually by using digital platform through the link <https://sibl.bdvirtualagm.com> (in pursuant with BSEC order SEC/SRMIC/94-231/91 dated March 31, 2021) to transact the following business:

AGENDA

1. To receive, consider and adopt the Directors' Report and Audited Financial Statements of the Bank for the year ended December 31, 2021 together with the reports of the Auditors thereon;
2. To declare dividend for the year 2021 as recommended by the Board of Directors;
3. To elect Directors in accordance with the provisions of Law and Articles of Association of the Bank;
4. To appoint Statutory Auditors and fix their remuneration for the term until the next AGM; and
5. To appoint Compliance Auditors as per Corporate Governance Code (CGC) for the year 2022 and fix their remuneration.

By Order of the Board of Directors



(Md. Nazmul Ahsan, FCS)
Company Secretary (CC)

Date: June 02, 2022

NOTES:

- a. The '**Record Date**' was on Tuesday, the 31st May, 2022;
- b. Shareholders whose names appeared in the Members Register of the Bank or in the Depository Register on the 'Record Date' will be eligible to join, vote in the 27th AGM and receive entitled dividend;
- c. The cash dividend will be paid through account transfer/BEFTN or any other mode as may be deemed appropriate by the Bank as per rules and regulations;
- d. Link for joining in the AGM will be notified to the Respective Members through E-mail and SMS. Details login process for the meeting will be available in the Bank's Website at www.sibibd.com.
- e. A Member who is entitled to join and vote at the Annual General Meeting (AGM) may appoint a Proxy to join and vote on his/her behalf through Digital Platform. Forms of Proxy, duly stamped of Tk. 20/- (Taka twenty) only must be submitted at the Registered Office of the Bank at least 72 hours before the time fixed for the meeting;
- f. The existing Auditors M/s Hoda Vasi Chowdhury & Co., Chartered Accountants and M/s Shafiq Basak & Co., Chartered Accountants will complete their consecutive 03 (three) years in the upcoming AGM and they are not eligible for re-appointment as per rules and regulations;
- g. The soft copy of the Annual Report-2021 of the Bank to be sent through e-mail address of the Members available in their Beneficiary Owner (BO) accounts maintained with the Depository as per BSEC Notification No. BSEC/CMRRCD/2006-158/208/Admin/81 dated 20th June, 2018.
- h. Depository Participant (DP)/Stock Brokers are requested to send the list of margin loan holders having details information of the Shareholders as per record date within 26th June, 2022; and
- i. Annual Report along with Directors Report, Balance Sheet, Audited Financial Statements and Proxy Forms shall be available at the Bank's website (www.sibibd.com)

(N.B: No gift or benefit in cash or kind other than in the form of Cash or Stock dividend shall be paid /offered to the holders of equity securities at the time of AGM as per BSEC Circular No.SEC/CMMRCD/2009-193/154 dated 24.10.2013).

OVERVIEW

OUR VISION

Working together for a caring society.

OUR COMMITMENTS

- To the shariah
- To the regulators
- To the shareholders
- To the nation
- To the customers
- To the employees
- To the other stakeholders
- To the environment.

MISSIONS

- Establishing three sector banking model
- Transformation to a service oriented technology driven profit-earning bank.
- Fast, accurate and satisfactory customer service.
- Balanced & sustainable growth strategy.
- Optimum return on shareholders' equity.
- Introducing innovation islamic banking products.
- Attract and retain high quality human resources.
- Empowering real poor families and creating local income opportunities.
- Providing support for social benefit organizations by way of mobilizing funds and social services.

OUR STRATEGIC OBJECTIVES



SIBL CORE VALUES



HONESTY

Honest to its customers, employees, regulators, shareholders and others.



EFFICIENCY

Gaining efficiency through best use of man and machine.



ACCOUNTABILITY

Accountable to the stakeholders and to the society at large.



TRANSPARENCY

Transparent in each and every banking transaction.



INNOVATION

Continuous innovative idea generations and designing of banking products and services.



SECURITY

Gaining efficiency through best use of man and machine.



FLEXIBILITY

Service flexibility is one of the most important features.



RELIGIOUSNESS

SIBL enhances economic well being with the bliss of religious ethics.



TECHNOLOGY

Providing of upgraded technological banking services.

CODE OF CONDUCT & ETHICAL PRINCIPLES

ETHICAL PRINCIPLES OF SIBL

Objectivity – the bank shall possess strict principle of objectivity in its day to day banking operations in relation to its customers, employees, shareholders, other banks, other organizations by maintaining and protecting the stability and trust in the banking sector.

Just and Equitable – the bank shall have no discrimination and avoid all forms of bias in its attitudes towards employees as well as to its customers.

Honesty – the bank during its operations shall stick to the honesty principle in relation to customers, employees, shareholders, other banks, regulators and the stakeholders.

Impartiality – the bank is impartial towards its customers irrespective of their nationality, religion, financial and social standing, and gender during banking service.

Reliability – the bank shall offer clear, comprehensible and correct information to its customers within the principle of reciprocal trust during services and transactions; and provide the customer services in a timely and complete manner.

Transparency – the bank shall inform its customers in an open, easily understandable and clear way regarding the underlying rights and responsibilities, benefits and risks attached to the products and services offered to them.

Observing Social Benefit and Respect to Environment – the bank shall show due diligence to support all kinds of social and cultural activities in the light of the principle of observing, aside from the profitability, the social benefit and respect to the environment.

Fighting against money laundering – the bank has a policy to fight against corruption and money laundering etc. as a significant principle as stipulated by international norms and the provisions of national laws and regulations. The bank shall take appropriate measures to discharge duties by the employees with utmost due care and caution to fight against accumulation of crime originated assets.

Insider Trading – the bank has a clear policy and takes all measures in order to prevent the use of insider information for the trading purposes.

Relations with public organizations, regulators and other institutions – the bank, during its relations with the public organizations, regulators and other institutions, should act in observance of the principles of honesty, accountability and transparency, and should show the utmost care for the correct, complete and timely communication of the information, documents and records in accordance with the laws and regulations of the country.

Personnel Behaviors – the bank shall avoid all kinds of practices and applications that may cause unfair competition on the employment of the personnel.

Competition – the bank shall take appropriate measures to take the challenges of industrial competition in compliance with the laws and regulations. During the SIBL's actions to defeat the competitive forces- all of its activities within the free market economy shall avoid any unfair means which may cause indiscipline in the economy or industry or may be termed as immoral or unjustified behavior or is against the principles of integrity. All actions against competition shall rather aim to (i) overall development of the financial sectors (ii) develop public trust on overall banking operations (iii) observe the common interest of banks.

Advertisements and Announcements – SIBL shall act honestly, realistically, and in compliance with legal regulations and with the general moral principles during its announcements, advertisements and notices under the publicity and advertising activities regarding products and services as well as its financial structures. The bank shall avoid all acts and behaviours that may damage the reputation of the banking as a profession. The bank shall also ensure that the announcements, advertisements and notices do not contain any statements or expressions degrading or humiliating other banks, or the products and services of other banks.

Customer Complaints – SIBL shall establish a system in order to respond all and any kinds of questions of their customers stemming from the services offered and shall accordingly inform to customers about this system.

Security – SIBL shall recognize the concept of "Security" that includes all measures towards the protection of all and any service mediums of the bank in banking sector including technical hazards in the services offered to the customers.

General Employee Qualities – the bank shall be aware that it shows due diligence in order to ensure that the employees of the bank possess knowledge, background and a sense of responsibility required by jobs.

Employment and Career Development – the bank shall in line with the principle of managing the human resources in the best possible way, offer trainings, courses, seminars and similar opportunities to their employees in order to ensure that they reach to the level necessitated by the time and by the banking profession.

Working Environment – The bank shall introduce internal regulations requiring that its employees look neat and clean in conformity with the reputation of the banking profession and are also provided with a good congenial working environment.

Job Descriptions – The bank shall maintain and update a detailed job description to distribute its jobs among the employees so that the bank can show due diligence for the employment of sufficient number of personnel required by the workload, organize the employees in a way that they yield maximum productivity during the working hours, and show utmost efforts for preventing overtime work and that the employees use their annual leaves regularly.

- Not to use the bank's assets and resources unproductively and outside the designated purpose,
- Not to derive any personal benefits both from their own job potentials and from potentials of their customers by using their positions and titles,
- To refuse all such benefit offers immediately and to inform such offers to the competent authorities and to their superiors,
- Not to be involved in relations with the customers such as borrowing-lending, being guarantor and opening common accounts with the customers which do not correspond with ethical principles,
- Not to accept presents from the current or potential customers, other than those presents accepted by the bank personnel under the established practices in the bank,
- To be aware of one's accountability regarding the duties assumed during the performance of the services,
- Not to assume any position in any private and public organization other than associations, foundations, cooperatives, and similar organizations without the approval of the bank.

CODE OF CONDUCT FOR THE EMPLOYEES

- Adhere to the shariah principles.
- Adhere to the disciplinary measures of the bank.
- Adhere to applicable laws and regulations during performance of duties, Inform the customers about the benefits and risks of the products and services offered to them,
- Offer unbiased and fair service to the customers receiving the same services,
- Not to disclose the secrets of their customers and the banks which they come to learn by virtue of their positions and titles to anyone other than those persons and authorities who are explicitly authorized under laws,
- Not to cause any loss of reputation of the bank during works and attitudes,
- Not to be engaged in any activity that can be classified as personal business.
- Not to behave in contradiction to the principles of justice, integrity, honesty, reliability and social responsibility,
- To cooperate with other employees for common purposes through building a courteous and diligent communication during their fulfilment of duties,

CORPORATE PROFILE

Social Islami Bank Limited (SIBL) was established in the year 1995 as a public limited company which is engaged in Shariah based commercial banking in the country and its modus-operandi are substantially different from other conventional banks. This is the second-generation pioneer Islamic Bank in this country to introduce online banking facilities to its customers.

Name of the Company

Social Islami Bank Limited

Registered Office

City Center, Level 19, 20, 21, 22, 28 & 29
90/1 Motijheel C/A, Dhaka-1000
Phone : +88-09612001122 (PABX)
FAX : 88-02-9568098
Email : info@sibl-bd.com
Website : www.siblb.com
SWIFT : SOIVBDDH

Chairman

Dr. Md. Mahbub Ul Alam

Managing Director & CEO

Mr. Zafar Alam

Chief Financial Officer

Mr. Walid Mahmud Sobhani, FCMA

Chief Compliance Officer

Mr. Md. Abdul Hamid

Chief Risk Officer

Mr. Md. Shafiqul Islam

Company Secretary (CC)

Mr. Md. Nazmul Ahsan, FCS

Auditors

Hoda Vasi Chowdhury & Co
Chartered Accountants
Bangladesh Textile Mills Corporation Bhaban
7-9 Kawran Bazar Rd, Dhaka 1217

Shafiq Basak & Co.
Chartered Accountants
Shatabdi Centre (6th Floor) 292
Inner Circular Road, Fakirapool
Motijheel, Dhaka

Credit Rating Agency

Alpha Credit Rating Ltd.
Public Limited Company

Company Registration No.

C-28763(44)/95

Bank's License No.

DBOD(D):200/60-943/95

Tax Payer Identification No.

144050147394

Business Identification No.

000302065

Authorized Capital

Taka 30,000,000,000/-

Paid up Capital

Taka 9,849,088,440/-

Number of Shares:

984,908,844

Investors' Inquiry:

Share Department
City Center, Mezzanine-2
90/1 Motijheel C/A, Dhaka-1000
PABX: 88 02 09612001122 (50431)
Phone: +88-02-23351852
+88-0961 2001122 (Ext: 50431)

Number of Employees:

3192 (three thousand one hundred ninety two)

Number of Branches:

172 (one hundred seventy two)

For Off-Shore Banking:

Off-Shore Banking Department
City Center, Level-23
90/1 Motijheel C/A, Dhaka-1000

For SIBL Securities Limited (a subsidiary of SIBL):

Chief Executive Officer
3rd floor, 15 Dilkusha C/A, Dhaka-1000

For SIBL Investment Limited (a subsidiary of SIBL):

City Center, 90/1 Motijheel C/A, Dhaka-1000

Listing Status:

DSE (Dhaka Stock Exchange)
Symbol: SIBL | Listing Date: 18.11.2000

CSE (Chittagong Stock Exchange)

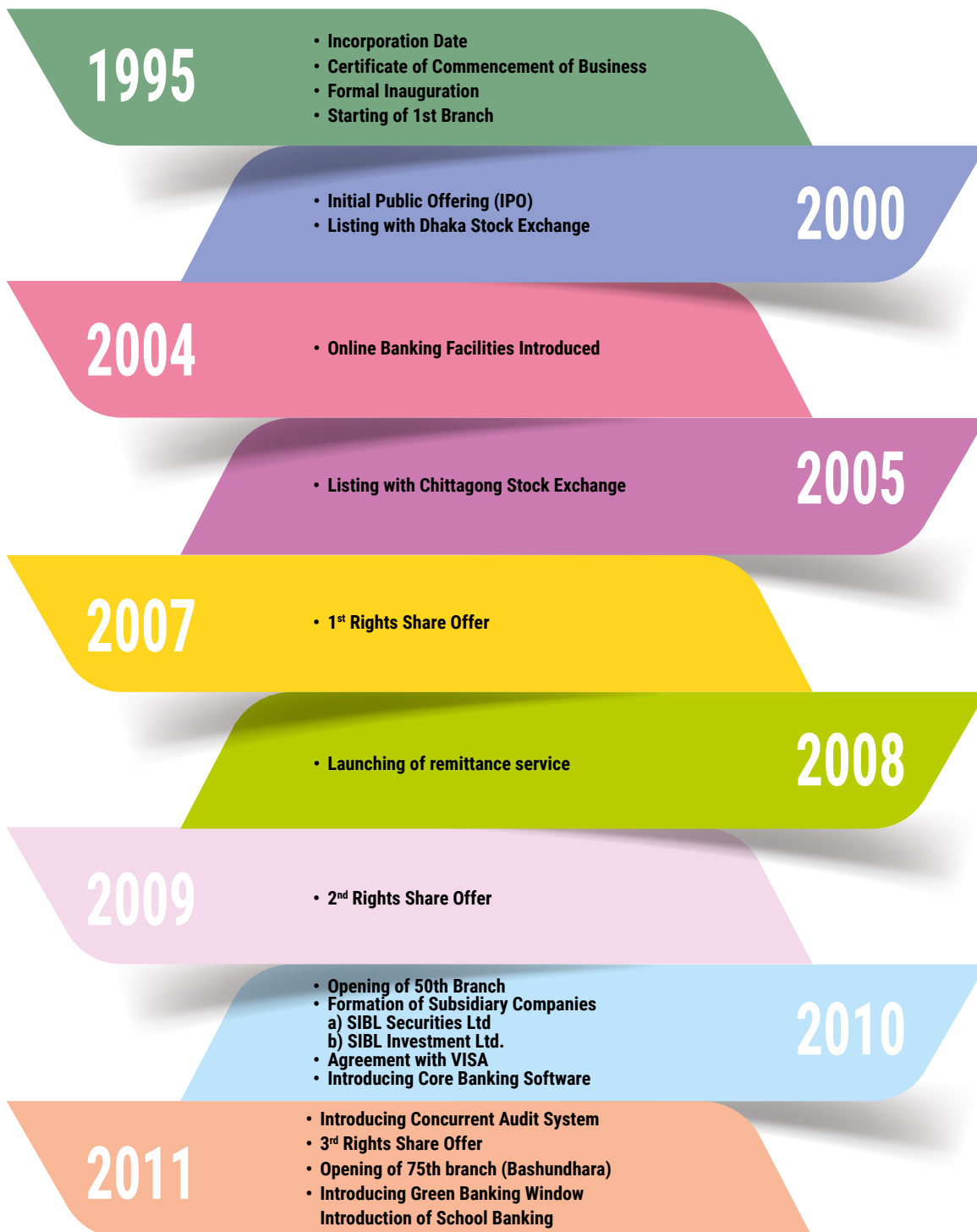
Symbol: SIBL | Listing Date: 04.10.2005

Market Price as on 31.12.2021

DSE: Taka 14.80, Category A

CSE: Taka 14.80, Category A

MILESTONES





SPONSORS OF SIBL

1.	Late Prof. Dr. M. A. Mannan, MA (Econ) (Michigan), Ph.D. (Michigan) (USA) Certificate in Economic Dev (USA)
2.	Major Dr. Md. Rezaul Haque (Retd.)
3.	Dr. Md. Jahangir Hossain
4.	Late Mohammad Ibrahim Miyan
5.	Late Md. Abdul Malek
6.	Fountain (Pvt.)Ltd.
7.	Bangladesh Social Peace Foundation
8.	Dr. J. H. Gazi.
9.	Mr. M. Nurul Amin
10.	Mr. Md. Shah Alam
11.	Alhaj Sultan Mahmood Chowdhury
12.	Alhaj Mohammad Nesaruddin.
13.	Late Abdul Awal Patwary
14.	Mr. Md. Anisul Hoque, Representing Hamdard Laboratories (Waqf) Bangladesh
15.	Mrs. Nargis Mannan, B.A.(Hons), M.A.(DU)
16.	Mrs. Fatema Begum
17.	Mrs. Shamsunnahar Begum
18.	Mrs. Zohra Alam
19.	Islam Import & Export Associate Ltd.
20.	Al-Haj Nasiruddin
21.	Mr. Kamal Uddin Ahmed
22.	Mr. Ahmed Akbar Sobhan
23.	Mrs. Hasina Iqbal
24.	Al-Haj Sk. Mohammad Rabban Ali
25.	Alhaj Mohammad Aynul Haque
26.	Mr. Mohammad Azam
27.	Mr. Md. Aminuddin
28.	Dr. Reshmi Mannan Siddique, B.sc. (Econ.), (Lse), U.KM.Sc. (Oxon.), M.S. (NY), Ph.D. (Ohio) (U.S.A.)
29.	Dr. Ghalib Mannan, M.B.B.Ch. (Wales) (U.K.), M.D (U.S.A.)
30.	Mr. Sadat Sobhan
31.	Alhaj S.N. Haque

FUNCTIONS OF SOCIAL ISLAMI BANK LIMITED

01

**Deposit Procurement
& management
under shariah**



02

**Financial Services
i.e. Letter of Guarantee,
Money Transfer**



03

**Investment using Islamic
Financial Contract**



04

**Corporate Social
Responsibilities (CSR)**





PRODUCTS & SERVICES

DEPOSIT PRODUCTS

- **Al-Wadeeah Current Deposit (Awcd) Account**
- **Mudaraba Savings Deposit Account**
- **Mudaraba Super Savings Account**
- **Mudaraba. Notice Deposit Account**
- **Mudaraba Term Deposit Account**
 - » 1 Month
 - » 2 Month
 - » 3 Month
 - » 100 Days
 - » 4 Month
 - » 6 Month
 - » 200 Days
 - » 12 Month
 - » 2 Years
 - » 3 Years
- **Mudaraba Monthly Profit Deposit Scheme**
 - » Mudaraba Monthly Profit Deposit Scheme (3 year)
 - » Shachanda Protidin
 - » Shuborno Lata
 - » Shobuj Chaya
 - » Mudaraba Monthly Profit Deposit Scheme (1 year)
 - » SIBL Astha (one year)
 - » SIBL Astha (two year)

- **Mudaraba Deposit Pension Scheme**
 - » Mudaraba Special Deposit Pension Scheme
 - » Sonali Din
 - » Shukher Thikana
 - » Suborno Rekha
 - » Shobuj Shayanho
 - » SIBL Super DPS
- **Mudaraba Hajj Scheme**
 - » Kafela
- **Mudaraba Lakhopoti, Millionaire & Kotipoti Scheme**
 - » Shopner Shiri (Lakhopoti)
 - » Suborno Digonto (Millionaire)
 - » Shorno Shikhor (Kotipoti)
- **Other Schemes**
 - » Mudaraba Zakat Savings Scheme
 - » SIBL Youngster Account
 - » Shanchita Special Deposit Scheme
 - » Mudaraba Marriage Savings Scheme
 - » Mudaraba Mohorana Savings Scheme
 - » Mudaraba Education Deposit Scheme
 - » Mudaraba Bashsthan Savings Scheme
 - » SIBL Education Savings Scheme
 - » SIBL Medical Savings Scheme
 - » SIBL Marriage Savings Scheme

এসআইবিএল শিক্ষা সঞ্চয় ফ্রিম

১ এর ভিতর ২ আপনার সম্বন্ধে বিনিয়োগ সুবিধা **দ্বিগুণ**

সন্তানের উচ্চ শিক্ষা নিয়ে অভিভাবকগণ যেমন স্বপ্ন দেখেন, আবার শিক্ষার ব্যয় নিয়েও থাকেন দুশ্চিন্তায়। অভিভাবকদের সুশিষ্ট লাভেরে সোশ্যাল ইসলামী ব্যাংক নিয়ে এসেছে দ্বিগুণ বিনিয়োগ সুবিধাসহ নতুন সঞ্চয় ফ্রিম "এসআইবিএল শিক্ষা সঞ্চয় ফ্রিম"

এসআইবিএল চিকিৎসা সঞ্চয় ফ্রিম

১ এর ভিতর ২ আপনার সম্বন্ধে বিনিয়োগ সুবিধা **দ্বিগুণ**

বর্তমান সময়ে রোগ-ব্যাধি বৃদ্ধির সাথে সাথে মানুষের দুশ্চিন্তাও বেড়েছে অনেক। চিকিৎসা ব্যয়, ঔষধ, আরও কত কি! এই দুশ্চিন্তা নিরাময়ে সোশ্যাল ইসলামী ব্যাংক নিয়ে এসেছে দ্বিগুণ বিনিয়োগ সুবিধাসহ নতুন সঞ্চয় ফ্রিম "এসআইবিএল চিকিৎসা সঞ্চয় ফ্রিম"

এসআইবিএল বিবাহ সঞ্চয় ফ্রিম

১ এর ভিতর ২ আপনার সম্বন্ধে বিনিয়োগ সুবিধা **দ্বিগুণ**

বিবাহযোগ্য সন্তানের জন্য পছন্দসই পাত্র-পাত্রীর পাশাপাশি তাদের বিয়ের খরচ নিয়েও অভিভাবকরা থাকেন ব্যস্ততা টেনশনে। অভিভাবকদের এই টেনশন কমাতে সোশ্যাল ইসলামী ব্যাংক নিয়ে এসেছে দ্বিগুণ বিনিয়োগ সুবিধাসহ নতুন সঞ্চয় ফ্রিম "এসআইবিএল বিবাহ সঞ্চয় ফ্রিম"।

Social Islami Bank Limited launched three new deposit products with double investment facilities namely,

- **SIBL Education Savings Scheme**
- **SIBL Medical Savings Scheme**
- **SIBL Marriage Savings Schemes**

- **Cash Waqf**
 - » Cash Waqf Deposit Scheme
 - » Cash Waqf Savings Scheme
 - » Al-Wasiah Bill Waqf
 - » Cash Waqf Mudaraba Monthly Profit Deposit Scheme

INVESTMENT PRODUCTS

- Bai- Murabaha
- Bai-Muajjal
- Hire Purchase Under Shirkatul Melk (Hpsm)
- Musharaka
- Bai- Salam
- Documentary Bill Purchase
- Quard
- SIBL Employees' House Building Investment Scheme
- SME & Agricultural Finance
- Women Enterprise Finance
- Retail Finance
- Family Empowerment Islamic Micro Finance

CARD PRODUCTS

- **Visa Islami Credit Card:**
 - » Domestic Classic
 - » Dual Classic
 - » Domestic Gold
 - » Dual Gold
 - » Dual Platinum
- **Visa Islami Prepaid Card:**
 - » Hajj Card
 - » Travel Card
 - » Student Card
 - » Gift Card
- **Visa Islami Debit Card:**
 - » Visa Islami Zameel Classic Debit Card

OTHER SERVICES

- Online Banking
- ATM 24/7
- Automated Clearing
- Electronic Fund Transfer
- Internet Banking (SIBL Now)
- Offshore Banking
- Centralized Trade Processing Services
- Remittance
- Locker
- Students File
- SWIFT
- Capital Market Services Through SIBL Subsidiaries
- ADC (Alternate Delivery Channel)
- School Banking
- Agent Banking
- RTGS (Real Time Gross Settlement)



MEDIA ACCOLADE

daily sun



Social Islami Bank newly-elected Chairman Md Mahub ul Alam along with newly-appointed Managing Director and CEO Zafar Alam places wreaths at the mazar (mausoleum) of Father of the Nation Bangabandhu Sheikh Mujibur Rahman at Tungipara in Gopalganj on Tuesday.

দৈনিক ইত্তেফাক



সোশ্যাল ইসলামী ব্যাংক লিমিটেড (এসআইবিএল) 'বেস্ট ইনভেস্টেশন- ফাইন্যান্স ইনভেস্টেশন ইন ব্যাংকিং' বিভাগে বিত্তীয় উন্নয়নে অগ্রগতির স্বীকৃতিস্বরূপ 'সম্পত্তি প্রাধান্যের একটি গোল্ডেন অ্যাওয়ার্ড অফিসিয়াল প্রদানকারী বিশ্ব ও বিভিন্নে উপস্থাপনা সাংবাদিক এম রহমান, রত্নপরি কার থেকে পুরস্কার গ্রহণ করেন ব্যাংকের এমডি ও সিও জাফর আলম

যায়যায়দিন



এসআইবিএল'র বার্ষিক ব্যবসায়িক সম্মেলন-২০২২ অনুষ্ঠিত
সোশ্যাল ইসলামী ব্যাংক লিমিটেডের (এসআইবিএল) ৯ম বিত্তীয় বার্ষিক ব্যবসায়িক সম্মেলন-২০২২, গতকাল (১০) বেলা ১১ টায় জাফর আলম কর্তৃক হয়। সম্মেলনে দেশের খ্যাতিমান বিশেষজ্ঞদের উপস্থিতিতে পরিচালক পরিষদের সভাপতি এম জাফর আলম, অধ্যাপক বিশেষজ্ঞদের উপস্থিতিতে বিভিন্ন ব্যক্তিত্বের উপস্থিতিতে সম্মেলনটি সফলভাবে শেষ হয়।

ইত্তিকলাব



সোশ্যাল ইসলামী ব্যাংক লিমিটেডের (এসআইবিএল) ৯ম বিত্তীয় বার্ষিক ব্যবসায়িক সম্মেলন-২০২২, গতকাল (১০) বেলা ১১ টায় জাফর আলম কর্তৃক হয়। সম্মেলনে দেশের খ্যাতিমান বিশেষজ্ঞদের উপস্থিতিতে পরিচালক পরিষদের সভাপতি এম জাফর আলম, অধ্যাপক বিশেষজ্ঞদের উপস্থিতিতে বিভিন্ন ব্যক্তিত্বের উপস্থিতিতে সম্মেলনটি সফলভাবে শেষ হয়।

মেগার্ব টিভি



এসআইবিএল : সোশ্যাল ইসলামী ব্যাংক সম্পত্তি প্রাধান্যের ১০ম বার্ষিক সম্মেলন-২০২২ অনুষ্ঠিত হয়েছে। ব্যাংকের ১১ম শতাংশ শেয়ার উন্মোচন করেছে। ব্যাংকের ব্যবস্থাপনা পরিষদের ও প্রধান নির্বাহী কর্মীরাও এসময় সিনিয়র অফিসারদের উপস্থিতিতে সম্মেলন অনুষ্ঠিত হয়েছে।

প্রথম আলো

কর্মসম্বন্ধেও ভূমিকা রাখছে এজেন্ট ব্যাংকিং

সোশ্যাল ইসলামী ব্যাংক লিমিটেডের (এসআইবিএল) ৯ম বিত্তীয় বার্ষিক ব্যবসায়িক সম্মেলন-২০২২, গতকাল (১০) বেলা ১১ টায় জাফর আলম কর্তৃক হয়। সম্মেলনে দেশের খ্যাতিমান বিশেষজ্ঞদের উপস্থিতিতে পরিচালক পরিষদের সভাপতি এম জাফর আলম, অধ্যাপক বিশেষজ্ঞদের উপস্থিতিতে বিভিন্ন ব্যক্তিত্বের উপস্থিতিতে সম্মেলনটি সফলভাবে শেষ হয়।

FE The Financial Express

26th Annual General Meeting of Social Islami Bank Limited (SIBL) was held on Tuesday on a virtual platform. Professor Md. Anwarul Ahsan ARI, Chairman of the board of directors of the bank and former Vice Chancellor of University of Chittagong, presided over the meeting. The AGM was conducted by the Company Secretary Abdul Hannan Khan.

Social Islami Bank approves 10pc dividend

The 26th Annual General Meeting of Social Islami Bank Limited (SIBL) was held on Tuesday on a virtual platform due to coronavirus pandemic. The bank's shareholders approved 10 per cent dividend of per share rank, 5 per cent stock for the financial year 2022 at the AGM.

Professor Md. Anwarul Ahsan ARI, Chairman of the Board of Directors of the bank and former Vice Chancellor of University of Chittagong, presided over the meeting. Abdul Alam, Vice Chairman, Md. Syedur Rahman, Vice Chairman, board of directors and shareholders of the bank, were present at the meeting, said a statement.

Additional Managing Director Md. Tausi Islam and deputy managing directors of the bank were also present in the meeting. The shareholders expressed their satisfaction for the performance of the bank and suggested different positions on the virtual meeting. The AGM was conducted by the Company Secretary Abdul Hannan Khan.

In his welcome speech, the chairman of the bank said that SIBL has been maintaining a steady growth despite worldwide economic slowdown caused by coronavirus pandemic. The bank is very much aware of its responsibilities towards all stakeholders.



যুগান্তর

সোশ্যাল ইসলামী ব্যাংকে ৭ মার্চ উপলক্ষ্যে আলোচনা সভা

৭ মার্চ বঙ্গবন্ধুর ঐতিহাসিক ত্যাগের ৬৩পর এক বিশেষ আলোচনা সভা সোশ্যাল ইসলামী ব্যাংক লিমিটেডের প্রধান কার্যালয়ে অনুষ্ঠিত হয়েছে। অনুষ্ঠানে প্রধান অতিথি ছিলেন ব্যাংকের চেয়ারম্যান ড. মো. মাহবুব উল আমান এবং সভাপতিত্ব করেন ব্যাংকের ব্যবস্থাপনা পরিচালক ও প্রধান নির্বাহী কর্মকর্তা আমান। উপস্থিত ছিলেন ব্যাংকের অতিরিক্ত ব্যবস্থাপনা পরিচালক মো. হুমায়ুন ইসলাম ও আবু রেজা মো. ইয়াছিনা এবং উপ-ব্যবস্থাপনা পরিচালক আবু নাঈম চৌধুরী, মো. সিরাজুল হক, মো. সামছুল হক ও মুহাম্মদ ফেরকানুজ্জামান এবং ব্যাংকের কর্মকর্তারা। সংবাদ বিজয়ী।



আজকের পত্রিকা
৭ মার্চ

বেড়েছে মানুষের কর্মসংস্থানের সুযোগ

জনক মাসর
এমবি ও সিবিএ, কোম্পানি ইকসিকিউটিভ

কম্পানির পরিচালক মো. মাহবুব উল আমান। তিনি প্রধান অতিথি হিসেবে উপস্থিত ছিলেন।

dailyobserver

SIBL distributes finance to farmers at Subornochar

Social Islami Bank Limited (SIBL) distributed agricultural finance to 400 people here among other 3000 soybean and chick cultivation of Subornochar, Noakhali. Muhammad Khairul Alam Khan, Deputy Commissioner of Noakhali, present this initiative of SIBL and expressed that poverty level would come down in this region through this kind of initiative and Bangladesh would achieve capacity to meet the demand of soybean including import dependence.

MD. Tajul Islam, Additional Managing Director of SIBL, said that SIBL for the fourth time disbursed agricultural finance of 400 crore taka among soybean and chick cultivation of Subornochar area and hoped that investment facilities would be extended gradually among more farmers.

সমন্বয়

সোশ্যাল ইসলামী ব্যাংকের প্রতিষ্ঠাবার্ষিকী উদযাপন

কোম্পানি ইকসিকিউটিভ মো. মাহবুব উল আমান। তিনি প্রধান অতিথি হিসেবে উপস্থিত ছিলেন।

The Daily Star



Zafar Alam, managing director of Social Islami Bank Ltd, virtually inaugurates four sub-branches at Babarhat in Chandpur, Trishal in Mymensingh, Mollaputa in Khulna, and Morina Pipulbaria Bazar in Sirajganj, recently. Md Tajul Islam and Abu Reza Md Yeahia, additional managing directors of the bank, Abu Maser Chowdhury, Md Sirajul Hoque and Md Shamsul Hoque, deputy managing directors, and Abdul Hannan Khan, company secretary, were present.

সমন্বয়ের আলো

সোশ্যাল ইসলামী ব্যাংকের তিনটি নতুন উপশাখার উদ্বোধন

কোম্পানি ইকসিকিউটিভ মো. মাহবুব উল আমান। তিনি প্রধান অতিথি হিসেবে উপস্থিত ছিলেন।

বাংলাদেশের খবর

সোশ্যাল ইসলামী ব্যাংকের প্রতিষ্ঠাবার্ষিকী উদযাপন

কোম্পানি ইকসিকিউটিভ মো. মাহবুব উল আমান। তিনি প্রধান অতিথি হিসেবে উপস্থিত ছিলেন।

প্রথম আলো

এসআইবিএনের ঢাকা জেলা যাবে কিউআর কোডে

কোম্পানি ইকসিকিউটিভ মো. মাহবুব উল আমান। তিনি প্রধান অতিথি হিসেবে উপস্থিত ছিলেন।

বানিক বাত্রী

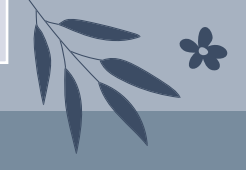
সোশ্যাল ইসলামী ব্যাংকের প্রতিষ্ঠাবার্ষিকী উদযাপন

কোম্পানি ইকসিকিউটিভ মো. মাহবুব উল আমান। তিনি প্রধান অতিথি হিসেবে উপস্থিত ছিলেন।

জৈনকণ্ঠ

সোশ্যাল ইসলামী ব্যাংকের প্রতিষ্ঠাবার্ষিকী উদযাপন

কোম্পানি ইকসিকিউটিভ মো. মাহবুব উল আমান। তিনি প্রধান অতিথি হিসেবে উপস্থিত ছিলেন।





Board & Committees



BOARD OF DIRECTORS

Social Islami Bank Limited's Board consists of 12 (twelve) Directors including 2 (two) Independent Directors. As per Corporate Governance Code of BSEC and Bank Companies Act, 1991, Independent Directors were appointed in the Board and their tenure is fixed thereon. The devoted Board Members are highly committed towards achievement of the bank's goal. They ensure this achievement through the sound financial results in the industry. Moreover, the board is engaged in other major activities such as formulating major/strategic policies, regulatory and compliance issues, providing proper guidelines, monitoring financial performance, monitoring operations of internal control, approval of annual budget, major capital expenditure, evaluation of financial performance, approval of audit report and increase of awareness to maintain Shariah Principles. The board of directors also plays a good part in the process of appointment and evaluation of Managing Director & CEO and Senior Management team (key decisions makers). In addition, the board of directors is responsible to make timely reporting to stakeholders about the affairs and performance of the Bank. The Board is also responsible to comply with various types of Rules, Regulations, Notifications and Orders issued by the Regulatory Authorities in time to time. They ensure the implementation of good Corporate Governance in the Bank. During the year 2021 through facing the adverse circumstances of the world-wide Pandemic situation, total 15 numbers of Board meetings were held compared to 14 meetings in the year 2020..

01.	Dr. Md. Mahub Ul Alam	Chairman
02.	Mr. Belal Ahmed	Vice Chairman
03.	Mr. Md. Sayedur Rahman	Vice Chairman
04.	Mr. Md. Kamal Uddin	Director
05.	Mrs. Nargis Mannan	Director
06.	Dr. Md. Jahangir Hossain	Director
07.	Mrs. Jebunnesa Akbar	Director
08.	Mr. Ali Hasan Md. Mahmud Ribon	Director
09.	Mr. Arshadul Alam	Director
10.	Mr. Mahmudul Alam	Director
11.	Professor A J M Shafiu Alam Bhuiyan, Ph.D	Independent Director
12.	Professor Mohammed Mizanur Rahman, Ph.D	Independent Director
13.	Mr. Zafar Alam	Managing Director & CEO
14.	Mr. Md. Nazmul Ahsan, FCS	Company Secretary (CC)



DR. MD. MAHBUB UL ALAM Chairman

A veteran banker and a dynamic leader, Dr. Md. Mahbub Ul Alam is an absolute protagonist of sustainable growth. He started his career at Islami Bank Bangladesh Limited as Probationary Officer in early 1984 and reached the top echelon of the Bank as Managing Director & Chief Executive Officer. The Bank has reached its glorious momentum from February 11, 2018 to December 31, 2020 with his fascinating leadership as Managing Director & CEO. He achieved numerous accolades and milestones in his long 37 years illustrious banking career. Dr. Md. Mahbub Ul Alam achieved 'Best Emerging CEO in Islamic Banking-2018' and 'CEO of the Year-2019' award in World Islamic Banking conferred by UK-based Cambridge International Financial Advisory. Prior to joining Social Islami Bank Limited as Chairman, he served First Security Islami Bank Ltd. (FSIBL) as an advisor for about a Year.

He completed B.Com. (Hons) and M.Com. in Marketing from the University of Dhaka back in 1982. He is a graduate in Finance of International Trade (FIT) from Business School of Ireland and member of ICC Standing Committee for Banking Technique and Practice, ICC, Paris, Bangladesh Chapter. He is one of the country's leading Trade and Foreign Exchange specialists. He also obtained Professional Doctoral Certificate in Banking from European International University, Paris.

He is a regular resource person of various universities and training institutes including Bangladesh Institute of Bank Management (BIBM), Bangladesh Bank Training Academy (BBTA) in Islamic Banking, International Trade and Management. This seasoned banker also delivers valuable speech in different local and international workshops, seminars and trade conferences. On the occasion of professional training and remittance marketing, he traveled different countries including USA, UK, Canada, Australia, Germany, Belgium, Sweden, Finland, France, Italy, Turkey, Singapore, Malaysia, Saudi Arabia, UAE, Oman, Qatar, Kuwait, Bahrain, India, Nepal and others.

**MR. BELAL AHMED**

Vice Chairman

Mr. Belal Ahmed is the Vice Chairman of the Board of Directors of Social Islami Bank Limited and Chairman of the Executive Committee (EC) of SIBL. Mr. Belal Ahmed started business in Bangladesh with renowned Unitex Group after completion of his higher education from University of Toronto, Canada.

He is the Managing Director of Unitex Spinning Limited, Unitex Composite Mills Limited, Unitex LP Gas Limited, Unitex Petroleum Limited, Unitex Cement Limited, Unitex Steel Mills Limited. Mr. Belal Ahmed was one of the Directors of Chittagong Chamber of Commerce and Industries during the period from 2013 to 2015.

He has been representing Social Islami Bank Limited to Bangladesh Association of Banks (BAB) since long. He is also the Director of SIBL Securities Ltd. and SIBL Investment Ltd.



MR. MD. SAYEDUR RAHMAN

Vice Chairman

Mr. Md. Sayedur Rahman is the Vice Chairman of Social Islami Bank Limited and one of the renowned and successful industrialists and businessmen of high stature of the country. He is a prominent figure in Garments industry. He is the Managing Director of eminent M/S. Lodestar Garments Ltd., M/S. Mid-Asia Fashions Ltd. He is also a Philanthropist engaged in various social activities in the Country. He is also discharging his responsibilities as a member of Risk Management Committee of the Bank.



MR. MD. KAMAL UDDIN

Director

Mr. Md. Kamal Uddin is one of the renowned and successful Industrialists and well experienced international Businessman of the country. As a multitalented businessman, he engaged himself with various types of National and International business along with well reputed organizations which makes him a forward looking and progressive businessman which already reached him an enviable height.

Currently, he is the Managing Director of Chittagong Builders & Machinery Ltd., Merchant Securities Limited, Sifang Machine House Ltd., Merchant Auto Ltd., CBM Housing Ltd. and South Green Ltd., Proprietor of CBM Parts House and CBM Consortium, Director of ASM Chemical Industries Ltd., Central Hospital (PVT) Ltd., Sifang Securities Ltd., Hurdco International School and Universal Health Services & Research Ltd and Advisor of Mercantile Insurance Company Ltd. & Mercantile Islami Life Insurance Ltd.

He is a well-known Social Organizer and a man of Islamic Personality. Mr. Uddin has widely traveled in several countries in connection with business and participated in different trade fairs. He is the Chairman of Risk Management Committee and Member of the Audit Committee of the Bank. He is also the Chairman of SIBL Securities Ltd. and SIBL Investment Ltd.



MRS. NARGIS MANNAN

Director

Mrs. Nargis Mannan is a Sponsor Director of Social Islami Bank Limited: received her B.A (Hons) & M.A Degree in Political Science from University of Dhaka in 1964; served as lecturer in Pakistan Council, Islamabad Pakistan (1967-69). She is an international recognized copper artist: held a number of solo exhibitions in various countries around the world that includes Lae, Papua New Guinea (1976); Jeddah Fine Arts Society (1979 to 1995) in Jeddah, Saudi Arabia; Shilpa Kala Academy in Dhaka, Bangladesh (1987); Soviet Culture Centre in Dhaka, Bangladesh (1987), Frunge, Kirghizia, former U.S.S.R (1988); Nairobi, Kenya (1994); Academy of Fine Arts in Calcutta, India (1995); The National Museum in Dhaka, Bangladesh (1998).

She also received a number of Awards that includes: Moonis Raza Memorial Award at the Indian Institute of Technology (IIT), New Delhi, given by Global Association of NRI in 1996; Sher-e-Bangla National Award given by National Personality Research Centre in 2004; Begum Rokeya Shining Personality Award-2006, given by Narikantho Foundation. She has been involved in many social and cultural activities. She was the President of Padakkhep-64 during the period from 2006 to 2008, an Association of Dhaka University Graduates-64. She was also the Treasurer of Soroptimist International Club of Dhaka during the period from 2007 to 2015.

She is the Founder Trustee and Vice-Chairman of House of Mannan Charitable Trust (HMCT). She is the spouse of Late Prof. Dr. M. A. Mannan, Founder Chairman of Social Islami Bank Limited.



DR. MD. JAHANGIR HOSSAIN

Director

Dr. Md. Jahangir Hossain is a Sponsor and Director of Social Islami Bank Limited. He completed his M.B.B.S from Sylhet MAG Osmani Medical College, Bangladesh. He also completed "Advanced Diploma in Ultrasound" from Institute of Ultrasound Techniques, Toronto, Ontario, Canada in 2008 and "Diploma in Medical Ultrasound" from Shristy Institute for Health Sciences, Dhaka in the year 2007. He has more than 44 years of professional experience in his medical career. He started his career in the year 1975 as Lecturer of Sir Salimullah Medical College & Hospital, Dhaka. After that he left for Kingdom of Saudi Arabia and served Ministry of Health of KSA for 25 years and voluntarily retired in the year 2003 as Senior Medical Officer. He is discharging his responsibilities competently in the affairs of the Board of Directors of the Bank. Mr. Jahangir is also the member of Audit Committee of the Bank.



MRS. JEBUNNESSA AKBAR

Director

Mrs. Jebunnessa Akbar is a Director of Social Islami Bank Limited. She completed her Graduation from Chattagram College. She also completed a professional course on "Fashions and Jewelry Designing" from the Institute of Fashions and Jewelry Designing, New Delhi, India. Mrs. Akbar achieved a Diploma in Computer Science from APTECH. Uttara, Dhaka. She bears 27 years of experience in different field of welfare organization.

She was a Director of BIFC from June 2016 to December 2017. She was the president of National Defense College (NDC) Ladies Club (Welfare Organization of Ladies and Children of NDC's Officers, Course Members & Employees) from June 2011 to February 2015 and DGFI (Directorate General of Forces Intelligence) Ladies Club (Welfare Organization of DGFI's Civil and Military Officers and Military and Civil Employees's wives and Children) from Feb 2009 to June 2011.

She was the Vice President of Sena Paribar Kalyan Samity Central Committee, Dhaka (Welfare Organization of Soldiers Wives and Children all over the Bangladesh Army) from Feb-2001 to Dec 2002 and the Secretary of Ladies Club, Bangladesh High Commission, New Delhi (Welfare Organization of Wives and Children of Diplomate & Employees posted at New Delhi High Commission) from Dec 1995 to Oct 1999.

She is discharging her responsibilities competently in the affairs of the Board of Directors and Executive Committee (EC) of the Bank.



MR. ALI HASAN MD. MAHMUD RIBON

Director

Mr. Ali Hasan Md. Mahmud Ribon appointed as a Director of Social Islami Bank Limited on 13th November, 2017. He bears almost 41 years of business Experience in different fields. He is holding the degree of Bachelor of Arts under the University of Rajshahi. He is a knowledgeable individual in field of fish export. He also bears a vast knowledge as Contractor. He is the Chairman of M/S. Mahmud Ribon. He is discharging his responsibilities competently in the affairs of the Board of Directors of the Bank. He is also discharging his responsibilities as a member of the Risk Management Committee of the Bank.



MR. ARSHADUL ALAM

Director

Mr. Arshadul Alam is an industrialist of the Country and also a Director of Social Islami Bank Limited. He completed his MBA from American International University- Bangladesh (AIUB), Dhaka, Bangladesh. He started his business after completion of his under graduation in Business Communication from University of Queensland, Brisbane, Australia. He bears more than 15 years of experience in different fields of business. He is the Chairman of Jaba and Brothers C&F (Pvt.) Ltd. Jesco Bangladesh Ltd and Managing Director of Jesco Capital Management Ltd. He is also the Proprietor of Uni-Trade International & Nishat Traders. He is discharging his responsibilities competently in the affairs of the Board of Directors of the Bank. He is also discharging his responsibilities as a member of the Executive Committee (EC) of the Bank.



MR. MAHMUDUL ALAM

Director

Mr. Mahmudul Alam, a young emerging entrepreneur of Bangladesh is a member of the Board of Directors of Social Islami Bank Limited. He is from a renowned business family of Chittagong. Mr. Mahmudul Alam strives for personal and business excellence. Therefore, he attained MA with Honors in Economics and Accounting from The University of Edinburgh and achieved success in the business sector by establishing several trading firms. He has experience in managing large companies with dynamic leadership, transparency, honesty and outmost dedication. He is one of the promising young emerging businessmen of our country. He is well travelled around the world.



He also bears a vast professional experience as Professor and Chairman of Department of Television, Film and Photography, University of Dhaka. He is also the advisor of the Department of Media and Mass Communication, American International University, Bangladesh.

PROFESSOR A J M SHAFIUL ALAM BHUIYAN, Ph.D

Independent Director

Professor A J M Shafiu Alam Bhuiyan, Ph.D has been associated as an Independent Director of Social Islami Bank Limited since long. He is an well-known Professor of the University of Dhaka having an immense knowledge and experience in Mass Media Communication and Journalism, Dr. Bhuiyan was ranked First Class First both in B A (Hons.) and M. A. in the said discipline. He did Ph. D. in Media and Communication from a renowned North American University.

Dr. Bhuiyan worked as researcher and team leader of different projects of Bangladesh and other international organizations like UNESCO and UNDP Bangladesh. Mr. Bhuiyan is also prominent media personnel. Mr. Bhuiyan is also the Chairman of Board Audit Committee of the Bank. He is also an Independent Director of SIBL Investment Ltd. (a subsidiary company of the bank).



PROFESSOR MOHAMMED MIZANUR RAHMAN, Ph.D
Independent Director

Professor Mohammed Mizanur Rahman, Ph.D has been associated as an Independent Director of Social Islami Bank Limited since long. He completed his BSE & MSE in Applied Chemistry and Chemical Engineering from the University of Dhaka in the year-1995 and 1996 respectively. Having an immense knowledge and experience in diversified fields, he discharged his responsibilities as a Member and CEO (from July 2015 to date) of different Institutions under Ministry of Textile and Jute. He is serving as standing committee and project implementation of the Skill for Employment investment project (SEIP-BTMA) from July 2015 to continue financed by ADB and Ministry of Finance Govt. Dr. Rahman is a member of the National Science and Technology fellowship Committee since January 2014 under the Ministry of Science and Technology GoB. He also augmented his qualifications from the different International Universities of Japan and Germany.

He is vastly known Professor of Department of Applied Chemistry and Chemical Engineering, University of Dhaka. He is also discharging his duty as a Syndicate Member and Academic Council Member of the University of Dhaka, Member of the Governing body of the Enam Medical College, Savar, Dhaka and Shymoli Textile Engineering College.

Dr. Rahman is a Gold Medalist Recipient in Physical Science awarded by the Bangladesh Academy of Science in the year of 2009 and Young Scientist Award Winner of Third World Academy of Science (TWAS), Trieste, Italy. He is also awarded with, Primary Scholarship Award of Ministry of Education, Bangladesh, Younger Researcher Award-2005, Kumamoto University Japan. He is also awarded with fellowships of Society for the promotion of Science (JSPS), Japan and Alexander von Humboldt (Germany), these are the two prestigious fellowships in the World. He is also discharging his responsibilities as a member of the Executive Committee (EC) of the Bank. He is also an Independent Director of SIBL Securities Ltd. (a subsidiary company of the bank).



MR. ZAFAR ALAM

Managing Director & CEO

Mr. Zafar Alam, a seasoned banker, has a glorious professional banking career spanning over three decades. He joined Social Islami Bank Limited (SIBL) as the Managing Director & CEO on December 21, 2021. Prior to joining SIBL, Mr. Zafar served Bangladesh Commerce Bank Limited as the Additional Managing Director. There he also played the role of Managing Director (Current Charge) for 14 months. He started his banking career at Islami Bank Bangladesh Limited (IBBL) as a Probationary Officer in 1992. He served IBBL for long 26 years in various leadership capacities. During his tenure there, he was Head of Branch at 06 (six) large Branches of Dhaka city and Manager Operation at 02 (two) Branches. At IBBL lastly, he was promoted to the position of the Senior Executive Vice President in recognition of his sincerity, dedication and performance and played the roles of Head of Human Resources Wing and 1st of Bank's Chief Human Resources Officer. In 2017 he joined SIBL as the Deputy Managing Director.

During his long and colorful 31 years of banking career, he gained extensive banking experience and developed a wide range of expertise as he worked in different capacities in almost all the areas of banking viz. Strategic Planning, Managing Investment Portfolio, Foreign Trade, Treasury Operation, General Banking, Asset Liability Oversight, Leadership Development, Risk Mitigation, Regulatory Compliance, Customer Engagement, Branch Management etc.

Mr. Zafar attended numerous seminars, workshops and training programs both at home and abroad. A widely travelled person, Mr. Zafar visited many countries including Nepal, Malaysia, Singapore, Thailand, the United Arab Emirates (UAE), The Kingdom of Saudi Arabia (KSA) to enrich his professional knowledge.

Mr. Zafar obtained his BSS (Hons) and MSS in Public Administration from the University of Chittagong. He obtained Diploma in Islamic Banking (DIB) in 2002 from Islami Bank Training and Research Academy, Bangladesh.

EXECUTIVE COMMITTEE

Name of the Members	Designation
Mr. Belal Ahmed	Chairman
Mrs. Jebunnessa Akbar	Member
Mr. Arshadul Alam	Member
Professor Mohammed Mizanur Rahman, Ph.D	Member

Social Islami Bank Ltd. has constituted a four member Executive Committee of the board as per Bangladesh Bank guidelines to ensure good corporate governance in the business. This is the subordinate committee of the Board of Directors of the Bank. The Committee is responsible for developing policy and strategy for smooth operation of the business. Moreover, the committee is also responsible for business development of the bank to ensure maximization of shareholders' wealth protecting other stakeholders' interest too in the company. During the year 2021, total 13 Executive Committee Meetings were held against 7 nos of meeting in the year 2020.

- The executive committee can decide or can act in those cases as instructed by the Board of directors that are not specifically assigned on full board through the Bank Company Act, 1991 (amendment up to 2020) and other laws and regulations.
- The executive committee can take all necessary decision or can approve cases within power delegated by the board of directors.
- All decisions taken in the executive committee shall be ratified in the next board meeting.
- The executive committee can sit any time as it may deem fit.
- The committee may invite Chief Executive Officer, Head of internal audit or any other Officer to its meetings, if it deems necessary;

BOARD AUDIT COMMITTEE

Name of the Members	Designation
Professor A J M Shafiul Alam Bhuiyan, Ph.D	Chairman
Mr. Md. Kamal Uddin	Member
Dr. Md. Jahangir Hossain	Member

In order to establish a good corporate governance and a culture of adequate internal control system inside the bank and to evaluate the activities of the Bank as per guidelines of the Bangladesh Bank and Corporate Governance Code (CCG) of Bangladesh Securities and Exchange Commission (BSEC), SIBL has constituted an Audit Committee that plays an effective role in devising an efficient and secured banking system. The Board Audit Committee has been formed comprising three members of the Board of Directors. Professor A J M Shafiul Alam Bhuiyan, Ph.D, Independent Director of the bank acted as the Chairman of the Board Audit Committee who possesses sound knowledge of different field in the industry. He is a prominent media personnel having a vast professional experience as a renowned Professor of University of Dhaka. The internal audit is supervised under Internal Control & Compliance Division (ICCD). The committee reviews the financial

reporting process, the system of Internal Control, Management Information System, Management of Risks, the Bangladesh Bank and Internal Audit reports, Audit process and Compliance with laws and regulations and banks' own code of conduct. During the year 2021, total 6 nos. of Board Audit Committee Meetings were held against 5 nos. of meetings of 2020. Audit Committee also plays the following role in the bank-

- Oversee the financial reporting process;
- monitor choice of accounting policies and principles;
- monitor Internal Audit and Compliance process to ensure that it is adequately resourced, including approval of the Internal Audit and Compliance Plan and review of the Internal Audit and Compliance Report;
- oversee hiring and performance of external auditors;
- hold meeting with the external or statutory auditors for review of the annual financial statements before submission to the Board for approval or adoption;
- review along with the management, the annual financial statements before submission to the Board for approval;
- review along with the management, the quarterly and half yearly financial statements before submission to the Board for approval;
- review the adequacy of internal audit function;
- review the Management's Discussion and Analysis before disclosing in the Annual Report;
- review statement of all related party transactions submitted by the management;
- review Management Letters or Letter of Internal Control weakness issued by statutory auditors;
- oversee the determination of audit fees based on scope and magnitude, level of expertise deployed and time required for effective audit and evaluate the performance of external auditors;
- The Audit Committee report its activities to the Board.

BOARD'S RISK MANAGEMENT COMMITTEE

Name of the Members	Designation
Mr. Md. Kamal Uddin	Chairman
Mr. Md. Sayedur Rahman	Member
Mr. Ali Hasan Md. Mahmud Ribon	Member

Under the stipulated instructions of Bangladesh Bank, the bank has formed a separate Board's Risk Management Committee (BRMC) consisting of 3 (three) members of the Board of Directors. In view of BRPD Circular no 11, revised Risk Management Guidelines 2012 and subsequent DOS Circular No.4 dated 8th October, 2018, functions of the Board's Risk Management Committee shall comprise an effort to ensure proper risk management in bank. The BRMC reviewed stress testing, comprehensive risk management reports, Internal Capital Adequacy Assessment Reports and other reports as per Bangladesh Bank guideline for examining the bank's capacity of managing future shocks as well as deals with all potential risks that might occur in future. During the year 2021, total 4 Risk Management Committee Meetings were held against 4 meetings in 2020. A brief on the function of the members of the

Risk Management Committee may be given as under-

- to acquire clear understanding of the type of risk inherent in Business line and to take appropriate steps to ensure different risk management issue of the bank.
- to define the risk appetite.(Risk appetite is generally expressed through both quantitative and qualitative means and should consider extreme conditions, events and outcomes. It should be stated in terms the potential impact on profitability, capital and liquidity)
- to design the organization structure to manage risk within the bank.
- reviewing and approving risk management policies and reviewing at least annually to limit the risks, consistent with the bank's risk appetite.
- to ensure adequate record keeping and proper reporting system.
- to review and approve risk limits and re-reviewing at least annually.
- to ensure monitoring and compliance with overall risk management policies.
- to be knowledgeable about the methods available to measure risks for various activities.
- Supervising day to day activities of senior managers and head of business line.
- establishing committee and sub-committee to be in charge of ongoing risk management.
- to carefully evaluate all the risks associated with new activities and ensure that proper infrastructure and internal control are in place.
- to provide adequate staffing for activity and designated staff with appropriate credentials to supervise the activity.
- to ensure that all Senior Management including line managers have sufficient knowledge on risk management.

SHARIAH SUPERVISORY COMMITTEE

Name of the Members	Designation
Mufti Sayeed Ahmed Muzaddedi	Chairman
Dr. Md. Manzur-E-Elahi	Member Secretary
Professor Dr. Mohammad Abdus Samad	Member
Shah Mohammad Wali Ullah	Member
Dr. Hasan Mohammed Moinuddin	Member
Prof. Dr. Md Nasir Uddin Mizy	Member
Prof. Md. Ahmad Ali	Member
Molana Obaid Ullah Hamzah	Member
Janab Afeef Furqan	Member

Article 104 of the Articles of Association of the Bank provides, on the licensing of the Social Islami Bank Limited, an Islamic Shari'ah Supervisory Committee shall be constituted with members from Fakihs/Islamic Scholars, Economists, Banker and Lawyers to advise the company on the operation of its business in order to ensure that they do not involve in any element which is not approved by Shari'ah. The Shari'ah Supervisory Committee

consists of 09 (nine) members nominated by the BOD of the Bank. Shari'ah Supervisory Committee of the Bank plays a vital role in framing and exerting policy for strict adherence of Shari'ah principles in all activities of the Bank since its very inception. The Shari'ah Supervisory Committee, which enjoys a high status in the structure of the Bank. Members of the Shari'ah Supervisory Committee meet frequently and deliberately on different issues confronting the Bank on Shari'ah matters. They give opinion and supervise to implement and comply Shari'ah principles in all activities of the Bank. During the year 2021, total 3 (three) Shari'ah Supervisory Committee (SSC) Meetings (02 full & 01 sub-committee) were held-

Functions of the Committee

- The function of the Shari'ah Supervisory Committee is to offer views on matters related to the Bank from time to time. The Shari'ah Supervisory Committee may require any papers from the Bank and examine the same in order to ensure that all activities of the Bank are being carried out in accordance with the Islamic principles.
- To devote time and effort to devise more Shari'ah compliant transactional procedures, templates and banking products that enable the Bank to adapt to market trends while maintaining a highly competitive edge in deposit procedures, investments and banking services
- The SSC assists the BOD by way of giving advice on matters relating to Shari'ah. The BOD must respect their recommendations on Shari'ah principles as it is committed to run the Bank strictly in accordance with Shari'ah.
- Analysing contracts and agreements concerning the Bank's transactions, as submitted by the Chairman of the Board of Directors or any department/branch within the bank or requested by the Board itself so that Shari'ah compliance can be evaluated and maintained.
- Ensuring Shari'ah compliance in the implementation of all banking transactions and correcting any breaches.
- The SSC have a Secretariat with a Member-Secretary, who oversee whether the functions of the Bank are being carried out in accordance with the principles of Islamic Shari'ah. The Member-Secretary shall remain responsible to the Shari'ah Supervisory Committee.
- The status of the SSC shall be advisory to the BOD and Supervisory in respect of operational activities of the Bank.
- The Committee submits a complete annual report for the Board of Director, summarizing all the issues referred to the Board, as well as its opinion on the Bank's transactional procedures.
- The Shari'ah Supervisory Committee certifies the Annual report of the bank.



Management & Committees

SENIOR MANAGEMENT



Mr. Zafar Alam
Managing Director & CEO



Mr. Abu Reza Md. Yeahia
Additional Managing Director



Mr. Md. Shamsul Hoque
Deputy Managing Director



Mr. Mohammad Forkanullah
Deputy Managing Director



Mr. Abdul Hannan Khan
Deputy Managing Director



Mr. Walid Mahmud Sobhani
SEVP & CFO, FAD



Mr. Kazi Obaidul Al-Faruk
SEVP & Head, HRD



Mr. Md. Sultan Badsha
EVP & Head, ICTD



Mr. Abu Rushd Iftekharul Haque
EVP & Head, TF&RMGD



Mr. Md. Akmal Hossain
EVP & Head, ID



Mr. Md. Towhid Hossain
EVP & Head, IRMD



MANAGEMENT COMMITTEE (MANCOM)

Sl.	Name	Designation and Division	Position
1	Mr. Zafar Alam	Managing Director & CEO	Chairman
2	Mr. Abu Reza Md. Yeahia	Additional Managing Director	Member
3	Mr. Md. Shamsul Hoque	Deputy Managing Director	Member
4	Mr. Mohammad Forkanullah	Deputy Managing Director	Member
5	Mr. Walid Mahmud Sobhani	SEVP & Head of Financial Administration Division	Member
6	Mr. Kazi Obaidul Al-Faruk	SEVP & Head of Human Resources Division	Member Secretary
7	Mr. Md. Mosharraf Hossain	SEVP & The Chief Remittance Officer	Member
8	Mr. Md. Sultan Badsha	EVP & Head of Information & Communication Technology Division	Member
9	Mr. Abu Rushd Iftekharul Haque	EVP & Head of Trade Finance & RMG Division	Member
10	Mr. Md. Abdul Hamid	EVP & Head of Internal Control & Compliance Division	Member
11	Mr. Md. Akmal Hossain	EVP & Head of International Division	Member
12	Mr. Md. Towhid Hossain	EVP & Head of Investment Risk Management Division	Member
13	Mr. Mahbub Hossain	SVP & Head of Money Laundering & Terrorist Financing Prevention Division	Member
14	Mr. Shawket-Ul-Amin	SVP & Head of Investment Administration Division	Member
15	Mr. Muhammed Mizanul Kabir	SVP & Head of Special Asset Management Division	Member
16	Mr. Md. Shafiqul Islam	SVP & Head of Risk Management Division	Member
17	Mr. Shyam Sundar Roy	SVP & Head of Retail Investment Division	Member
18	Mr. Sadat Ahmad Khan	SVP & Head of SME & Agricultural Finance Division	Member
19	Md. Sharif Al Kashem	SVP & Head of Card Department	Member
20	Mr. Md. Moniruzzaman	SVP & Head of Marketing & Brand Communication Division	Member
21	Mr. Saif-Ul-Alam Md. Al-Amin	SVP & Head of Branches Control & General Banking Division	Member
22	Mr. Muhammad Mahfuzur Rahman Bhuiyan	VP & Head of Shariah Supervisory Committee Secretariat	Member
23	Mr. Md. Mashur Rahman	VP & Head of Agent Banking Division	Member

MANAGEMENT

The strategic management activities and overall business operations of SIBL are supervised and directed by the core management team of the bank. The Managing Director & CEO Mr. Zafar Alam leads the core management team as well as the whole Bank. The core management team of the Bank consists of one Additional Managing Director and three Deputy Managing Directors and all of whom have vast experience in banking. The members of the team have also attended numerous training and development programs both at home and abroad which enabled them to build enormous knowledge base in banking.

MANAGING DIRECTOR & CEO

Mr. Zafar Alam

ADDITIONAL MANAGING DIRECTOR

Mr. Abu Reza Md. Yeahia

DEPUTY MANAGING DIRECTOR

Mr. Md. Shamsul Hoque

Mr. Mohammad Forkanullah

Mr. Abdul Hannan Khan

SENIOR EXECUTIVE VICE PRESIDENT

Mr. Walid Mahmud Sobhani

Mr. Kazi Obaidul Al-Faruk

Mr. Joynal Abedin

Mr. Md. Mosharraf Hossain

EXECUTIVE VICE PRESIDENT

Mr. Md. Nazmus Saadat

Mr. Mohammad Shoeb

Mr. Md. Sultan Badsha

Mr. Abu Rushd Iftekharul Haque

Mr. Md. Abdul Hamid

Mr. Md. Akmal Hossain

Mr. Md. Shahriar Khan

Mr. Md. Abdul Mottaleb

Mr. Md. Towhid Hossain

SENIOR VICE PRESIDENT

Mr. Md. Khorsed Alam

Mr. Mahbub Hossain

Mr. Muhammed Zubair

Mr. Mohammad Mosle Uddin

Mr. Md. Wali Ullah

Ms. Shamima Nargis

Mr. Shawket-UI-Amin

Mr. Md. Mozharul Haque

Mr. Muhammed Mizanul Kabir

Mr. Sayed Mohammed Sohel

Mr. Mohammad Eleash Khan

Mr. Md. Shafiqul Islam

Mr. Md. Aminur Rahman

Mr. Md. Mohibul Kadir

Mr. A.M. Saleh Uddin Kutubi

Mr. Shyam Sundar Roy

Mr. Md. Nasir Uddin Chowdhury

Mr. Md. Nurul Alam

Mr. Sadat Ahmad Khan

Md. Sharif Al Kashem

Mr. Md. Moniruzzaman

Mr. Saif-UI-Alam Md. Al-Amin

Mr. Mohammad Towfiqul Islam

Mr. Md. Azharul Islam

VICE PRESIDENT

Mr. Mohammad Abdul Karim

Mr. Md. Enayet Rabbi

Mr. A. M. Belaluzzaman

Mr. Mohammad Mahfuz Amin

Mr. Md. Rezaur Rahman

Mr. Md. Dabir Hussain Choudhury

Mr. A.B.M. Abdullahil Baqui

Mr. Uttam Kumar Shil

Mr. Md. Sadekul Islam

Ms. Sultana Aleya Shirin

Mr. Md. Shakhawat Hossain Khan

Mr. Md. Maniruzzaman Ashraf

Mr. A.T.M. Zahurul Haque

Mr. Mohammad Monirul Islam

Mr. Mohammad Mizanur Rahman Talukder

Mr. Mohammad Nazrul Islam

Mr. Md. Moinuddin Hossain

Mr. Khandaker Md. Shariful Alam

Mr. Md. Golam Mawla Chowdhury

Mr. Md. Mahfuzur Rahman

Mr. Md. Arif Shahnawaz

Mr. Nizam Uddin Ahmed

Mr. Md. Abul Kalam Azad

Mr. Mohammad Salim Ullah

Mr. Md. Abdul Kader

Mr. Md. Fazlur Rahman

Mr. A.S.M. Zia Haider

Mr. Mohammed Ahsan Habib

Mr. Md. Mazbaur Rahman

Ms. Bilkis Soheli

Mr. Shakil Ahmed

Mr. Muhammad Mahfuzur Rahman Bhuiyan

Ms. Jafrin Khandker

Mr. Mirza Quadrat-E-Khuda Beg

Mr. Md. Soeb Ul Islam

Mr. Mohammad Harun-Or-Rashid

Mr. Borhan Uddin

Mr. Mohammad Amzad Hossain

Mr. Mohammad Nazrul Islam

Mr. Md. Matiur Rahman

Mr. Muhammad Mahmudul Hassan

Mr. Ataur Rahman

Mr. Mohammed Tanvir Khan

Mr. Md. Shakil Anwar

Mr. Wahidul Islam Chowdhury

Mr. Mohammad Murshed Alam

Mr. Md. Hasanul Hasan

Mr. Mohammad Wahiduzzaman

Mr. Masum Iqbal

Mr. Mahmudul Hoque Siddique

Mr. Mohammed Farman

Mr. Md. Mashiur Rahman

Mr. Muhammad Asaduzamman Miah

Mr. A. S. M. Nasir Uddin

Mr. Mohammed Moktar Hossain

Mr. A. K. M. Sazzad Hossain

ASSET LIABILITY COMMITTEE (ALCO)

Mr. Zafar Alam	Managing Director & CEO	Chairman
Mr. Abu Reza Md. Yeahia	Additional Managing Director	Member
Mr. Md. Shamsul Hoque	Deputy Managing Director	Member
Mr. Mohammad Forkanullah	Deputy Managing Director	Member
Mr. Walid Mahmud Sobhani	SEVP & CFO	Member Secretary
Mr. Md. Sultan Badsha	EVP & Head of ICTD	Member
Mr. Md. Akmal Hossain	EVP & Head of ID	Member
Mr. Md. Towhid Hossain	EVP & Head of IRMD	Member
Mr. Shawket-UI-Amin	SVP & Head of IAD	Member
Mr. Md. Shafiqul Islam	SVP & Head of TF & RMD	Member
Mr. Md. Mozharul Haque	SVP & Manager of Principal Branch	Member
Mr. Mohammad Ahsan Habib	VP & Head of TFO	Member

INVESTMENT COMMITTEE

Sl. No	Name	Designation	Position
1.	Mr. Abu Reza Md. Yeahia	Additional Managing Director	Chairman
2.	Mr. Md. Shamsul Hoque	Deputy Managing Director	Member
3.	Mr. Mohammad Forkanullah	Deputy Managing Director	Member
4.	Mr. Abu Rushd Iftekharul Haque	Executive Vice President, TF & RMG Div., HO	Member
5.	Mr. Md. Akmal Hossain	Executive Vice President, ID, HO	Member
6.	Mr. Md. Towhid Hossain	Executive Vice President, IRMD, HO	Member Secretary
7.	Mr. Muhammed Mizanul Kabir	Senior Vice President, SAMD, HO	Member
8.	Mr. Sadat Ahmad Khan	Senior Vice President, SME & Agri Finance Div.,HO	Member

SIBL INTEGRITY COMMITTEE

Sl. No	Name	Designation	Position
1	Mr. Abu Reza Md. Yeahia	Additional Managing Director	Chairman
2	Mr. Walid Mahmud Sobhani	Senior Executive Vice President & CFO	Member
3	Mr. Kazi Obaidul Al-Faruk	Senior Executive Vice President	Member
4	Mr. Md. Sultan Badsha	Executive Vice President	Member
5	Mr. Md. Shafiqul Islam	Senior Vice President	Member Secretary
6	Mr. Muhammad Mahfuzur Rahman Bhuiyan	Vice President	Member

STATUS OF COMPLIANCE REGARDING APPOINTMENT OF CHIEF FINANCIAL OFFICER & CHIEF INFORMATION TECHNOLOGY OFFICER IN RELATION TO BRPD CIRCULAR LETTER NO-03, DATED: 25 MARCH 2018.

A) CHIEF FINANCIAL OFFICER (CFO)

Mr. Walid Mahmud Sobhani, FCMA, Senior Executive Vice President is performing the duties as Chief Financial Officer (CFO) of the bank since 10 May 2007 and joined Financial Administration Division on April 2002, i.e he has experience working with the accounts & Tax department of the bank for 19 years. He has been serving with the banking sector since April 1988 till to date i.e for 33 years. In addition to his M.Com in Accountancy (Year1986), he has qualified as graduate in Law from Chittagong University in year 1989. He also completed one year Post-Graduation in Bank Management from Bangladesh Institute of Bank Management in year 1987. He qualified as a Cost and Management Accountant in the year 1991 from The Institute of Cost and Management Accountant (ICMAB) and became a Fellow member in the year 1996.

B) CHIEF INFORMATION TECHNOLOGY OFFICER (CITO)

Mr. Md. Sultan Badsha, Executive Vice President has been appointed as Chief Information Technology Officer (CITO) for SIBL since 2017. He has been serving as Head of ICT Division in SIBL Head Office since year 2008. He has been working with the Engineering and Information Technology sector almost for 35 years since year 1986. He has around 20 years of experience in Banks. He graduated in Electrical and Electronic Engineering from Rajshahi Engineering University. Later, he completed Post Graduation in Computer Science from Bangladesh Institute of Management (former BMDC). He also obtained professional certification for Oracle Certified "Database Administrator" course and Sun Certified Sun Solaris 9 "System Administration" course. He is a Fellow Member of the Institution of Engineers Bangladesh and Associate Member of Bangladesh Computer Society.



CHAIRMAN'S FOREWORD

Assalamu alaikum wa rahmatullahi wa barakatuhu.

Alhamdulillahilahi rabbil 'alamin wassalatu wassalamu ala Rasuluhil Karim.

In the name of Allah, the Most Gracious and the Most Merciful, and peace and blessings be upon our Prophet Muhammad (Sallallahu alaihi wasallam) and his descendants and companions. Furthermore, we pray for salvation of the departed souls in this COVID-19 pandemic. May Allah grand them highest place in Jannat.

Honourable Shareholders, respected members of the Board and my beloved Team SIBL,

It is my honour to appear before you and welcome you all to the 27th Annual General Meeting of Social Islami Bank Limited through Digital Platform. Alhamdulillah! We passed another year when COVID impacted health issues have expanded to economic paradigms and the health pandemic has triggered the largest economic crisis that the world has hardly seen for many decades. The year 2021 was significant to us as we have observed the birth centenary of Bangabandhu Sheikh Mujibur Rahman and golden jubilee of Bangladesh's independence in this year with due solemnity and great honour. Social Islami Bank Limited is a proud partner of observing these two milestones in history.

Islami Banking is a welfare and sustainable Banking System. The idea of Islami Banking system in this country was first adapted by Bangabandhu Sheikh Mujibur Rahman. Establishing Islami Banking was approved at OIC summit in the year 1974, where Bangabandhu frolicked an active role. We also want to mention the erudite leadership of the honorable Prime Minister of the country and her intensive efforts in the form of continued policy support from the government and stimulus packages for the businesses, attention to SME, agriculture and to meet the basic needs of the poor.

In its 27 years of existence of the Bank, our guiding philosophy has been set to be "A Committed Journey towards Confidence" with emphasis on strictly following Islamic principles and ensuring sharia compliance in every aspect of banking activities. For attainment of the goal, our sapient sharia supervisory committee comprised of country-renowned Islamic scholars pivoted their efforts actively. Our proper initiatives of sound shariah guidelines will ensure that all transaction and business activities comply with shariah principles and it will protect the interests of all internal and external parties, customers, depositors, and other parties related to the bank. We also offer welfare-oriented banking to our clients and want to reach out every door step to unbanked people across the country. Social Islami Bank Limited has planned to bring more unbanked people under its umbrella through setting up more sub-branches, agent banking, ATM/CRM and its service Excellency. Our dedicated and committed manpower ensure priority service to our stakeholders. Our team created a wave of all over the county and is delivering the message of shariah banking to our valued clients. The Bank continues to grow with the values that were established since its founding for a caring society and a bright and better future for the country.

WORLD ECONOMY

The initial economic impact of the COVID-19 pandemic was catastrophic and widespread, with the disruption to the world economy. The ILO warns that 1.6 billion informal economy workers nearly half of the global labor force is in immediate danger of losing their livelihoods. Even in the formal economy, the majority of global employers 54 percent operate businesses in the sectors that will be the hardest-hit by the crisis, namely manufacturing, accommodation and food services, tourism, wholesale and retail trade, and real estate and business activities. This economic damage is largely driven by a fall in demand, meaning that there are fewer consumers willing to purchase the goods and services available in the global economy. Global stock markets have also suffered dramatic falls due to the corona virus outbreak, although they were able to recover from the losses quite quickly.

The post-Covid-19 pandemic recovery, therefore, is being hit by a potentially huge global supply shock that will reduce growth and push up inflation. Despite all the problems in supply chain and uncertainty about the pandemic, overall financial prospects have generally been demonstrating positive signs globally. The first half of 2021 has been marked by promising developments, including significant vaccination progress in key economies such as the United States, as well as by troubling signs, such as the resurgence of COVID-19 in several developing countries. The continuing challenges of strong GDP growth, unprecedented fiscal stimulus, expansionary monetary policy, and input cost increases also contributed to inflation. After surprising to the upside in 2021, global inflation is expected to remain elevated for longer than in the previous forecast made by IMF, driven by war-induced commodity price increases and broadening price pressures have pushed up headline inflation across many countries.

NATIONAL ECONOMY

Despite a moderation and uneven global economic growth outlook, Bangladesh economy maintained a broad-based growth momentum with 6.94 percent real GDP growth in FY21. Development in business confidence, well-coordinated monetary and fiscal policy supports keep the economy of Bangladesh more resilience during the economic fallout from the COVID-19 pandemic. Moreover, effective COVID-19 containment measures and consequent declining infection rate, enactment of mass vaccination across the country, and efficient management of supply chain during the pandemic by the government further accelerate this recovery, despite the outbreak of the Omicron variant of COVID-19, reflected in a surge in import and export demand, a peak up in private credit demand, and a strong growth of large and medium scale manufacturing output.

International remittances normally represent around 7% of Bangladesh's GDP and therefore the economic importance of the more than 10 million migrants from Bangladesh who sent close to \$22 billion in 2021 cannot be overstated. Bangladesh, with a GDP of USD 416 billion, ranks as the 37th largest economy in the world, with a per capita income of USD 2,591. Over the last decade, Bangladesh averaged an annual growth rate of 6.5 percent. Bangladesh's economic growth in FY2020-21 marks a leap to an impressive 6.94 per cent, as against 3.45 percent in the previous year. Despite the impacts of the corona virus and economic recession in the economy, food production and supply chains remained unaffected, leading to inflation at 5.56 percent in FY 2020-21. As with the previous fiscal, the government has continued

stimulus packages for additional expenditure in the healthcare sector, emergency humanitarian assistance, and economic recovery to address the COVID-19 pandemic. In FY 2020-21, the amount of fiscal and stimulus packages was Taka 128,441 crore, equivalent to 4.2 percent of GDP, according to Bangladesh Economic Review 2021. As a result of these planned actions by the government, the economy is expected to turn around. The country is in the process of graduating from LDC to a middle-income country and working on becoming an upper-middle-income country by 2031, and achieving the high-income country status by 2041.

DOMESTIC BANKING SECTOR

The deposit in the banking industry grew at 9.69 percent, reaching Taka 1,512,473 crore in 2021 from Taka 1,379,150 crore in 2020. The credit in the banking industry increased to Taka 1,248,186 crore in 2021 from Taka 1,122,789 crore in 2020, resulting in a 11.17 percent growth. The ratio of gross NPL/NPI to total loan/investment decreased to 7.9 percent in 2021 from 8.06 percent in 2020. The development partly accounted for loan moratorium facility, loan rescheduling and loan write-off spree amid the COVID-19 pandemic. With 11.08 percent capital to risk-weighted assets ratio (CRAR), the overall capitalization of the banking system remained broadly stable in 2021 as per Basel norm.

The international trade in Bangladesh has shown a sign of recovery after a sharp decline due to the Covid pandemic. The export earnings stood at USD 38.76 billion in FY 2020-21 with 15.10 percent annual growth, and this was negative 16.93 percent in the previous fiscal. During this period, commodity-wise growth of export earnings shows that export earnings from almost all the products have increased compared to the last fiscal year. The government has announced several incentives in the export sector. The country's total import payments (c&f) stood at USD 65.59 billion in FY 2020-21, 19.73 percent higher than the preceding year. In FY 2020-21, Bangladeshi expatriates sent remittances of USD 24.78 billion, which was significantly higher (36.10%) than the previous year. As a result, the foreign exchange reserves increased to a record USD 46.15 billion at the end of 2021.

ISLAMIC BANKING IN BANGLADESH

The shariah-compliant banking seems progressively attractive to the common people. It is evident that the sector has experienced phenomenal growth and expansion in the country as the deposits and investments both grew

over time and holds around 28 percent market share in deposits and investment of the total banking sector. Out of the top five banks in deposits, three are Islamic banks. At present, ten full-edged Islamic banks are operating, with 1,671 branches in the country. In addition, 41 Islamic banking branches of 09 conventional commercial banks and 368 Islamic banking windows of 13 conventional commercial banks are providing Islamic financial services in Bangladesh.

RESILIENT PERFORMANCE IN THE FACE OF PANDEMIC BY SOCIAL ISLAMI BANK LIMITED

Despite the regulatory pressure on net profit margin, flexible repayment facilities imposed by the authority, downward business trend amid Covid-19, Social Islami Bank Limited has performed commendably in 2021. In the year 2021 our bank achieved several significant growth even in this adverse situation. The deposit has increased from 322,384 million to 341,661 million. Along with deposit the investment has also increased from 300,618 million to 312,774 million. It shows that despite the adverse situation we continue to work hard for the growth of this bank. Net Investment Income and total operating income were increased by 3.48% and 3.67% respectively. Total Operating Income of the Bank as on 31st December 2021 stood at Tk. 10,746.83 million against Tk. 10,366.08 million of the preceding year. The Bank made an operating profit of Tk. 4526.23 million in 2021 against Tk. 4,343.21 million of 2020.

ON THE WAY TO SUSTAINABILITY

Sustainable Banking refers to adopting environmentally responsible financing, weighing up environmental risks of projects before making financial decisions, financing spontaneously to various social development activities and supporting & fostering growth of upcoming green initiatives & projects. Sustainable Banking can also promote environmental friendly in-house practices within the Bank to reduce carbon footprint from its banking activities which is an ethical approach in banking practice as well. Research studies shows that sustainable banking is inherent in shariah banking and islami banking is more sustainable than conventional banking.

Bangladesh Bank has recognized Social Islami Bank Limited as one of the Top Ten Private Commercial Banks for their contribution to Green Banking activities across the country. We have unified our sustainable operations under the "Green Banking Unit" equipped with permanent employees. The Audit Committee of the Board is selected as the High Powered Committee of our Green Banking Unit for reviewing the Green Banking activities. Our Green

Banking Policy Guidelines and Green Office Guide have been circulated to all our employees for creating awareness on Green Banking activities & providing instructions about conserving energy, water, saving paper, etc. Our Green Strategic Plan is enhanced to define our strategy in the coming years. SIBL developed its own Environmental Policies, which proves our commitment to the Environment for a sustainable future. As a Bank we play an intermediary role between economic development and conservation of the environment. Our Green Banking activities are on multidimensional areas which include both in-house Green activities and external green activities towards supporting Green Economy.

Green Banking initiatives are multi-stake holder approach and are never ending process, the implementation is possible only when collective efforts of all are being made. Social Islami Bank Ltd is firmly committed to our society. We believe that together we will achieve our goals to build a brighter and better future for us. We need your support in this regard. We believe that you will be by our side in the years to come.

OUR SOCIAL OBLIGATIONS

As a Shariah Based Bank, Social Islami Bank Limited is quite conscious of its social responsibility and always trying to participate in social wellbeing of the country. The bank has a dedicated CSR Desk with the aim to serve humanity through different philanthropic activities giving emphasis on health, education, disaster management, rehabilitation, poverty eradication and so on. The bank believes that any kinds of social & philanthropic activities would improve the quality of the lives of the under privileged of the country.

Social Islami Bank Limited pioneers in CSR activities in the country. The extent of its activities ranges from individual distressed people to institutional welfare. It spends a considerable sum every year for wellbeing of the community. Social Islami Bank Limited rushes to any humanitarian crisis either flood, cyclone or earthquake, fire before anyone with life-saving materials. Over the years Social Islami Bank Limited has donated a large some of amount to the Prime Minister's relief fund to help the less fortunate communities. During the cold winter Social Islami Bank Limited donated warm clothing among the distress and helpless all over the country. The vision of Social Islami Bank Limited is to create a caring society and it is tirelessly working for that. Social Islami Bank Limited also established namely SIBL Foundation Hospital and Diagnostic Centre just to help the less fortunate community. We have a range of advanced medical equipment's to serve the patients with best possible medical care. In this Covid-19 situation SIBL Foundation Hospital and Diagnostic Centre continues to provide better healthcare service to Covid-19 patients.

Social Islami Bank Limited always seeks new areas where it can serve the necessary assistance by expanding its activities through establishing Nursing College, Technical/ Vocational institute, Community hospital, Education Institute, Mosque based Moktob and many more all over the country to help the less fortunate community.

OUR INITIATIVES

Expansion of delivery channels:

Social Islami Bank has continued expansion of its delivery channels. The Bank opened 4 new branches, which at the end of 2021 stood at 172 compared to the 168 of the previous year and have a target to reach at 179 by 2022. 29 ATMs were installed in 2021 to reach 166 ATMs at the end of 2021 and have a target of 200 new to reach at 366 by 2022. In addition, the Bank opened 104 sub-branches up to 2021 and have a target to reach at 500 by 2022. We have opened 200 Agent banking outlets up to 2021 and have a target to open 500 new outlets to reach at 700 by 2022. This expansion of services was possible by increased investment and up gradation of online banking software & infrastructure. New personnel were recruited in 2022 to strengthen HR to support the business growth and expansion of network and to provide personalized services to our customers. All the branches and sub-branches are being remodelled to allow better access and shorter wait-times for customers.

Mobile Banking and Agent Banking:

SIBL NOW is an internet banking service based on mobile application to provide the most innovative IT-based services to the clients. This technology based service of Social Islami Bank Limited gives our clients the opportunity to transfer money, pay utility bills, recharge mobile balance, pay credit card bill etc. A client can execute transaction from anywhere, anytime through internet facility enabled mobile handset. We are constantly working for the up-gradation of **SIBL NOW**.

In order to reinforce our commitment to marginal people mainly those unbanked masses living mostly in rural areas, we introduced Agent Banking operation in 2015, which will be further expanded extensively in coming years using latest technology to fulfill the ever growing demand of customers in a cost-effective manner. Now, we have the longest network of Agent Banking in the country.

SIBL Call Center is another initiative to serve the client's 24/7 through the hot-line number-16491. For any kind of information regarding SIBL products and services, anyone can call to the said hot line numbers to get the information more conveniently.

SIBL Internet Banking

Social Islami Bank Limited embraced Internet Banking a long time ago and developing services around it. There are e-merchants registered with SIBL and SIBL NOW mobile app. Moreover, SIBL also provides services like BEFTN, RTGS, BACH (clearing), NPSB which are crucial in these days.

Social Islami Bank Limited introduced e-payment gateway to make Banking easier and smart. This gives a client the liberty to transact online, pay utility bills, credit card bills etc. This provides enormous opportunities to perform transaction with hundreds of affiliated platforms.

SIBL TO MFS FUND TRANSFER

This service will allow Social Islami Bank Limited account holders to transfer fund to Mobile Financial Service (MFS) Provider (currently bKash and Nagad) account using the mobile application – SIBL NOW. SIBL account holders will use the mobile app by logging-in with SIBL i-banking and perform the transfer securely.

CORPORATE GOVERNANCE

Social Islami Bank Limited has earned and maintained public trust by ensuring constant adherence to corporate governance Code. Your Bank is always try to maintain good corporate governance, which promotes long-term interests of shareholders, strengthens the Board and management accountability and helps building public trust in the Bank. Social Islami Bank Limited has separate code of conduct for its Board of Directors, Managing Director & CEO and other high Officials as per guidelines of CGC of BSEC. Bank's holistic approach to value creation is also reflected in its corporate reporting and the Bank has continued to enhance the quality and acceptability of its Integrated Annual Report. Bank's commitment towards transparent reporting was always commended by its stakeholders and different Regulatory Authorities in several times. Therefore, during the year under report, Social Islami Bank Limited closely observed all compliance issues including Shariah and ensured all regulatory compliances timely.

FUTURE OUTLOOK

We have taken the year 2022 as a challenge. We believe that our customer service with existing and new products and the support of our IT investment, branch, sub-branch, agent banking, ATM, CRM, efficient and productive management of resources, better risk management and corporate governance will bring sustainable growth with improved asset quality that will maximize value for

all the stakeholders in the coming years. Social Islami Bank Limited emphasizes on employment generation and environment friendly green banking for equitable distribution of resources over geographical territory for sustainable growth of macro economy of the country. At the same time, the bank's mission of achieving the economic wellbeing of, all through greater financial inclusion imbued with the spirit of shariah will remain the first priority for "A Committed Journey Towards Confidence".

At the end, I would like to thank you all for your relentless support, guidance, cooperation which helped us and encouraged us to remain on track during the year 2021. I would further recall and express my deep sense of gratitude on behalf of the Board to the Government, Bangladesh Bank, Bangladesh Securities and Exchange Commission, National Board of Revenue, other regulators, Shariah Supervisory Committee, external auditors, Stakeholders and Well-wishers for their sincere support, cooperation and guidance in our quest for excellence. I would also like to express my thanks to all valued clients, patrons, well-wishers, shareholders and all employees for their unending support and cooperation in the corona pandemic situation, without which the Bank would not be able to achieve the successes in 2021.

May Allah Subhanahu wa ta'ala bless us all with peace, progress and prosperity here and salvation in the hereafter.

Aameen.

Dr. Md. Mahub Ul Alam
Chairman
Board of the Directors



MESSAGE FROM THE DESK OF THE **MANAGING DIRECTOR & CEO**

Bismillahir Rahmanir Raheem

To Honorable Members of the Board of Directors, Shareholders and stakeholders.

Assalamu alaikum and very good day.

It is my pleasure to share the key performance and achievements of your esteemed Bank. I begin this message thanking our Honorable Board of Directors, Shareholders, valued customers and all of our stakeholders. I thank them for their extraordinary efforts over the past twelve months, and for everything they do to support our Bank.

SIBL has completed another year with stable growth in spite of many hurdles in global and domestic context and amid COVID pandemic. This would not have been possible at all without continued support of our dignified Board of Directors and confidence of our Honorable Shareholders, valued customers and all of our stakeholders during this extraordinary time. I would like to convey my thanks for your admirable cooperation and enthusiastic support as always.

GLOBAL ECONOMY AND CHALLENGES AHEAD

2021 was another year of economic turbulence, with uneven recovery from COVID-19 pandemic all over the world. The pandemic adversely affected the entire global economy, resulting in deep-rooted impact on business and financial sector as well as downward credit movement. Many of our colleagues were adversely affected in their personal and work lives. We deeply mourn the demise of five of our colleagues who passed way due to this Corona Virus Disease. Throughout the year, we tried to be focused on protecting the interest of shareholders, while ensuring the wellbeing of colleagues and supporting our customers, communities and the society as a whole.

According to the UN report, the global economy is projected to grow 4 percent in 2022, down from 5.5 percent last year, contracting to 3.5 percent in 2023 amid new waves of Covid-19 infections, labor market challenges, supply-chain constraints, rising inflation and ongoing conflict in Europe is further hampering the recovery. The conflict is pushing up prices of commodities including food, cotton and energy. Against the odds Asia will remain the fastest-growing region in the world and will continue to drive global growth, expected to expand by 5.7 percent.

BANGLADESH ECONOMIC PERSPECTIVE

Bangladesh has been one of the fastest growing economies in the world over the past decade, supported by a strong ready-made garments (RMG) exports and stable macroeconomic conditions. Before the outbreak of COVID-19 pandemic, Bangladesh exhibited a steady and high GDP growth. The global economy has come to a standstill due to sudden outbreak of the pandemic which also had negative impact on our economy as well. Furthermore the ongoing conflict in Europe is increasing prices of key products which we import like cotton, energy and food; thus resulting in higher import cost which is adversely affecting prices of goods in domestic market. Overall macro-economic development of Bangladesh indicates a prospective scenario. Per capita income of Bangladesh has increased by \$327 to stand at \$2,554 in FY 20-21. Despite many odds and challenges, Bangladesh economy has registered 5.47 percent growth in FY 2020-21. COVID-19 also had its severe impact on our customers, stakeholders and the communities we serve. However, the proactive and timely measures taken by government as well as Bangladesh Bank to revive the economy through debt moratoriums and concessionary Investment (loan) schemes under stimulus packages for pandemic affected individuals and businesses are much needed and extremely pivotal. To tackle the economic downturn due to Covid-19, total BDT 1,284.41 billion (4.20 percent of GDP) have been declared by Govt. under different stimulus packages. As

such, our economy is turning around in the context of tackling the adverse effect of corona virus pandemic on the world economy. Despite the stagnation in the economy caused by pandemic, food production and supply chains remained unaffected. Both export and import in Bangladesh have showed a sign of recovery after sharp decline in FY2019-2020. Bangladeshi expatriate remittance stood at USD 24.78 billion which was significantly higher (36.10 percent) than that of the previous fiscal year (2019-2020).

LOOKING FORWARD TO 2022

According to the UN's report, Bangladesh's economy is projected to grow at 5.8 percent in 2022, up from 5.5 percent in 2021, and is expected to reach 6.4 percent in 2023. World Bank projected an upward growth trend jumping from 5 percent in FY21 to 6.5 percent in the fiscal year 2021-22. The global lenders also projected that the Bangladesh economy is likely to reach as high as 6.9 percent in FY23. As per Finance Division projection, GDP is estimated to be \$455 Billion in FY 2021-22 and we are expecting to become a half-a-trillion dollar (\$510 Billion) economy by FY2022-23. Government has set target to achieve 7.2 percent growth in FY 2021-22 considering the recovery phase of corona virus pandemic.

OUR FINANCIAL PERFORMANCE AT A GLANCE

We deliver for our clients, our employees, our communities and our shareholders and, at the same time, do our part to deliver progress against society's biggest challenges. This includes our work to support the health and safety of our teammates, the many ways we help the communities we serve grow and prosper, our efforts to promote and economic opportunity and our ongoing drive towards a clean energy future. Companies that pay close attention to environmental, social and governance priorities are much less likely to fail than other companies that do not. Public companies have an important role to play to help drive that discussion. At Social Islami Bank Limited, we embrace our dual responsibility to drive both profits and purpose. And we work with organizations and leaders around the country to champion these ideals and drive meaningful progress. We need a way to measure that and in 2021 we made substantial progress on that front, too.

Our investment portfolio grew by 4.04% during the year in the environment of rising liquidity crisis in the industry. We prudently grew our portfolio with an emphasis on lending to good borrower as well as reducing concentration risk. We continued to focus on asset quality and exposure reduction in identified areas to get better returns. However, in spite of fierce competition over deposits, our Deposit portfolio also grew by 5.98%. We have been able to post a healthy profit portfolio last year. SIBL registered an operating profit of Tk. 4526.23 million in the year 2021. Import business

of the Bank stood at Tk. 93,545.80 million in 2021 while export business stood at Tk. 67,346.80 million in 2021. Total foreign remittance was Tk. 16,200.19 million in 2021. Bank's capital position also continues to be very satisfactory. Capital of the Bank in the year under report stood at Tk. 32,447.95 million which was Tk. 30,368.90 million in 2020. We ended up the year with ROA 0.42%, ROE 8.91% and EPS of Tk. 1.69 that signifies SIBL's consistent performance and commitment to the stakeholders. We have shifted our attention to commission and fee-based incomes. Our comprehensive effort and hard work made our asset quality better.

2022: A NEW YEAR, NEW CHALLENGE

I have joined Social Islami Bank Limited as MD & CEO on 21 December 2021. And I would like to reiterate that whatever success the Bank has achieved so far, credit behind that achievement goes to the previous management authorities of our beloved Bank. I am grateful to them and consider myself privileged to take charge of the Bank at this point of time. I feel really privileged that SIBL has a dignified Board of Directors with remarkable strength and specialization in various fields and it's an honor to work under the guidance of the Board.

From the very first day of my joining SIBL as MD & CEO, a good number of steps have been taken keeping in mind the target given by Board of Directors of the Bank for the year 2022, such as:

Employee motivation:

- To enhance motivation amongst all employees, we have arranged region-wise Town Hall meeting in Chattogram, Cumilla, Khulna, Rajshahi and Sylhet, with a plan to conduct another in Dhaka.
- Small sessions were held during visitation of 17 Branches to exchange views, motivate each and every employee and listen to their needs/ feedback.
- Total 05 (five) Shariah awareness programs have been conducted so far, covering all employees of the Bank. This will definitely enrich the motivation of all our employees to continue Banking operations in a fully shariah-compliant manner.
- Employees, or in other words, Human Resources, are the prime asset of any organization. And this year the remuneration package of our employees have been updated with a view to adjust the same with inflation prevailing in the market.
- Recruitment circular was published for the post of DMD/ CFO/ Head of HRD/ Head of ICCD/ CITO/ Regional Head/ Branch Manager/ Operation Manager/ Desk officials of Investment & Foreign Exchange/ Social Officer for SIBL Microfinance Program/ Sales

Executive for Card Department. A huge number of Applications were received, which clearly shows the confidence people have on our Bank.

Process made smoother:

- Organogram of the Bank has been rearranged creating 05 (five) Wings.
- Earlier we had only one Regional Office. Recently our entire network has been divided into four Zonal Offices, to ensure smoother processing of files.
- After a long time, Discretionary power has been revised, with a plan to make the business, financial and administrative process smoother.

New Products launched:

- Within a very short span of time, three new Deposit Scheme products have been launched. These products are quite useful for any individual and family and customers may avail Investment Facility twice the amount deposited.
- We have also launched two very unique Investment Products, namely SIBL ছাদ-কৃষি and SIBL Islamic Auto Finance (Second-hand Car).
- In collaboration with Western Union, we have proudly launched the service of Outward Remittance Service. This represents a milestone in Bangladesh as the first-ever outward international money transfer, for remittance of Medical, Education and Family expenses. This service will definitely enable the residents and foreigners to create a borderless world through easy global money movement. Earlier it was not that easy to send money abroad from our country. With this service launched, the entire Remittance scenario will be more transparent and unfair means of outward Remittance will be minimized.

Financial Inclusion:

- Major urban part of the country has been covered under the umbrella of Banking service. As such we have given the highest importance to extend Banking service to the remote population of country. And as a consequence of the continued endeavor, total 39 Agent Banking Outlets have been inaugurated so far in 2022.
- In order to cater the best service to our customers, country-wide network of Branches is much needed. At present Social Islami Bank has 172 Branches; but this is enough to cover the entire country. Hence we are giving the highest priority on opening Branches and Sub-Branches. This year we have also opened 09 Sub-Branches so far and a good number of Branches & Sub-Branches are going to be opened.

SHARIAH COMPLIANCE

Our goal is to provide Banking service to customers in compliance with Islamic Shariah. Our Shariah Supervisory Committee is our strength as they provide assistance to us to implement shariah-based banking operation in all aspects. Recently we have conducted Shariah awareness programs covering all employees of the Bank. Within a very short period of time, Shariah Manual of our Bank will be finalized.

AWARDS AND RECOGNITION

Our Bank received Bangladesh Innovation Award-2022 in the category of "Best Innovation- Finance Innovation in Banks" by Bangladesh Innovation Enclave. I received the award from Mr. Salman F. Rahman, MP, Private Industry and Investment Adviser to the honorable Prime Minister of Bangladesh.

MISSION AND VISION

Our mission is to make SIBL the leading Shariah-based Islamic Bank in Bangladesh. Keeping this mind, we are going forward step-by-step according to our short-term target, mid-term plan and long-term goal.

THANKS AND GRATITUDE

On behalf of the Management, I would like to express my whole-hearted gratitude to Ministry of Finance, National Board of Revenue (NBR), Bangladesh Bank, BSEC, DSE & CSE and other regulators for providing their valuable guidance and continuous support. We are also grateful to the Honorable Board, Executive Committee, Audit Committee, Risk Management Committee and Shariah Supervisory Committee for their visionary role and continuous encouragement. We are thankful to our shareholders, valued clients, business partners and well-wishers from home and abroad for their strong confidence and continued support. I am also thankful to my colleagues for their dedication towards the Bank.

We pray to Allah to give us courage and strength to overcome the challenges as well as to make the status of SIBL elevate further in the years to come.

May the blessings of Allah shower upon you.

Ma-assalam



Zafar Alam
Managing Director & CEO



Directors' Report



Dear Respected Shareholders,

The Board of Directors of Social Islami Bank Limited is pleased to welcome you all to the 27th Annual General Meeting of the bank. It is our privilege to present before you the Directors' Report along with the audited financial statements as on 31st December 2021. It is worthwhile to place before you the financial position of the bank on the backdrop of global economic scenario- the changes that taken place around the world and how Bangladesh experienced the same and various functional and administrative aspects during the year 2021 including Bangladesh economy.

WORLD ECONOMY

The global economy has been entered in 2022, the third year of the COVID-19 crisis, in a weaker position than anticipated. Global economic prospects have worsened significantly since The International Monetary Fund's last World Economic Outlook forecast in January 2022. News of the Omicron variant led to increased mobility restrictions and financial market volatility at the end of 2021. The slowdown in global growth from 2021 to 2022 could be sharper if the fast spread of Omicron overwhelms health systems and prompts a re-imposition of strict pandemic control measures in major economies. Supply interruptions have continued to weigh on activity. Meanwhile, inflation has been higher and more broad-based than anticipated, particularly in the United States. However, IMF had projected the global recovery to strengthen from the second quarter of this year after a short-lived impact of the Omicron variant but the outlook has deteriorated, largely because of the war between Russia and Ukraine—causing a tragic humanitarian crisis in Eastern Europe—and the sanctions aimed at pressuring Russia to draw an end of the war.

This war crisis unfolds while the global economy was on a mending path but had not yet fully recovered from the COVID-19 pandemic, with a significant divergence between the economic recoveries of advanced economies and emerging market and developing ones. In contrast to advanced economies, most emerging market and developing economies (EMDEs) are expected to suffer substantial scarring to output from the pandemic, with growth trajectories not strong enough to return investment or output to pre-pandemic trends over the forecast horizon of 2022-23. In addition to the war, frequent and wider-ranging lockdowns in China—including in key manufacturing hubs—have also slowed activity there and could cause new bottlenecks in global supply chains. Higher, broader, and more persistent price pressures also led to a tightening of monetary policy in many countries. Overall risks to economic prospects have risen sharply and policy trade-offs have become ever more challenging.

Beyond the immediate humanitarian impacts, the war will severely set back the global recovery, slowing growth and increasing inflation even further. Global growth is projected to slow from an estimated 6.1 percent in 2021 to 3.6 percent in 2022 and 2023. This is 0.8 and 0.2 percentage points lower for 2022 and 2023 than the projection made in the January 2022 by IMF in World Economic Outlook. Beyond 2023, global growth is forecast to decline to about 3.3 percent over the medium term.

After surprising to the upside in 2021, global inflation is expected to remain elevated for longer than in the previous forecast made by IMF, driven by war-induced commodity price increases and broadening price pressures have pushed up headline inflation across many countries. More than half of inflation-targeting EMDEs experienced above-target inflation in 2021, prompting central banks to increase policy rates. Consensus forecasts anticipate median global inflation to remain elevated in 2022. For 2022, inflation is projected at 5.7 percent in advanced economies and 8.7 percent in emerging market and developing economies—1.8 and 2.8 percentage points higher than initially projected in January 2022 by IMF.

According to WORLD ECONOMIC SITUATION AND PROSPECTS 2022 the recovery of GDP per capita across developed and developing countries is uneven which widening Inequality between countries. In 2022, the per capita output of developing countries and economies in transition is projected to be more than 2 per cent below the level expected prior to the pandemic. The GDP per capita gap between what they will achieve and what they could have achieved without the pandemic will persist well into 2023. On the other hand, the GDP per capita of the developed economies is projected to almost fully recover by 2023 relative to pre-pandemic projections. The uneven pace of recovery between developed and developing countries will widen income inequality across countries and make it all but impossible to reduce global inequality by 2030, as targeted in the global Sustainable Development Goals.

Overview of the World Economic Outlook Projections

In Percent

Particulars	2021	2022p	2023p
World Output	6.1	3.6	3.6
Advanced Economies	5.2	3.3	2.4
USA	5.7	3.7	2.3
Euro Area	5.3	2.8	2.3
Other Advanced Economies	5.0	3.1	3.0
Emerging Market and Developing Economies	6.8	3.8	4.4
China	8.1	4.4	5.1
India	8.9	8.2	6.9
Emerging and Developing Europe	6.7	-2.9	1.3
Russia	4.7	-8.5	-2.3
Latin America and the Caribbean	6.8	2.5	2.5
Middle East and Central Asia	5.7	4.6	3.7
Sub-Saharan Africa	4.5	3.8	4.0

Source: IMF World Economic Outlook Update (April 2022)

Global Islamic finance industry

The global economy bounced back strongly from the pandemic-driven slowdown last year despite the emergence of new Covid-19 variants and the growth momentum has continued in 2022. Oil prices that surged 67 per cent in 2021 on the back of robust demand for crude, have risen sharply this year due to the war between Russia and Ukraine. Prices have rallied about 30 per cent since the start of the year.

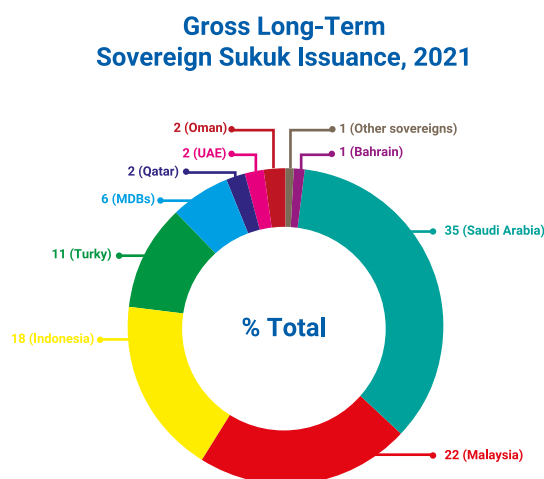
The Islamic finance industry has been on a growth path in recent years and is set to continue growing in 2022 as the accelerating economic recovery, particularly in the Gulf Cooperation Council (GCC) region, brightens the outlook for credit growth despite challenges from a rise in interest rates and decline in sukuk issuance amid higher oil prices. Islamic financing expanded at an average compound rate

of 10.5 per cent in 2020 and 2021, while conventional loan growth expanded at 3.4 per cent during the same period.

Islamic banks' asset growth globally may continue to outperform their conventional peers this year. Strong fundamentals are expected to drive expansion of assets under management for the Islamic funds industry.

Sukuk issuance dropped in 2021 after five consecutive years of growth. Higher oil prices, lower COVID-related spending and accelerated economic activity in sukuk-issuing countries contributed to a drop in issuance after a record year in 2020. It declined 12 per cent to \$181 billion. As per Moody's research the largest decline in the supply of sukuk came from the GCC sovereigns, mainly Saudi Arabia, where issuance contracted by 28 per cent year-on-year in 2021. The combined fiscal balance of major GCC sukuk issuers shifted to an \$18bn surplus in 2021 from a deficit of \$112bn in 2020. Sukuk issuance could drop further by \$73bn in 2022 and \$75bn in 2023 as economies improve.

Sovereign sukuk issuance was dominated by Saudi Arabia, Malaysia and Indonesia, which together accounted for 77 per cent of outstanding sovereign sukuk by the end of 2021.

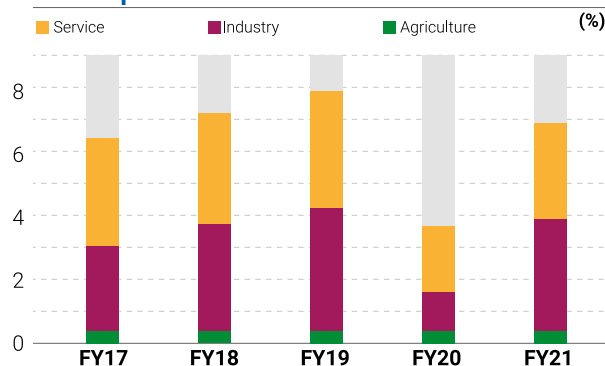


BANGLADESH ECONOMY

National Economic upsurge

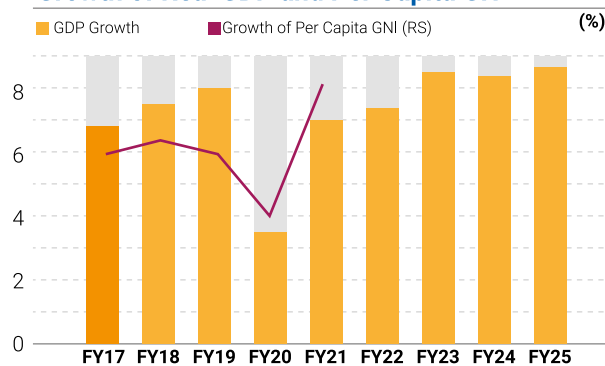
Despite a moderation and uneven global economic growth outlook, Bangladesh economy maintained a broad-based growth momentum with 6.94 percent real GDP growth in FY21. Development in business confidence, well-coordinated monetary and fiscal policy supports keep the economy of Bangladesh more resilience during the economic fallout from the COVID-19 pandemic. Moreover, effective COVID-19 containment measures and consequent declining infection rate, enactment of mass vaccination across the country, and efficient management of supply chain during the pandemic by the government further accelerate this recovery, despite the outbreak of the Omicron variant of COVID-19, reflected in a surge in import and export demand, a peak up in private credit demand, and a strong growth of large and medium scale manufacturing output.

Decomposition of Gross Value Assition Growth



Source: Bangladesh Bureau of Statistics (BBS)

Growth of Real GDP and Per Capita GNI



Source: Bangladesh Bureau of Statistics (BBS)

Agriculture, Industry and Service Sectors

This achievement has derived mainly from the vigorous growth of the industry sector grew by 10.29 percent in FY21, whereas agriculture and service-related sectors kept a constant growth momentum, aided by supportive monetary and fiscal policies and improved business confidence. The main driver of the industry sector was growth of manufacturing activities rebounded to 11.59 percent in FY21 compared to 1.68 percent growth in FY20. Owing to easy credit and different refinancing facilities of the government, credit to agriculture sector grew by 13.16 percent (y-o-y) in Q2FY22. Within service sector, the major drivers of growth were wholesale and retail trade, transportation and storage, accommodation and food services which grew by 7.64 percent, 4.04 percent, and 4.53 percent respectively in FY21.

Looking Ahead

Considering on the strong rebounding trend of the major sectors of Bangladesh economy due to the implementation of policy initiatives such as stimulus packages, low cost refinance schemes, and policy relaxations, among others, the government of Bangladesh has set real GDP growth target for FY22 @7.2 percent. The momentum of the growth performance that became evident in the first half of FY22 is expected to gain further traction in the remaining periods hinging upon strong export growth, supported by returning readymade garment demand from abroad, and a rebound in domestic demand, supported by growing private consumption and rising services activity. Although, large and medium scale industries performed well with government policy supports and stimulus packages, the BB in coordination with government would continue appropriate supports to CMSME sectors to increase employment and production for facilitating the economy to full recovery.

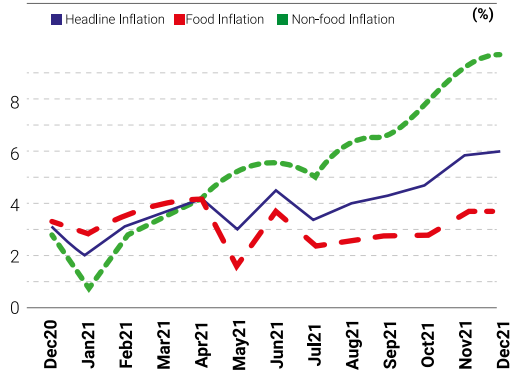
Savings and Investment

Investment expanded in FY21 from the last year, however, total investment as percentage of GDP slightly decreased to 31.02 percent in FY21. Over the same period, the ratios of public investment to GDP stood at 7.32 percent registering a 3 basis points increase and private investment to GDP decreased to 23.70 percent from 24.02 percent. Moreover, gross national savings as percentage of GDP decreased to 30.79 percent in FY21 from 31.42 percent in FY20. However, domestic savings as percentage of GDP decreased by 174 basis points to 25.34 percent during the same period. Gross domestic savings and investment at current market price grew by 4.21 percent and 10.32 percent respectively resulting in an increase of domestic savings- investment gap as percentage of GDP to -5.68 percent in FY21 from -4.23 percent in FY20.

Price Developments

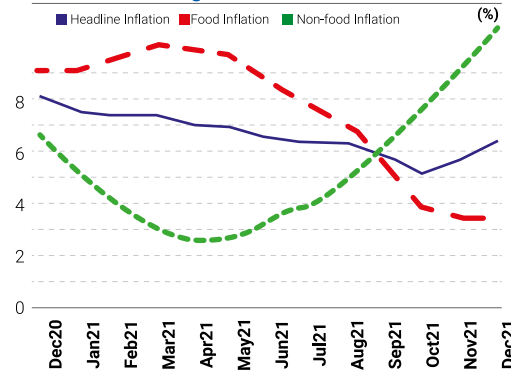
During a recent upturn in global commodity prices, headline CPI inflation (p-t-p) in Bangladesh framed up to 6.05 percent in December 2021 from 5.59 percent in September 2021, driven by food and non-food components. The increase of current inflation reflects mainly the pass-through of elevated global commodity prices, the knock-on effect of an upward adjustment of fuel (diesel) price in domestic market, and strengthening domestic demand emerging from the recovery of economic activities. Similarly, twelve-month average CPI inflation crept up to 5.55 percent in December 2021, remaining slightly higher than the target of 5.30 percent for FY22.

Point-to-Point CPI Inflation



Source: Bangladesh Bureau of Statistics (BBS)

12 Month Average CPI Inflation



Source: Bangladesh Bureau of Statistics (BBS)

The faster recovery in the international commodity and energy prices indicated inflationary pressures from external sources. The lagged pass-through to broader inflation from higher food and oil prices for import items might exert further upward pressure on domestic inflation. Additional risks might evolve from the external sector as domestic currency is depreciating rapidly. Moreover, the recent uptick in the asset price index, especially the stock price index and real estate price index may further exacerbate the upside-risk of inflation. However, Bangladesh Bank will remain cautious regarding inflation developments and will ensure prudent monetary management to contain the price stability.

Development of Policy Rates and Rate of Return

The central bank of the country has been continuing low policy rates in response to the pandemic for safeguarding sufficient liquidity in the banking system and easy access to finance aimed at economy's broad-based recovery and standardization. Therefore, so far, cash reserve ratio (CRR) and bank rates remained unchanged at 4.00 percent and repo and reverse repo rates remained at 4.75 percent and 4.00 percent, respectively since July 2020. On the other hand, both interest rate in the call money market and interbank repo rate showed increasing trend in H1FY22 on the back of liquidity mop-up measures of BB as well as downward movements of the growth of total deposits in the banking system during this period, although both the rates moderated somewhat in December 2021.

The weighted average lending rate of commercial banks was 7.18 percent at the end of December 2021, decreased to 7.11 percent at end of March 2022. On the other hand,

the weighted average deposit rate was 3.99 percent at the end of December 2021 which slightly increased to 4.01 percent at the end of March-2022. In the beginning of the year 2022 the interest rate spread was 3.12 percent which decreased a little and stood at 3.10 percent at the end of March 2022.

Fiscal Sector

Considering the pace of both revenue collection and government expenditure, fiscal sector was favorable in Q2FY22 compared to that in Q2FY21. In H1FY22, the total revenue, expenditure and deficit financing, as percent of GDP, stood at 4.4, 5.9 and 1.6 respectively.

The overall revenue collection witnessed substantial improvement in Q2FY22 grew by 16.8 percent to BDT 790.8 billion due to higher revenue earnings by National Board of Revenue (NBR) led up by 17.2 percent growth in VAT, 23.4 percent in customs duties and 17.3 percent in income tax collection. The government budget spending also significantly increased by 19.3 percent from BDT 886.62 billion in Q2FY21 led by higher ADP expenditure and current expenditure.

The fiscal deficit extended during the quarter as expenditure grew quicker than revenue collection. Hence fiscal deficit reached BDT 266.8 billion in Q2FY22, 27.3 percent higher than BDT 209.6 billion in Q2FY21 but slightly lower than the first quarter of FY22. The overall deficit financing was covered mainly by foreign sources (60.4 percent) with domestic sources covering the rest (39.6 percent). The foreign financing stood at BDT 161.2 billion, increased by 49.5 percent over the same quarter of the preceding year.

Development of External Sector

Balance of Payments (BOP)

The country experienced a varied outcome in external sector during 2021 as having an uptrend in export earnings, a faster pace of imports payment and a falling trend in remittance inflows. Current account (CA) recorded a deficit of USD 8.2 billion during 2021 due to negative remittance growth of 21.0 percent and widening trade deficit derived from faster import growth than export.

Export

In H1FY22, the export earnings grew by 28.41 percent to USD 24.7 billion from USD 19.2 billion in the same period of previous FY21 which was exceed the target of 16 percent for H1FY22. Due to acceleration of Vaccination program across the world, domestic exports demand grew by marginally. RMG, Woven garments and knitwear products grew significantly that attributed to strong demand in the European countries followed by the USA.

Import

Domestic Import demand gained momentum during H1FY22 underpinned by the reopening and revitalization of economic activities as extension of vaccination coverage continued. The import-payments increased significantly by around 54.5 percent to USD 39.0 billion during July-December of FY22 compared to USD 25.2 billion in the same period of FY21 geared by payments of intermediate goods including raw cotton, yarn, and textile. Hence, the current import scenario reflected a strong domestic demand which is also evident by higher private credit growth.

Remittance

Remittance inflows registered a declining trend during the last half of the year in 2021. Remittance inflows declined by 20.9 percent to USD 10.2 billion in H1FY22 from USD 12.9 billion in H1FY21 partly reflecting diversion of people's tendency to informal remittance channels after re-opening from the lockdowns. As a result of the second wave of the COVID-19 pandemic, many Bangladeshi migrants lost their jobs; some left their business, while many of them returned home and were unemployed. After gradual relaxations of global movement restrictions, number of migrant workers started to increase since July 2021. Recently, government raise cash incentives to remitters from 2 percent to 2.5 percent in the view of encouraging transfer money from abroad through banking channel.

Exchange Rate Movement

The exchange rate of Bangladeshi Taka against US dollar depreciated by 1.18 percent (y-o-y) at the end of Dec-2021 because of higher import payments together with a falling remittance inflow. However, Bangladesh Bank (BB) continued its intervention in the foreign exchange market with a net sale of USD 1.53 billion during the current quarter to reduce depreciation pressure on Bangladeshi Taka against US dollar. The foreign exchange reserve reached to USD 46.2 billion at the end of December 2022 which was sufficient to maintain the prospective import payments of 5.4 months.

BB's Recent Policy Initiatives for External Sector Developments

Raise Cash incentives: the government raised existing cash incentive on wage remittance to 2.5 percent from 2.0 percent encouraging remittance inflows through banking channel. Producer-exporter will be given 4.0 percent incentives on net FOB price in case of exporting own garden produced tea, own factory produced bi-cycle and its parts, own factory produced MS Steel Products, own factory produced cement sheets.

Inward remittances on account of refund against import payment: Refund against non receipt/short receipt of goods from supplier as per LC/Contract/IMP may be settled by inward remittances from the legitimate sources irrespective of supplier through banking channel subject to observation of several instructions.

Remittance on account of bonus by foreign nationals working in Bangladesh: Foreign nationals can remit up to 75.0 percent of their bonus after deduction of applicable taxes and payment thereof at one-go without spreading over the subsequent 12 months. Liberalization of family remittance facility for foreign nationals working in Bangladesh: Foreign nationals who are resident in Bangladesh and have income in Bangladesh are permitted for monthly remittances up to 75 percent of their net income. They are also allowed to transfer abroad their genuine savings out of salaries/benefits at the time of leaving Bangladesh permanently after expiry of period of service.

Outward remittances on account of IT expenses through digital wallet: ADS may release IT expenses within the limit of USD 500 on behalf of individual developers/free lancers through their notional accounts (digital wallet) maintained with Online Payment Gateway Service Providers (OPGSPs) in accordance with FE Circular.

Outward remittances on account of shipment tracking charges: Authorized Dealers (ADS) may remit their own subscriptions to international financial news/transactions service providers. Circular also permits ADs to remit their charges payable to foreign banks. In the context of international trade, ADs support importers and exporters to execute the transactions for which they need to avail shipment tracking services from global service providers to be satisfied with the underlying transactions.

Outward remittance for payment of subscription fees for local distribution of satellite: To facilitate the payment of receiving satellite channels through newly evolved DTH (Direct to Home) technology, it has now been decided that Bangladesh Bank will also consider applications from ADs on behalf of their customers for remitting subscription fees abroad.

Reporting of Shipping Information in Online Export Monitoring System (OEMS) and Online Import Monitoring System (OIMS): Bangladesh Bank introduced Online Foreign Exchange Transaction Monitoring and Management System (FX Dashboard) including two separate modules, namely Online Export Monitoring System (OEMS) and Online Import Monitoring System (OIMS) for proper management and monitoring of export and import related information and transaction. Both Systems have been integrated with the ASYCUDA World System of Bangladesh Customs over time and relevant data exchange automatically.

Development of Financial Market

During the second half 2021, overall domestic financial markets remained vibrant and resilient amidst the second wave of the COVID-19 pandemic, reflected in easy liquidity and movements in the rates of money, foreign exchange, securities market. Bangladesh Bank set an easy monetary conditions that helped to maintain financial stability for a balanced financial market. During the year under review, BB's various initiatives such as easy liquidity access to the banking system, maintaining balanced and competitive foreign exchange rates, watchful monitoring, and careful supervision helped to preserve financial markets' harmony in the financial market of Bangladesh.

Money Market

Bangladesh Bank took necessary initiatives to keep the money market of Bangladesh stable in H1FY22. The BB continuously used the monetary and government debt management tools in H1FY22 to maintain adequate liquidity for supporting the money market. During H1FY22, the repo and reverse repo rate remained unchanged and the weighted average call money rate witnessed an upward trend compared to the same period of previous fiscal year.

At the same time, Bangladesh bank mopping up excess liquidity from the money market through using BB bills and treasury bills for maintaining price stability and optimum liquidity. The BB has taken various policy measures for sustaining private sector credit growth and maintaining sufficient liquidity, following easier monetary policy rates during H1FY22 to overcome the adverse impact of the pandemic.

Governments Securities Market

The central bank manage the government budget deficit financing and control liquidity in the money market through using Treasury bills and Treasury bonds, the key instruments of the government securities Market of Bangladesh. The government demand for domestic bank borrowing rose caused an upward movement of the weighted average yield of government treasury bonds H1FY22. However, the government Treasury bond market experienced decreasing trend for weighted average yields, the number of auction bids and outstanding bonds in FY21 compared to that of FY20. Moreover, the BB slowed liquidity sterilization effort in FY21 through the long-term instruments considering the pandemic recovery situation.

Foreign Exchange Market

Managing foreign exchange market efficiently is the key to keep inflation in an acceptable range along with a desired level of economic growth for a country. The central bank has been taking various steps to strengthen its close monitoring of the daily activities of the financial institutions and adopt necessary measures for creating and sustaining the momentum in the country's foreign exchange market. The Exchange rate of Bangladeshi Taka started to depreciate from August 2021 and stood at BDT 86.45 at the end of April 2022. The lower inflow of remittances and higher import payments created pressure on the foreign reserve which led to the depreciation of Bangladeshi Taka. To stabilize the foreign exchange market, Bangladesh Bank intervened in the foreign exchange market with a total sale of USD 2483.00 million during H1FY22.

Capital Market Developments

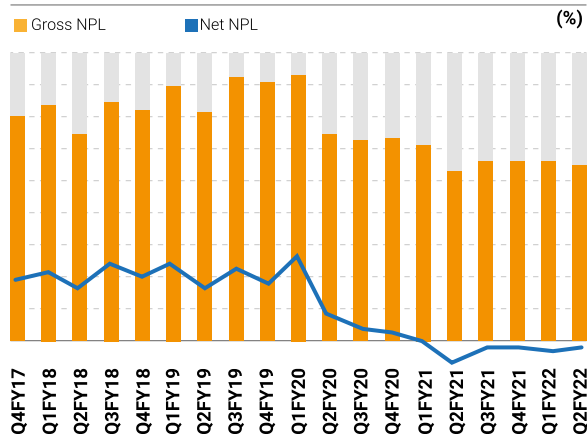
The capital market in Bangladesh comprising two stock exchanges (Dhaka Stock Exchange and Chittagong Stock Exchange), 66 merchant banks (including 25 scheduled banks), and 37 mutual funds is regulated and supervised by the Bangladesh Securities and Exchanges Commission (BSEC). Market capitalization stood at Taka 5.422 trillion or 15.7 percent of GDP as of end December 2021. Issued capital stood at Taka 1.463 trillion at the end of December 2021. The issued capital and market capitalization in the main stock market (DSE) are on rapid rise from FY20 due to easy monetary conditions and the policy supports from associated regulatory bodies.

In 2021, 14 companies, four perpetual bonds, one Green Sukuk bond raised capital through initial public offerings (IPOs) against 8 companies in 2020. Total funds of BDT 21.83 billion raised through IPO in 2021 against BDT 8.49 billion in 2020.

THE PERFORMANCE OF THE BANKING SECTOR OF BANGLADESH

The overall banking sector showed a mixed performances in Q2FY22 as reflected by a fall in the ratio of non-performing loans (NPLs) to total loans, a moderation in capital to risk-weighted asset ratio (CRAR), an increasing trend in the growth of bank's advances, a widening in provision shortfall, an advancement in profitability, and a continuity in liquidity in the banking industry. The ratio of gross NPLs to total loans moderated in Q2FY22 from Q1FY22, mostly driven by both the State-owned Commercial Banks (SCBs) and Private Commercial Banks (PCBs). But year on year comparison the ratio of gross NPLs to total loans inched up in 2021 compared with 2020.

Ratio of Gross NPLs and Net NPLs to Total Loans



The overall capitalization of the banking system remained broadly stable in Q2FY22 as per Basel norm although the capital to risk-weighted assets ratio (CRAR) edged down to 11.08 percent at the end of Q2FY22 from that of 11.22 percent at the end of Q1FY22 and 11.64 percent at the end of Q2FY21, mostly driven by the weaker asset quality of the SCBs.

Profitability of the banking sector improved in 2021 compared to 2020 as reflected by a rise in net profit and return on equity (RoE). Net Profit in the banking industry increased from BDT 52.79 billion in 2020 to BDT 57.78 billion in 2021. Return on equity modestly increased to 4.44 percent in 2021 from 4.28 percent in 2020, although return on asset (RoA) remained unchanged at 0.25 percent. Moreover, RoA and RoE of SCBs increased to -0.68 percent and -21.61 percent in 2021 from -1.07 percent and -29.57 percent in 2020 respectively. However, PCBs experienced

a deterioration as both RoA and RoE moderated to 0.62 percent and 9.34 percent in 2021 from 0.70 percent and 10.22 percent in 2020 respectively.

The surplus liquidity in the banking sector modestly moderated to BDT 2167 billion at the end of Q2FY22 from that of BDT 2196 billion at the end of Q1FY22, reflecting rising demand for loans as the economy returns to normalcy. The excess liquidity- the excess of CRR and SLR as a percent of total demand and time liabilities (TDTL) - declined to 13.8 percent at the end of Q2FY22 from that of 14.4 percent at the end of Q1FY22, however remained adequate.

OVERVIEW OF ISLAMIC BANKING SECTOR IN BANGLADESH

Islamic Banking sector has significant contributions towards the growth and economic development of Bangladesh. The sector seems progressively attractive and profitable to conventional banks for their lower Statutory Liquidity Ratio (SLR) and higher Loan-Deposit Ratio (LDR). It is evident that, the sector has experienced phenomenal growth and expansion in the country as the deposits and investments both grew over the time.

At present, 10 full-fledged Islamic banks have been operating with 1671 branches out of total 10937 branches of the whole banking sector. In addition, 41 Islamic banking branches of 9 conventional commercial banks and 368 Islamic banking windows of 13 conventional commercial banks are also providing Islamic financial services in Bangladesh. **Total employment** in the Islamic banking sector stood at 45260 at the end of December 2021 which was 44453 at the end of September 2021 and 38784 at the end of December 2020.

Total deposits in Islamic banking sector reached at BDT 3931.11 billion at the end of December 2021 with an increase of BDT 661.88 billion or 20.25% as compared to December 2020. Among the total deposits, demand deposit was BDT 518.89 billion and time deposit was BDT 3412.22 billion. The share of total deposits of Islamic banks accounted for 27.89% among whole banking sector at the end of December 2021.

Total Investment of Islamic banking sector stood at BDT 3534.48 billion at the end of December 2021 which went up by BDT 593.54 billion or 20.18% as compared to the end of the year-2020. The share of total investment of Islamic banks accounted for 27.88% among total banking sectors loans & advances.

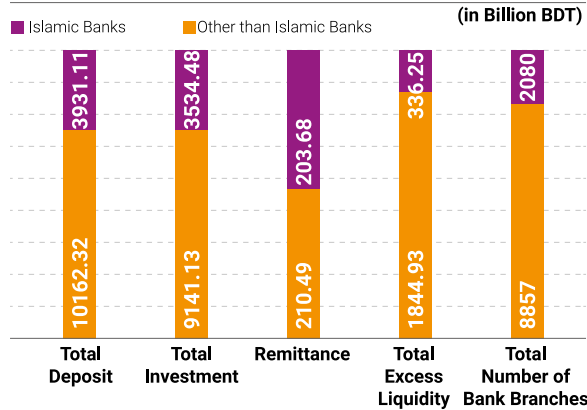
Total remittances mobilized by the Islamic banking sector stood at BDT 203.68 billion during October-December

2021, which was higher by BDT 5.76 billion or by 2.91% and lower by BDT 10.42 billion or 4.86% than that of July-September 2021 and October-December 2020 respectively.

The Market Share of Islamic Banks in Bangladesh

The market share of Islamic banks in the total banking sector stood at 27.89 percent in terms of deposits and 27.88 percent in terms of investments at the end of December, 2021.

Share Of Islamic Banks and Other than Islamic Banks



CORPORATE SOCIAL RESPONSIBILITY OF ISLAMIC BANKING SECTOR

Islamic banks undertake and implement various types of social programs under Corporate Social Responsibility (CSR) activities. Expenditure on CSR activities during October-December 2021 has been recorded at BDT 1.28 billion which was BDT 1.45 billion in July-September 2021 and same in October-December 2020. Sources of funds of Islamic banks available for CSR activities include Zakat, compensation charges (penal charges from defaulting investment clients), and Shariah-permitted other sources of earnings.

Sovereign Investment Sukuk

Bangladesh Bank on behalf of the Government has issued maiden sovereign investment sukuk on December 28, 2020 to raise BDT 80.00 billion for the implementation of a safe water supply project across the nation. The overall cost of the project is estimated at BDT 88.51 billion of which BDT 8.51 billion will be provided by the Government according to the prospectus. The Ministry of Finance and Bangladesh Bank will act as the originator and a special purpose vehicle (SPV) respectively. In first phase, the Government collected BDT 40.00 billion for the projects through the auction held on December 28, 2020. Investors submitted bids worth BDT 151.53 billion during the auction. The issue has been oversubscribed about four times. The second auction was held in June 9, 2021 to raise remaining amount of fund

worth BDT 40.00 billion which was also oversubscribed above by 8 times. The third auction was held in December 29, 2021 to raise BDT 50.00 billion for the implementation of government primary school project. It was oversubscribed over 5 times. The huge oversubscription indicates vivid prospect of sukuk market in Bangladesh.

The sukuk holders would receive a profit of 4.69 percent on their aggregate investment. Profits will be paid to investors on a half-yearly basis. An investor will have to invest a minimum of BDT 10,000 in this security and there is no upper limit. Banks, corporate institutions and individuals will be permitted to invest. The sukuk will mature in five years.

Bangladesh Government Islamic Investment Bond (BGIIB)

Bangladesh Government Islamic Investment Bond (BGIIB) introduced in 2004. It was the only approved Shariah compliant security other than the newly issued sukuk to maintain the SLR by the Islamic banks. However, the limitation of the BGIIIB is that Government cannot borrow from BGIIIB fund due to absence of Shariah compliant projects. Given this, only Islamic banks can borrow from this fund in case of liquidity shortage which is mobilized through selling of the BGIIIB securities based on mudarabah principle. Islamic banks avail this fund at a provisional rate of profit based on its Mudarabah short notice deposit accounts which are adjusted after finalization of accounts and rate of profit of the concerned Islamic banks.

AN OVERVIEW OF THE BANK

Founded in 1995, Social Islami Bank Ltd is the country's leading value-added financial institution based on Shariah' Principles. SIBL comprises of SIBL Securities Ltd, SIBL Investment Ltd, SIBL Foundation Hospital. Working closely with our valued clients and stakeholders to provide them one-stop services, access to the very latest products using technology. Our unrivaled customer services has made us unparalleled in the industry. We build a long term business partnerships with our client helping them grow profitable.

We are always ready to serve you with 3192 employees in 172 branches and 113 sub branches across the country. It has also 249 Agent Banking outlets to cater financial services to the remotest parts of the Land.

The strong conviction to create a caring society is the cornerstone of SIBL's all activities. We feel a strong affinity to the emotions of people. We believe that only banking activities can't usher our society to a just and equitable stage. Thus we are extensively engaged in CSR activities on humanitarian grounds. We work in the fields such as from poverty eradication to family empowerment. Unlike

others, the Bank's criteria for success are not only the key objective to make profit but also landmarks to become the country's most humanitarian and complete Bank.

Financial performance of SIBL

During 2021 Bangladesh economy including banking industry went through a tough situation due to increased risk of the spread of the Omicron COVID-19 variant. The overall banking sector of the country showed a mixed performances in different aspects. Under the sluggish growth in banking industry SIBL has been able to keep positive growth in some important balance sheet components.

A summary of operating result of the Bank is shown below:

(Taka in Million)

Particulars	2021	2020
Income on Investment	23,960.78	27,036.27
Profit paid to the Depositors	16,146.37	19,484.79
Net Investment Income	7,814.41	7,551.48
Commission, Exchange, Shares & Securities and Other Income	2,932.42	2,814.60
Total Operating Income	10,746.83	10,366.08
Operating Expenses	6,220.60	6,022.87
Profit before Provision	4,526.23	4,343.21
Provision against Investment & Others	1,651.86	1,302.56
Profit before Tax	2,874.37	3,040.65

Net Investment Income and total operating income were increased by 3.48% and 3.67% respectively. Total Operating Income of the Bank as on 31st December 2021 stood at Tk. 10,746.83 million against Tk. 10,366.08 million of the preceding year. The Bank made an operating profit of Tk. 4526.23 million in 2021 against Tk. 4,343.21 million of 2020. However, Profit before tax was reduced by 5.47% due to increased requirement of Provision against Investment & Others.

Profitability Ratio

Return on Assets of the bank remain unchanged at 0.42% higher than the industry average 0.25%. Return on Equity increased slightly reached at 8.91% compared to previous year 8.78% due to a trivial rise in Net Profit After Tax. The bank successfully keep its RoA and RoE ahead than Industry average of RoA and RoE which was accounted 0.25% and 4.44% respectively for the year 2021.

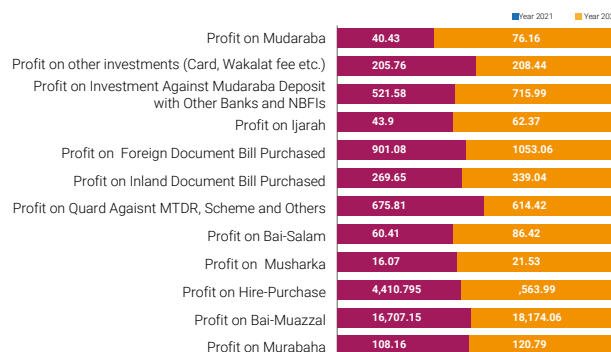
Particulars	2021	2020
Net Investment Income Margin (NIIM)	2.26%	2.43%
Return on Assets (ROA)	0.42%	0.42%
Return on Equity (ROE)	8.91%	8.78%
Earnings per Share (Restated)	Tk. 1.69	Tk. 1.57

A slight reduction in Net Investment Income Margin of the bank has been noted although Net investment income raised by 3.48% compared to previous year. To bring the banking operation in streamline, management paying extra attention in recovery of bad assets through enhancing monitoring activities. Different action plan has been taken for this purpose by the management to protect banks assets / investment from any future deflect.

Income from Different mode of investment

The bank has registered an investment income of Taka 23,960.78 million under different mode of investment accounts in the end of the year 2021 as against Taka 27,036.27 million in 2020. The rate of return on Investment has been capped at 9% causing a slight decrease in Investment Income. A comparative position on income received from different mode of investment in the year 2021 and 2020 is given below-

Income From Different Mode of Investment



Income from Investment in Shares & Securities

SIBL had an Investment outstanding of Taka 29,157.53 million in Bond, Government security, Quoted & Unquoted Shares, Preference Share, Bond & Government Security as against Taka 18487.37 million in 2020 with a registered growth of 57.72%. This year earnings from this segment has been recorded Taka 793.24 million against Taka 762.38 million in 2020 with a growth of 4.05%.

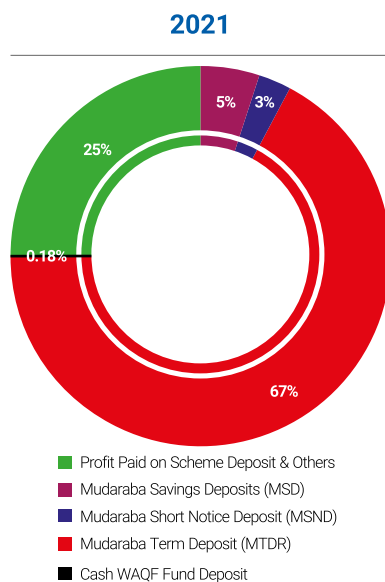
Non Funded Investment income

The year under review, the bank had a collective effort in non-funded business from the first day of 2021. The Bank undertook a target on foreign exchange business for the

year 2021 for Taka 210,500.00 million and accordingly achieved Tk.177,092.79 million. The bank successfully managed to earn a commission & exchange income of Tk.1,461.19 million in 2021 against Tk. 1,421.21 million of 2020. Despite the volatility of foreign currency throughout the year 2021, the bank accumulated an exchange gain of Taka 777.20 million against Taka 774.84 million of 2020.

Distributed Profit Among Depositors

Since existence of a highly competitive deposit market, the bank had gone through a tough challenge during the year 2021. The bank has distributed Tk. 16,146.37 million among the Mudaraba Depositors as profit in 2021 as against Tk. 19,484.79 million in 2020. The cost of deposit of the bank was 4.72% in 2021 which was 6.88 in 2020. Profit paid in 2021 among the various types of mudaraba depositors shown below:

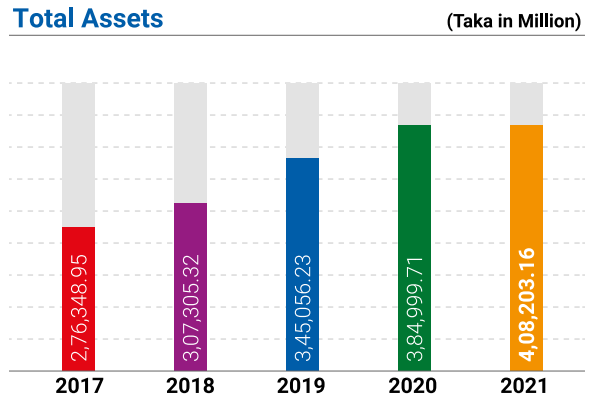


Operating Expenditure

The bank has registered its Operating expenditure for Taka 6,220.59 during the year 2021 with 3.28% growth over the year 2020. In 2021, Salary and allowances was 57.92% of total Operating Expenditure decreased by 1.31% as against 2020. The management of the bank provides ceiling of controllable expenditure at the beginning of the year and monitors regularly to keep the cost under control.

Total Assets

Total Assets of the bank was reached at Taka 408,203.16 million in end of the year 2021 as against Taka 384,999.71 in 2020. The growth of total assets of the bank has shown below;



During the year 2021 Balance and placement with other Banks and Financial Institutions and Investments in shares & securities grew by 79.73% and 57.72% respectively which led up a positive growth in Total Assets of the bank by 6.03%.

Investment

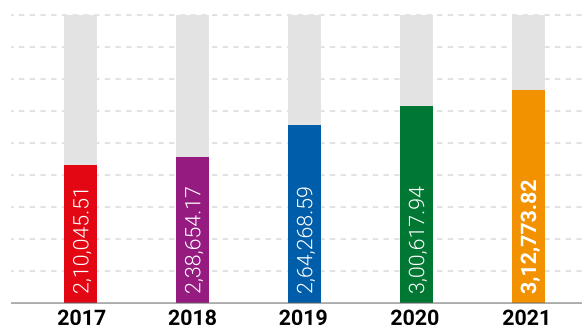
Investment of SIBL in the year 2021 showed a favorable growth. The total investments of the Bank stood at Tk. 312,773.82 million in various sectors as on 31st December 2021 against Tk. 300,617.94 million as on 31st December 2020 registering a growth 4.04% (Net increase by Tk. 12,155.88 million as compared to 2020) that is the sign of the confidence of the clients on the Bank. The management emphasize on increasing the quality of investments to generate healthy investment earnings.

Retail Investment Department and Card Department of our bank is focusing more on retail and card investment respectively with a view to diversify investment portfolio to meet investment need for procuring consumable items of a developing society and to take a significant market share of retail and card investment in the industry.

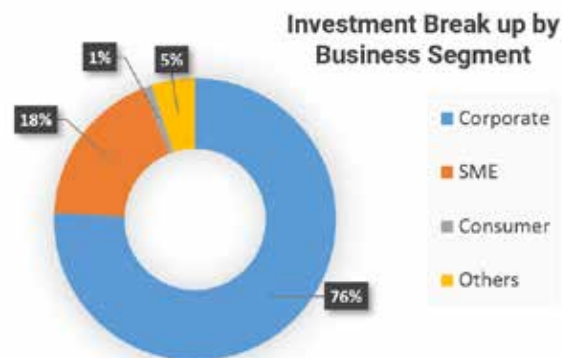
To contribute in the society, serve the nation and to grab the market share SIBL has introduced Islamic micro-financing under SIBL Microfinance Program (SMP) in the year 2015. At present 73 (Seventy Three) Branches of SIBL are in operation of this program and gradually this service will be available in all branches of SIBL based on the demand.

The following chart depicts the year wise position of investment since year 2017:

General Investment (Taka in Million)



The bank managed its portfolio with the strategy to cope up with the market position under the adverse effect of COVID-19 outbreak with a view to ensuring safe return of invested amount. The below chart depicts investment breakup of the bank by Business Segment in 2021;



Asset quality

Percentage of Non-performing investment (NPA) of SIBL has decreased from 6.05% (in the year 2020) to 5.18% (in the year 2021). To keep the Non-Performing Investment (NPI) at a reasonable level SIBL has taken vigorous drives towards recovery of NPI and ensuring quality disbursement of fresh investments. Out of Investment of Tk. 312,773.82 million, Tk. 16,194.08 million has become classified as on 31.12.2021.

Provision composition against funded investment for the year 2020 and 2021 is furnished hereunder:

(Figure in million Tk.)

Status	Provision Rate	2021		2020	
		Amount	Composition in %	Amount	Composition in %
Unclassified investment	0.25%, 1%, 2%, & General Provision against RSDL under BRPD Circular No. 05, dt. 16.05.2019 & Special Provision for Covid-19	3,825.93	29.33%	3,022.31	23.64%
Special Mention Account (SMA)		1,617.62	12.40%	1,948.90	15.25%
Su-Standard investment (SS)	5%, 20%	93.16	0.71%	96.48	0.75%
Doubtful Investment (DF)	20%, 50%	16.96	0.13%	24.36	0.19%
Bad /Loss Investment (BL)	100%	7,488.56	57.42%	7,691.25	60.17%
Total		13,042.22	100.00%	12,783.30	100.00%

Recovery Performance

Different high-powered committees/ teams have also been formed to implement the recovery policies of the bank as well as to monitor the recovery of investment. These committees/ teams are being engaged with achievement of branch-wise recovery target from overdue, classified and written-off investments which has been set by the Head office yearly. For maintaining the strong monitoring particulars assignments have also been given to Head Office executives/ officials to see the progress of recovery on off-site basis.

During the year 2021 the bank recovered an amount of Taka 408.00 million in cash from classified investments. Moreover, an amount of Taka 3.9 million has been recovered from written-off investment during the year 2021.

Special Asset Management Division arranges meeting with clients both at Head Office and at branches frequently as and when required. In these meetings, overall progress are being evaluated regarding recovery from the bad/ written-off investments on the basis of previous commitments given by clients. Assigned executives/ officials have been

brought under accountability to get progress towards the recovery. In some cases, appropriate legal action have also been taken against the default investment clients to realize Bank's dues as early as possible. Till 2021 total 2,353 cases/ suits are decreed/ disposed in favor of the Bank against cases/suits value of Taka 51,233.00 million.

Deposits

The bank emphasized on collecting deposit specially No cost and Low cost deposit through inducing campaign in different parts of the year. The bank drew-up a series of action plan both short term and long term to raise the deposit base of the Bank in line with the Directives of the Bangladesh Bank. The short-term action plan included launching of special drives like deposit mobilization months during 2021. The management fixed deposit target at Taka 450,000.00 million for the year 2022 and set action plan to achieve the goal. In the end of the year 2021 Total Deposit of the bank stood at Taka 341,661.06 million grew by 5.98% over the year 2020.

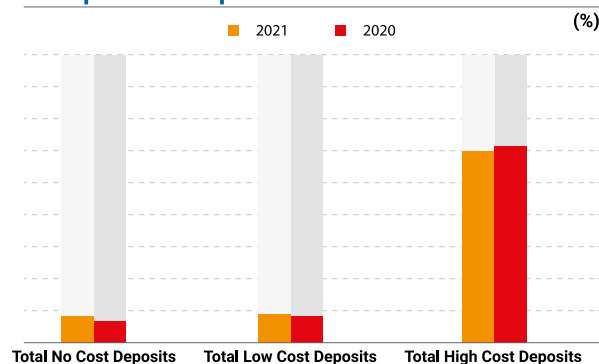
The following graph shows the mode-wise and cost-wise comparative deposit mix of the bank:

Fig in million Taka

Particulars	as on 31-December-2021		as on 31-December-2020		Growth (%)
	Amount in crore	Weight (%)	Amount in crore	Weight (%)	
Al- Wadeeah Current Deposit (AWCD) and other accounts	42,251	12.37%	35,321	10.96%	19.62%
Bills payable	5,064	1.48%	4,909	1.52%	3.16%
Total No Cost deposits	47,315.22	13.85%	40,230.37	12.48%	17.61%
Mudaraba Savings Deposits	37,308	10.92%	33,622	10.43%	10.96%
Mudaraba Notice Deposits	19,971	5.85%	17,395	5.40%	14.81%
Total Low Cost deposits	57,278.88	16.76%	51,016.69	15.82%	12.27%
Mudaraba Term Deposits	176,256	51.59%	175,365	54.40%	0.51%
Mudaraba Scheme Deposits	60,428	17.69%	55,395	17.18%	9.09%
Mudaraba Cash Waqf	382	0.11%	377	.12%	1.41%
Total High Cost deposits	237,066.96	69.39%	231,136.45	71.70%	2.57%
Total Deposit	341,661.06	100.00%	322,383.51	100.00%	5.98%

The management give supreme priority to Deposit collection activities within declared profit rate. The management launched different campaign program for hunting low and no cost deposit during the year 2021. Besides, a number of sub branches and agent outlets have been established for collecting deposit from remote area of the country.

Comparative Deposit Mix



BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS

Placement and Funding decision is very much important to maintain liquidity ratios in compliance with Bangladesh Bank Guidelines. Shariah compliant banks are practicing placement & funding mechanism which is quite different from conventional/non shariah banking style. Since the funding of Shariah banks are restricted to some extent, the bank always keep room in its ID ratios as per BB instruction time to time and the surplus funds keep with other Islami Banks or with the Islami banking branch / windows of conventional banks. Usually, Savings & Notice deposits accounts with other banks are used to manage the temporary or short term surplus for income generation purpose in one side and to withdraw money instantly to support the total liquidity system of the bank on the other side.

SIBL maintains different types of accounts with other banks and Non-Bank Financial Institutions as fund management strategy. In the end of the year 2021 Balance and Placement of SIBL with other banks and Non-Bank Financial Institutions was Taka19,233.97 million which was Taka10,701.63 million in 2020.

BORROWINGS OF FUND FROM BANGLADESH GOVT. MUDARABA BOND:

SIBL borrows fund from Bangladesh Govt. Mudaraba Bond against the lien marking of Instruments of Investment in Bangladesh Govt. Mudaraba Bond IBP Instruments MTDR receipts with other Bank's Investment. However, in December-2021 SIBL did not have any borrowing from Bangladesh Govt. Mudaraba Bond.

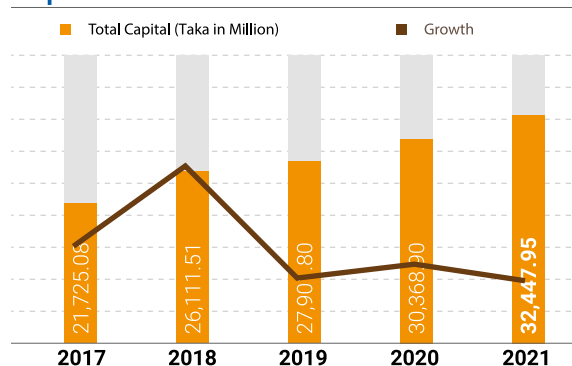
SHAREHOLDERS EQUITY

Total Shareholders' Equity of the bank in 2021 stood at Taka 19,237.42 million as against Taka 18,038.39 in 2020. The Shareholders' Equity of the bank consist of Paid up capital Taka 9,849.09 million, Statutory reserve Taka 7,605.26 million, Revaluation reserve on fixed assets Taka 557.02 million, Retained earnings Taka 1,226.05 million

CAPITAL MANAGEMENT OF THE BANK

Capital management is an integral part of bank management. Capital is used as the cushion for risks. Keeping pace with the world, Bangladesh Bank introduced Risk Based Capital Adequacy in line with Basel III in the year 2014. Presently banks in Bangladesh are maintaining their capital adequacy in accordance with the Basel III framework. In the year 1995 the bank started its journey with a paid up capital of Taka 118.36 million and thereafter as on 31st December 2021, reached at Taka 9849.09 million. Total Capital of the bank has been accounted for Taka 32,447.95 million with a growth of 6.85% using the external and internal sources. Last 5 years history of SIBL towards its capital journey efforts is presented below:

Capital Growth



Capital adequacy position under Basel III

Presently Basel III capital framework is used to determine the capital adequacy position of the bank operating in Bangladesh. Social Islami Bank Limited is maintaining its capital adequacy as per risk based capital adequacy guideline in line with Basel III issued by Bangladesh Bank. The definition of capital has been changed in Basel III guideline in order to maintain higher quantity and quality of capital. Going concern capital which is also known as Tier-I capital consisting i) Common Equity Tier I (CET-1) and ii) Additional Tier I (AT-1) capital. At SIBL, CET-1 are composed of (a) paid up capital (b) statutory reserves (c) retained earnings and Additional Tier I composed of SIBL Mudaraba Perpetual Bond. Gone concern capital which is known as Tier-II capital consisting of (a) general provision on unclassified Investments (b) Subordinated Bond.

The Comparative position of Capital Base of the year 2021 and 2020 is given as under:

Fig in million Taka

Particulars	2021	2020
Tier-I Capital (Going Concern Capital)		
CET-1 Capital		
1. Paid up Capital	9,849.09	9,380.08
2. Statutory Reserve	7,605.26	7,030.39
3. Retained Earnings	1,226.05	1,056.77
Sub-total	18,680.40	17,467.25
Adjustment in CET-1 (Intangible Assets i.e Software)	194.56	-
CET-1 After Adjustment	18,485.84	17,467.25
AT-1	4,196.62	1,500.00
Total Tier I Capital	22,682.46	18,967.25
Tier-II Capital (Gone Concern Capital)		
1. General Provision	5,965.48	5,441.65
2. SIBL Mudaraba Subordinated Bond	3,800.00	5,960.00
Sub-total	9,765.48	11,401.65
Total	32,447.95	30,368.90
Capital Adequacy Ratios		
i. Tier- I Capital Adequacy Ratio	8.11%	8.43%
ii. Tier -II Capital Adequacy Ratio	3.49%	5.07%
iii. Capital to Risk Weighted Asset Ratio (CRAR)	11.60%	13.50%

STRESS TESTING

Stress testing simply provide information on strength of a bank to absorb the level of shocks against all the risk factors. To analyze the capital's shock resilience capacity of the bank 5 major shocks are given in hypothetically stressed economic condition; i.e credit shock, foreign exchange shock, equity price shock, liquidity shock and profit rate shock in minor, moderate and major levels.

The stress test results for the year 2021 shows that the capital structure of the bank is well defined and also indicative that the bank will be able to maintain the capital adequacy ratio at the standard level as set by the regulator. The bank has a continuous plan on its capital structure to defeat any unforeseen minor or moderate shocks at any time.

SIBL MUDARABA PERPETUAL BOND RELATED INFORMATION

Social Islami Bank Limited issued SIBL Mudaraba Perpetual Bond for a total sum of Taka 500.00 Crore (Taka five hundred Crore). This bond is being treated as Additional Tier I capital strengthened the capital base of the Bank in compliance with the capital adequacy requirements as per BASEL-III Capital accord. The subscription of the bond closed on 13/10/2021 with full subscription.

SIBL MUDARABA SUBORDINATED BOND RELATED INFORMATION

To strengthen the capital base of the bank, Social Islami Bank Limited issued three subordinated bond. The details of SIBL Mudaraba Subordinated Bonds are presented below:

Figure in Million Taka

Name of the Bond	Issue Date	Issued Amount	Outstanding Amount as on 31.12.2021
SIBL Mudaraba Subordinated Bond	31/03/15	3,000	-
SIBL 2 nd Mudaraba Subordinated Bond	20/06/16	4,000	1,600
SIBL 3 rd Mudaraba Subordinated Bond	27/12/18	5,000	4,000
Total		12,000	5,600

FOREIGN EXCHANGE BUSINESS OF SIBL

The Novel coronavirus-2019 pandemic has changed the economies around the globe with some unexpected turnaround in performances of some of the countries. Global trade volume stands at USD 28 trillion in 2021 with a 23% growth over 2020. The sharp increase in global trade volume is the result of strong demand for goods which was facilitated by more liberalized trade practices by countries, surge in stimulus packages by governments and mostly with increased price in raw materials at the backdrop of the pandemic. However, according to UNCTAD, the scenario is quite uncertain for the year 2022 as there is no specific prediction about the direction of the pandemic. In 2021, trade flows has been higher for developing countries compared to the developed countries which is resulted in the higher growth for developing countries including Bangladesh.

In December 2021 month alone, the Bangladesh recorded a USD 5 billion export earnings while recording approximately USD 24 billion in exports during first half of the current 2021-2022 fiscal year. With that, the country may hit the USD 50 billion landmark in export for the first time during a fiscal year in its history. Import has also seen a strong growth in 2021, as the business operations returned to full swing. Besides 2020-2021 fiscal year has already seen the record expatriate remittance inflow of USD 24.78 billion.

In line with the Country, Foreign Exchange Business of SIBL stood at Tk. 177,092.79 million in 2021 or US\$ 2084 million against Tk. 141,287.08 million or USD 1678 million in 2020 with an overall growth of 24%.

Comparison of foreign trade business of country and sibl (2019-2020 and 2020-2021):

Figures mn USD	2019-2020		2020-2021		Country Growth	SIBL Growth
	Country	SIBL	Country	SIBL		
Import	50,751	916	60,681	1,101	20%	20%
Export	33,714	607	37,882	792	12%	30%
Remittance	18,202	155	24,778	191	36%	23%
Total Foreign Exchange	102,667	1,678	123,341	2084	20%	24%

The trend of last five years in foreign exchange business:

Particulars	2017	2018	2019	2020	2021
Import	121,809.50	93,002.80	88,911.60	76,966.50	93,545.80
Export	58,315.90	63,065.90	60,079.50	51,144.70	67,346.80
Remittance	21,911.60	22,521.80	10,591.90	13,175.88	16,200.19
Total	202,037.00	178,590.50	159,583.03	141,287.08	177,092.79

Despite the increase in overall foreign exchange business in 2021, strategically the bank is concentrating on minimizing the trade gap by careful selection of import business and stimulation of diversified export businesses and putting more emphasis on remittance business.

SIBL is highly committed to conduct its foreign exchange business by ensuring compliance in the foreign exchange regime. Therefore compliance of guidelines, policies, procedures and other instructions of the Central Bank have been ensured in conducting foreign exchange businesses. Besides, continuous relationship with regulatory bodies have been maintained for obtaining earliest disposal for special kind of foreign exchange transactions, so that the bank can address special kind of foreign exchange business requirement of the clients.

Import Business:

Import business of the bank has grown by 22% with an amount of Taka 93,546 million in 2021 compared to that of 2020 which was Taka 76,967 million. The growth can be attributed to the increased demand for industrial raw materials as the business operation of industries got back to their full scale after successful handling of the first wave of the pandemic with timely policy supports from the government. With the expected growth in import business our branches have been able to altogether achieve 81% of the total target set in 2021. However, SIBL still holds only 2% of the total import business of the banking industry.

Export Business:

Export business of the bank has grown by 32% with an amount of Taka 67,347 million in 2021 compared to that of 2020 which was Taka 51,145 million. The growth of export business of SIBL has been in line with that of country which has recorded an outstanding performance in 2021. Bangladesh has returned back to the second position in RMG export in 2021. Given a sluggish year 2020 which has seen worldwide decline in trade, 2021 revived the trade growth which has been resulted in export growth Bangladesh as well as SIBL. Altogether our AD branches and CTPUs achieved 86% of the total export target of 2021. SIBL is maintaining a constant market share of 1.8% over the past three years.

Remittance Business:

In the year 2021, SIBL procured expatriate Remittances worth 1621 Crore Taka, achieving 101% of its target for the year. The growth from the previous year is 23%. Bangladesh recorded an all-time high inflow of expatriate remittance in 2021 which though has seen a slight decline in last half of 2021. However, with new cash incentive plan of 2.5%, remittance through legal channel is likely to again flourish in 2022.

INTERNATIONAL DIVISION AT A GLANCE AS OF 2021:

Units under International Division	<ul style="list-style-type: none"> • Centralized Trade Processing Unit (Dhaka) • Centralized Trade Processing Unit (Chottogram) • Centralized Remittance processing Unit • Offshore banking Unit • SWIFT
AD Branch	22 (15 in Dhaka, 3 in Chottogram, 1 in Sylhet, 1 in Khulna, 1 in Rajshahi, 1 in Bogura)
RMA	388
Nostro Account	31
Remittance arrangement with Exch. House	31

SIBL pledges for digital centralization to ensure excellence in foreign trade business. The bank has integrated the SWIFT system with its Core Banking Software ABABIL, so that SWIFT transactions can be passed through CBS and thus greater control over foreign exchange transactions can be ensured. We have a Sanction Screening Software in place to prevent money laundering and combat terrorist financing which results in boosting the image of the bank. Payment Control Software (PCS) has been installed to escalate monitoring over cross-border transactions by identifying unusual transactions. Besides, the bank has the Global Payment Initiate (GPS) system in place which will enable the bank to trace the whereabouts about of payment, whether the payment has been received by its rightful beneficiary and above all the costs charged at different stages of the payment can be traced.

JOURNEY OF INTERNATIONAL DIVISION IN 2021

GPI and PCS: International Division has successfully integrated the latest version of SWIFT Transaction Screening Service (TSS), Global Payment Innovation (GPI) and Payment Control System (PCS) in our SWIFT module and has already started monitoring transactions by using these modules. The systems will ensure realtime monitoring of transactions and ensure they reach the correct beneficiary.

Trade Finance Solution by Accuity: SIBL successfully integrated Trade Finance Solution by Accuity for performing due diligence as per TBML guideline which will

provide a comprehensive solution for trade finance sanction screening, adverse media report, screening against local and global enforcement list, dual use good and vessel tracking.

New RMA: Established RMA with 07 new correspondent banks

EDF Facilitation: Arranged about USD 153 million from EDF in 2021

New Credit Line: Addition of USD 70 million credit line from 07 foreign banks

International Credit rating by Moody's: Continued to avail international credit rating service from Moody's Investor Service PTE Singapore. Our credit rating has been re-confirmed as b2 in 2021.

Centralized Trade Processing Unit (CTPU)

One of the core activities of the bank is to facilitate International Trade through export and import financing. To provide faster and quality services to the foreign trade clients, SIBL is operating two Centralized Trade Processing Unit (CTPU), one in Dhaka and another in Chattogram in addition to 22 AD branches. The Non-AD branches of the bank provide foreign exchange service to the customers through CTPU. These two CTPUs comprising of experienced foreign trade officers are providing trade services in an efficient manner, which is enabling the bank to ensure discipline and enhance monitoring in the foreign trade regime of the bank.

Foreign Correspondence

In order to facilitate the Foreign Exchange (FX), Foreign Trade and Other Foreign Currency (FCY) Business and Transactions, International Division of the bank maintains proper and adequate corresponding channel with banks all over the world. International Division comes forward to play its role and not only facilitates foreign trade but also works for the development and enhancement of foreign correspondence relationship.

Arranging credit line including: in order to support the import business which requires UPAS arrangement and confirmation from a third bank, International Division in continuous endeavor to arrange credit line will global major banks. Currently we have credit line arrangement with 29 banks for USD 390 million. The division is currently in communication with 8 more banks for credit line.

Channeling of foreign fund from DFIs: The bank has concluded an arrangement of USD 30 million funds from Islamic Corporation for the Development of the Private

Sector (ICD), a concern of Islamic Development Bank (IsDB) Group. Besides the bank is also in communication with International Islamic Trade Finance Corporation (ITFC), IsDB Group.

Opening Nostro Accounts: The division has established Standard Settlement Instructions (SSI) including arrangements in all major currencies in the locations of international business concentration. So far SIBL has 31 Nostro accounts in major countries and with reputed international banks for the settlement of all foreign currency transactions of our customers. In 2021, seven (07) new nostro accounts have been opened with diversified location and currencies.

New Nostro Accounts opened in 2021				
SL	Name of the Bank	Currency	Country	SWIFT
01	Riyad Bank	SAR	KSA	RIBL SA RI
02	Bank of Huzhou Co. Ltd	CNY	China	BKHZCNBH
03	Commerzbank AG, Frankfurt	CHF	Germany	COBADEFFXXX
04	Abu Dhabi Islamic Bank	AED	UAE	ABDIAEAD
05	Standard Chartered Bank	USD (OBU)	USA	SCBL US 33
06	Commerzbank AG, Frankfurt	EUR (OBU)	Germany	COBA DE FF
07	IndusInd Bank Ltd	ACU (OBU)	India	INDB IN BB

Nostro Accounts Opened in 2021	Nostro Accounts as of 2021 Year-End	Nostro Account in Currencies
07	31	09

Establishing RMA: As a part of its growth, International Division has been constantly developing and improving the affiliation with foreign correspondent banks on reciprocal basis. The bank maintains ample and justified number of SWIFT RMA while conducting a full and extensive due diligence on the counter-bank. While establishing RMA, the correspondent unit special take cares that no shell bank being on-boarded.

RMA Established in 2021	RMAs as of 2021 Year-End	Banks with RMA	Countries with RMA including BD
07	388	273	73

OFF SHORE BANKING

Social Islami Bank Limited is operating off-shore Banking Units as a separate business unit under the rules and guidelines of Bangladesh Bank. Defying the probability in the global financial market, the bank expects the unit will be able to play a vital role in the foreign trade business and facilitate the valued customers by maximizing their benefit. OBU business of the bank has taken momentum in 2021 with fresh insert of external borrowing from foreign banks and facilitation of refinancing import bills under policy liberalization by Bangladesh Bank. OBU disbursement has grown 98% in 2021 with USD 140 million which was USD 71 million in 2020.

EXPATRIATE REMITTANCE DEVELOPMENT:

International Division is in continuous effort to encourage expatriate Bangladeshis living abroad for remitting funds through banking channel and has established remittance drawing arrangements with reputed exchange houses/ money transfer companies around the world. At present the bank has remittance drawing arrangements with 31 internationally reputed exchange houses spread all over the world for this service. The Division is continuously endeavoring to increase its remittance network and to connect new destinations of concentration of expatriate Bangladeshis. A Centralized Remittance Processing Unit (CRPU), equipped with skilled and experienced work team along with modern and sophisticated software, has been working relentlessly to improvise and monitor the remittance service. To facilitate rehabilitation of the returning expatriates, SIBL has developed an investment product with relaxed conditions and at cheaper rate. Besides, SIBL has declared a lucrative incentive package for the expatriate remitters. To inspire the expatriates in sending remittance through legal channel, SIBL is paying 2% government incentive, paying 1% extra profit on savings account and 0.50% extra profit on term deposit opened using remittance. On the contrary, 1% less profit will be charged for any investment facility availed by the expatriates from the bank. To motivate the expatriates toward savings of their hard earned money, SIBL is awarding the expatriates with up-down air ticket for visiting the country and also providing transportation facility to village home if a minimum balance is kept in the savings account. SIBL registered Foreign Remittance business volume at Taka.16863.13 million during the year 2021.

Internal Control and Compliance

Robust internal control system helps SIBL to ensure achieving goals and aspirations sustainably. This control system also ensures that the Bank complies with local laws and regulations as well as policies, plans, internal and external rules, guidelines and procedures, and subsequently decrease the risk of unexpected loss or damage to the Bank. The Board has delegated the responsibility of overall supervision of internal control system to Audit Committee of the Board. The key functionalities that have been established in reviewing adequacy and integrity of the system of internal control are as follows:

- Different committees have been formed consisting of relative stakeholders with expertise on the subject matter to assist the Board in guiding the Bank's operation in line with corporate mission, vision and strategies.
- The internal audit department of the Bank checks for compliance with policies and procedures and the effectiveness of the internal control system on regular basis and highlights significant findings in respect of any non-compliance.

CREDIT RATING OF SIBL

Rating Conducted by Alpha Credit Rating Limited (ACRL)

Alpha Credit Rating Limited (ACRL) has assigned AA+ (Pronounced as double A plus) long term credit rating and ST- 2 short term credit rating to the Social Islami Bank Limited based on audited financials of 2021 and other available information up to the date of rating declaration. The outlook on the rating is stable. The ratings are consistent with ACRL's methodology for this type of company. ACRL considered financial performance, capital base, asset quality, liquidity position, management experience and prospect of the industry while assigning the rating. The assigned rating reflects the strengths of the Bank which is backed by significant growth in earnings, deposits and investments, adequate capital coverage with high tier 1 capital, improved asset quality and well controlled liquidity position.

Year wise credit rating of SIBL conducted by different rating agency is presented below;

Date of Declaration	Valid Till	Rating Action	Long Term Rating	Short Term Rating	Outlook	Rating Agency
08-Mar-17	07-Mar-18	Surveillance	AA-	ST-2	Stable	Emerging Credit Rating Limited
08-Mar-18	07-Mar-19	Surveillance	AA-	ST-2	Stable	Emerging Credit Rating Limited
08-Mar-19	07-Mar-20	Surveillance	AA	ST-2	Stable	Emerging Credit Rating Limited
08-Mar-2020	07-Mar-21	Surveillance	AA	ST-2	developing	Emerging Credit Rating Limited
29-Mar-2021	28-Mar-22	Initial	AA+	ST-2	Stable	Alpha Credit Rating Limited
16-May-2022	15-May-23	Surveillance	AA+	ST-2	Stable	Alpha Credit Rating Limited

Rating Conducted by Moody's

On 27 September, 2021, SIBL was assigned b2 long-term local and foreign currency deposit and issuer ratings by Moody's.

Category	Moody's Rating
Outlook	Negative
Counterparty Risk Rating	B1/NP
Bank Deposits	B2/NP
Baseline Credit Assessment	b3
Adjusted Baseline Credit Assessment	b3
Counterparty Risk Assessment	B1(cr)/NP(cr)
Issuer Rating	B2
ST Issuer Rating	NP

Disclosure of ratings given by various rating agencies for instruments issued by the bank:

SIBL issued the following subordinated bond to support and strengthen Tier-II capital base of the bank under Basel-III capital regulation of Bangladesh Bank. The present credit rating of the Bank and the Instruments issued by the Bank are as follows:

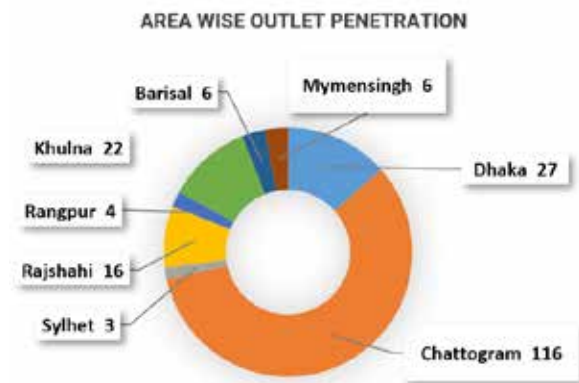
Rating of	Date of Declaration	Valid till	Rating Action	Long Term Rating	Short Term Rating	Outlook	Rating Agency
Entity	16-May-2022	15-May-23	Surveillance	AA+	ST-2	Stable	Alpha Credit Rating Limited
SIBL 2nd Mudaraba Subordinated Bond	06-Sep-2021	05-Sep-2022	Surveillance	AA	N/A	developing	Emerging Credit Rating Limited
SIBL 3rd Mudaraba Subordinated Bond	30-Apr-2021	29-Apr-2022	Surveillance	AA	N/A	developing	Emerging Credit Rating Limited
SIBL Mudaraba Perpetual Bond	10-Nov-2021	11-Nov-2022	Surveillance	AA	N/A	Stable	Alpha Credit Rating Limited

BRANCH AND SUB-BRANCH NETWORK

Presently the bank has 172 branches across the country with 113 sub branches. During the year 2021 the bank opened 4 new branches and 41 new Sub-branches. The bank expanded its branch network with a view to providing banking service to the remote corner of the country and bring the unbanked people under banking service.

AGENT BANKING

SIBL provides Agent Banking service in remote areas to facilitate banking service to unbanked people. Social Islami Bank Limited has launched Agent Banking services on 25th October, 2015 at Rangpur inaugurated by the honorable Governor of Bangladesh Bank. Up to Dec-2021 there were 200 agent banking outlets at several corner of the country and the number of outlets are increasing day by day.



ALTERNATIVE DELIVERY CHANNEL (ADC)

Social Islami Bank Limited believes in keeping abreast with latest technology in order to provide our customers with convenient and time saving solutions which ensure banking transactions anytime and anywhere.

SIBL provides 24/7 ATM service to provide cash-withdrawal facility from Debit Card/Credit Card, bKash and UnionPay (Chaina) accounts. Card users can check their account balance and transaction statements and pay mobile bills from SIBL ATMs. SIBL has expanded its ATM service in various busy points around the country and presently the number of ATM has been increased to 178. SIBL cardholders also have access to 2941 -Q-cash Shared ATMs and all other bank's ATM which are under NPSB & VISA in addition to the SIBL owned ATMs.

ASSET-LIABILITY MANAGEMENT

As per Bangladesh Bank Instruction/ circular SIBL has implemented core risk management system and started to comply with the same since 2005. ALM is the one out of six-

core risk management system. ALM is a comprehensive and dynamic framework for measuring, monitoring and managing the market risk of a bank. It is the management structure of balance sheet (assets and liabilities) where the net earnings from profit are maximized within the overall risk-preference (present and future) of the institutions. The ALM functions extend to the management of liquidity risk, market risk, exchange risk, operations risks and profit planning and growth projections, etc.

The Bank is committed to maintain the CRR and SLR through effective management of assets & liabilities of the Bank in order to maximize the profit. Besides, Liquidity Coverage Ratio, Maximum Cumulative Outflow, Net Stable Funding Ratio are also maintained with a significant favorable margin. During the year under report, the bank effectively maintained required CRR and SLR throughout the year without fail as per Bangladesh Bank's norm. In Dec-2021 Liquidity Coverage Ratio and Net Stable Funding Ratio of the bank were 226.75% and 143.01% against minimum requirement of 100%.

SUSTAINABLE FINANCE AND GREEN BANKING ACTIVITIES

Sustainable Banking refers to adopting environmentally responsible financing, weighing up environmental risks of projects before making financial decisions, financing spontaneously to various social development activities and supporting & fostering growth of upcoming green initiatives & projects. Sustainable Banking can also promote environmental friendly in-house practices within the Bank to reduce carbon footprint from its banking activities which is an ethical approach in banking practice as well.

Bangladesh Bank has recognized SIBL as one of the Top Ten Private Commercial Banks for their contribution to Green Banking activities across the country. We have unified our sustainable operations under the "Green Banking Unit" equipped with permanent employees. The Audit Committee of the Board is selected as the High Powered Committee of our Green Banking Unit for reviewing the Green Banking activities. Our Green Banking Policy Guidelines and Green Office Guide have been circulated to all our employees for creating awareness on Green Banking activities & providing instructions about conserving energy, water, saving paper, etc. Our Green Strategic Plan is enhanced to define our strategy in the coming years. SIBL developed its own Environmental Policies, which proves our commitment to the Environment for a sustainable future. As a Bank we play an intermediary role between economic development and conservation of the environment. Our Green Banking activities are on multidimensional areas which include both in-house Green activities and external green activities towards supporting Green Economy.

Green Banking initiatives are multi-stake holder approach and are never ending process, the implementation is possible only when collective efforts of all are being made.

(Figure in Million)

Particulars	Year-2020		Year-2021	
	Disbursement	Outstanding	Disbursement	Outstanding
ETP				
Finance for installation of ETP	-	-	-	-
Projects financed having ETP	-	5,221.24	-	5,231.24
Bio-gas Plant	-	-	-	-
Bio Flock Fish Cultivation	-	-	18.81	--
Solar Panel/Renewable Energy Plant	4.65	8.25	-	0
Energy Efficiency Machinerics	-	-	1,289.83	952.16
Hybrid Hoffman Kiln (HHK)	-	-	-	-
Projects financed in Brick fields having Zigzag & Improved technology	635.19	1,723.63	382.45	1,786.95
Hazardous waste treatment facility	-	-	-	-
Waste Water Treatment Plant	-	-	-	-
Plastic Waste Recycling Plant (PVC, PP, LDPE, HDPE,PS)	-	-	17.95	-
Green Establishment	-	-	-	-
Energy Efficiency (LED)	5.59	-	6.02	-
Others	-	2,698.35	-	-
Total	645.43	9,651.47	1,715.06	7,970.35

PROGRESS OF GREEN FINANCE:

(Figure in Million)

	Year-2020	Year-2021
Total Loan/Term Loan Disbursed (Funded)	60,171.90	71,103.10
Direct Green Finance (Disbursed)	645.43	1715.06
Indirect Green Finance (Disbursed)	0.00	0.00
Total Green Finance (Disbursed)	645.43	1,715.06
Direct Green Finance as % of Total Loan Disbursement	1.07%	2.41%

VARIANCE ANALYSIS-- QUARTERLY AND ANNUALLY

While analyzing the operating results by month to month and quarter to quarter, no significant deviation was found. The operating results for the 4 quarter of the year 2021 are given below with remarks:

(Figure in Million Tk.)

SI	Accounting Head	(Un-audited & published)			Audited
		31.03.21	30.06.21	30.09.21	31.12.21
1	Investment Income	5,524.50	11,530.39	17,130.94	23,960.78
2	Profit Paid on deposits	4,056.12	7,974.96	12,033.21	16,146.37
3	Net Investment Income	1,468.38	3,555.43	5,097.73	7,814.41
4	Income from Investment in Shares & Securities	138.50	348.93	563.22	793.24
5	Commission, Exchange & Brokerage	362.99	718.41	1,048.18	1,461.19
6	Other Operating Income	103.79	323.93	405.59	677.99
7	Total Operating Income	2,073.66	4,946.70	7,114.72	10,746.83
8	Salaries & Allowances	773.21	1,719.98	2,685.78	3,602.94
9	Operating Expenses	625.00	1,275.03	1,860.13	2,617.65
10	Total Operating Expenses	1,398.21	2,995.01	4,545.91	6,220.59
11	Operating Profit before provisions & taxes	675.44	1,951.69	2,568.81	4,526.23

SIBL SUBSIDIARIES

a) SIBL Securities Limited:

SIBL Securities Limited, a wholly owned subsidiary of SIBL, was incorporated as a Public Limited Company under the Companies Act, 1994 vide certification of incorporation no. C - 85876/10 dated 20 July 2010 and obtained its certificate of commencement of business on the same day. SIBL Securities Ltd. is corporate TREC holder of Dhaka & Chittagong Stock Exchange Ltd. The company started its commercial operation in the month of January 2012. The principal place of business is the Registered Office at 15 Dilkusha C/A, Dhaka-1000. The principal objectives of the company for which it was established are to carry on the business as stockbroker and stock dealer in relation to shares and securities transactions, other services related to the Capital Market and other activities as mentioned in the Memorandum and Articles of Association of the company.

As on 31st December 2021, the company has made a profit after tax 76.50 million Taka as against Taka 8.29 million in 2020. Total paid up capital of this company is Taka 1537.50 million.

b) SIBL Investment Limited:

SIBL Investment Limited, a wholly owned subsidiary of SIBL, was incorporated as a Public Limited Company under the Companies Act, 1994 vide certification of incorporation no. C - 86726/10 dated 30 August 2010 and obtained its certificate of commencement of business on the same day. The principal place of business is the Registered Office at 90/1 Motijheel C/A, Dhaka-1000. The principal objectives of the company for which it was established are to carry on the business in relation to shares and securities transactions, to underwrite, manage and distribute the issue of stocks etc. and other services as mentioned in the Memorandum and Articles of Association of the company. Total paid up capital of this company is Taka 250 million.

The Bank holds the major shares of the these two subsidiary companies as mentioned below;

Sl.	Name of Subsidiary Companies	% of holding of shares by the Bank
1.	SIBL Securities Ltd.	99.99%
2.	SIBL Investment Ltd.	99.99%

SEGMENT ANALYSIS - BUSINESS SEGMENT

(Figure in Million Tk.)

Particulars	SIBL	Off-shore Banking Unit	SIBL Securities Ltd.	SIBL Investment Ltd.	Total
Income	10,628.48	118.42	266	15.71	11,028.61
Less: Inter-segmental Income	-	-	-	0	-
Total Income	10,628.48	118.42	266	15.71	11,028.61
Operating profit (Profit before Unallocated expenses and tax)	10,628.48	118.42	266	15.71	11,028.61
Allocated expenses	6,213.27	7.38	72.13	0.13	6,292.91
Provision against loans and	1,651.86	0	83.26	0	1,735.12
Profit / (loss) before tax	2,763.36	111.03	110.61	15.58	3,000.58
Income tax including deferred tax	1,214.67	0	34.11	1.61	1,250.39
Net profit	1,548.69	111.03	76.5	13.97	1,750.19
Segment assets	398,998.83	5,291.93	4,027.88	274.57	408,593.21
Segment liabilities	398,998.83	5,291.93	4,027.88	274.57	408,593.21

CONTRIBUTION TO THE NATIONAL EXCHEQUER

During the year under report, an amount of Taka 4,460.16 million was contributed to the national exchequer against Taka 4,556.06 million in the year 2020.

(Figure in Million Tk.)

Particulars	Year 2021	Year 2020
Corporate Income Tax	1,179.11	1,482.53
VAT Collection at Sources	291.77	280.81
Tax Collection at Source	2,622.63	2,483.33
Excise Duty	366.65	309.39
Total	4,460.16	4,556.06

SIBL CARDS

In today's modern world, Credit Card is a very extensively used mode of financial transaction and it is widely known as "Plastic Money". It has created an immense impact in the life of the people all over the world. The same trend is being followed in Bangladesh too. Nowadays the popularity of Islamic Credit Cards in Bangladesh is growing by leaps and bounds as domestic and foreign banks are earning substantial profit through this product. An increased use of both Local and Dual Currency Islamic Credit Card is taking place side by side with the expansion of personal banking service. Cross-border business and travels are also helping the expansion.

SIBL is always willing to offer new and Islami Shariah compliant financial products to its clients. Though SIBL is making late entrance in the card market, still we are the market leader (holding 34.44% of total Islami credit card) for issuance of Islami Credit Card in the Islami banking arena.

ACHIEVEMENT IN THE YEAR 2021

SL	Details	Achievement
1.	Credit Card issued in 2021	2,989 Cards
2.	Number of issued Credit Card as on 31.12.2021	18,921 Cards
3.	Debit Card issued in 2021	28,382 Cards
4.	Number of issued Debit Card as on 31.12.2021	1,35,284 Cards
5.	Number of Prepaid Card issued as on 31.12.2021	2,779 Cards
6.	Profit from Jan'21 to Dec'21	Tk 8.02 crore
7.	Sanction Credit limit as on 31.12.2021 (Taka 206.39 crore + USD 0.30 crore)	Tk 232 crore
8.	Outstanding as on 31.12.2021	Tk 89.43 crore
09.	Total Discount Partners as on 31.12.2021	193 Merchants
10.	Total EMI Partners as on 31.12.2021	97 Merchants
11.	NPL decreased by (10.72% - 9.65%)	1.07%

Year Wise Summary

Particulars	2017	2018	2019	2020	2021	Growth between the year 2020 & 2021	Growth in %
Number of Debit Card	50,151	74,090	97,515	1,20,910	1,35,284	14,374	11.888
Number of Credit Card	14,236	14,567	16,327	17,293	18,921	1628	9.414
Sanction Limit (crore)	195.95	199.65	212.18	220.15	232.00	11.85	5.382
Outstanding (crore)	70.99	93.95	72.00	75.86	89.43	13.57	17.888
Income (crore)	15.91	18.94	17.03	17.95	19.26	1.31	7.298
Expenditure (crore)	10.85	10.93	12.63	11.85	11.24	-0.61	-5.147
Net Profit (crore)	5.06	8.01	4.40	6.09	8.02	1.93	31.691

PAYMENT SYSTEMS

SIBL formed an independent unit on November 2011 under the control of Head Office named as "Centralized Clearing Unit (CCU)". Later, CCU formed as "Payment Systems Department (PSD)" of Head Office, where, a set of sincere and dedicated officials are working efficiently to uphold better service.

At present, all the 172 branches, 113 Sub-Branches and 249 Agent Banking outlets under BACPS, BEFTN & RTGS network and gradually SIBL is spreading its banking network all over the country. At the moment, Payment System Department is dealing with enormous volume of operations and all the works of department has to be completed within the given time frame and in accordance with the guideline of Bangladesh Bank.

Nowadays, daily average clearing transactions of SIBL is standing around 5000, BEFTN transactions in multi sessions raised around 10000 and RTGS transactions near to touch 1500. From 1st January, 2022 it is a mandatory direction by National Board of Revenue to all Commercial Banks of Bangladesh to ensure e-payment for any amount of all custom duty payment through RTGS channel. Which raises a significant transactions growth of RTGS. At the same time, NBR also introduced e-payment for VAT IVAS (Integrated VAT Administration System) through RTGS which is going to be introduced soon. BACPS & BEFTN of BACH-II also facilitated with foreign currency transactions i.e. USD, CAD, JPY, GBP, EURO and YUAN along with BDT which will be started very soon.

HUMAN RESOURCE MANAGEMENT

Human Resource is the corner stone for accelerated and sustained development of any organization. Skilled and well educated manpower is the best capital of an organization particularly in banking institution. We put utmost emphasis on recruitment and development of human resources. In recruiting process, we put importance on attracting talented young stars and skilled human resources for overall growth of the Bank. The Bank has been trying to ensure maximum output with minimum resources. So quality manpower with good academic background is being recruited in all levels of the Bank every year for rendering quality services to its customers.

Now, SIBL has become a Bank of 172 Branches & 113 Sub-branches. For this reason, a good time was spent upon the recruitment of experienced bankers and entry level employees like Probationary Officers, Trainee Officers & Junior Level Officers.

Initiatives have been taken to implement employee job

rotation in time. All Divisions and Branches have been instructed for meticulous follow-up of the instructions of HRD. Monitoring of the same is being continued by HRD of the Bank.

SIBL is an employee welfare-oriented organization. For this reason, the management of the Bank always tries to sort out all possible ways it deems beneficial to promote its employees' professional skill and efficiency. We nominated a good number of employees in outhouse training course viz. BIBM, BBTA, BAB etc. in 2021 and they have accomplished the course successfully. We motivate and facilitate our deserving employees to complete international standard professional degrees like CDCS. Presently, we have 28 CDCS. SIBL has its own Training Institute, which rendered useful training to the employees in 2021. Eminent Bankers, scholars, and other resource persons were invited to deliver lectures. Subsequently, it is observed that the employees who were trained, render good performance. Besides that, during the year under review, Social Islami Bank Training Institute itself had conducted 57 Training Courses and Workshops on different contemporary issues related to banking industries.

Training performance of the year 2021

Particulars	Number of Training	Number of Participant
Total No. of Training conducted by TI	13	572
Total No. of Workshop conducted by TI	44	5,373
Total	57	5,945

Management of the bank has emphasized and specially focused on the development of employees and to bring out the persons' insider instinct into light, SIBL Training Institute (SIBL TI) has restructured aiming to create leaders.

In order to evaluate the level of efficiency, improve the healthy competition among the employees and in a way to generate motivation for the employees, Employees' Performance Evaluation and Key Performance Indicator (KPI) have been introduced from time to time. Upon the evaluation, the employees are motivated and awarded with promotion, accelerated promotion and other benefits. In addition to that, various types of drives are taken to keep and upgrade the standard of the Bank.

DEMOGRAPHIC DISTRIBUTION OF MANPOWER OF SIBL:**Breakdown by age group for permanent employees**

Age range	Gender	2021	2020	2019	2018	2017
< 30 years	Male	554	567	502	502	380
	Female	79	138	169	163	135
30-50 years	Male	1,861	1,787	1,734	1,687	1,640
	Female	455	415	394	363	336
> 50 years	Male	214	174	137	119	101
	Female	29	15	11	10	07
Total		3,192	3,096	2,947	2,844	2,599

Gender diversity among permanent employees

Employee Category	Gender	2021	2020	2019	2018	2017
Entry level	Male	1,645	1,545	1,374	1,352	1,151
	Female	390	393	396	363	309
Mid-level	Male	946	942	961	921	824
	Female	173	174	176	171	158
Senior Management	Male	37	41	38	35	146
	Female	1	01	02	02	11
Total		3,192	3,096	2,947	2,844	2,599

HUMAN RESOURCE ACCOUNTING

The 21st Century has been referred to as the Century of the Service Sector. For any Company operating in the Manufacturing Sector, its core assets are its Machinery and Fixed Assets but for a Company operating in the Service Sector, its core assets are its employees which are Intangible Assets. For a Service Sector Company, the value of employees gains importance as earnings are based on the per-employee per hour and profitability is linked to the value added by the workforce. HR Accounting helps the company ascertain how much Investment it has made on its Employees and how much return it can expect from this Investment.

Social Islami Bank Limited formally does not practice Human Resources Accounting but regularly works out and looks into some important areas for mathematical and co-relational understanding on the main business factors. Given below is the considerable index to the management on which human related decisions are taken:

Description	Yr-2021	Yr-2020	Yr-2019	Yr-2018	Yr-2017
Total number of employees	3,192	3,100	2,947	2,844	2,599
Total number of Branches	172	168	161	155	138
Employee Per Branch (nos)	19	18	18	18	19
Deposit per employee (million Tk)	107.04	103.99	97.37	87.22	88.03
Investment per employee (millionTk)	97.99	96.97	89.37	83.83	80.82
Operating profit per employee (million Tk)	1.42	1.40	2.14	2.16	2.37
Salaries & Allowances per employee(millionTk)	1.13	1.15	1.15	1.10	1.12
Salaries & Allowances as percentage of Operating profit	79.60%	82.14%	53.54%	51.21%	47.02%

Employee remuneration

Social Islami Bank Limited is very keen to establish and retain a very congenial working atmosphere. The bank has a competitive & unique pay structure for its employees and always keep track on the necessity of revision on the passage of time that matches with the living standards of the employees in one hand and competitive with other banks on the other hand. At present, SIBL offering three types of long term employee benefits of which Provident Fund and Gratuity Fund are approved by the Revenue Board and are funded liability for the bank. Sufficient provisions have been provided in the financial statements of the bank for these two employee benefit funds as per International Accounting Standard 19 Accounting for Employee Benefit. Apart from these two, another welfare fund called "SIBL Employees' Superannuation Fund" has been maintaining solely for the purpose of welfare of the employees of the bank and also approved by NBR. All these funds are governed and maintained by separate trustee board and funds are investing in very safe mode. Given below is the position of the employee's benefit funds:

(Figure in Million Tk.)

Particulars	2021	2020
Social Islami Bank Profit Dependent Employee's Provident Fund	2,814.53	2,449.71
Social Islami Bank Employee's Gratuity Fund	1,395.70	1,252.57
SIBL employees' Superannuation Fund	280.92	244.43
Total	4,491.15	3,946.71

The nature of the Provident fund is 10% contributory from the both side of the employee and employer. The eligibility of such Provident fund is 5 years whereas the eligibility of the gratuity fund to the employee is equivalent to 1 basic pay for 7 years & above services, equivalent to 1.5 basic pay for 12 years & above services and equivalent to 2 basic pay for 20 years & above services.

RISK MANAGEMENT

To ensure sustainable and consistent growth, SIBL has developed sound risk management policies and framework as per Bangladesh Bank guidelines. The risk management guideline of the Bank covers a wide spectrum of risk issues and the 6 (six) core risk areas of banking i.e. investment risk, foreign exchange risk, internal control & compliance risk, money laundering risk, ICT risk and asset liability management risks. The Board of Directors of SIBL reviewed all the risk management policies and frameworks regularly. Board's Risk Management Committee (BRMC) and Executive Risk Management Committee (ERMC) is

monitoring the risk management activities of the bank through monthly risk management report, comprehensive risk management report, stress testing etc. The ERMC submits decisions and recommendations to the Board's Risk Management Committee (BRMC) and Board on quarterly basis for further reviews and guidance in the interest of the stakeholders.

Business Risk Analysis

Business risk is the exposure a company or organization has to factor(s) that will lower its profits or lead it to fail. Anything that threatens a company's ability to achieve its financial goals is considered a business risk. So, the prime responsibility of every financial institution is to manage its risk so that its return from business can be maximized. As a prudent and responsible financial institution, the bank attaches top priority to ensuring safety and security of the finances that are being extended. Risk Management for SIBL is performed at various levels of the bank. By formulating policy regarding profit rate, market, liquidity, currency, operational as well as investment risk, SIBL manages its business risks and aims to mitigate them.

Credit/Investment Risk

Credit risk is the possibility of a loss resulting from a borrower's failure to repay a loan or meet contractual obligations. Traditionally, it refers to the risk that a bank may not receive the owed principal and profit. Investment risk is one of the major risks faced by the bank. The factors involved here may be the unwillingness of the counterparty as well as adverse economic condition. To address the risks, SIBL follows a guideline on Investment Risk Management, which has been prepared in the light of broad guidelines provided by Bangladesh Bank for the banking industry. The bank's formulated investment policies in compliance with regulatory requirement covers investment assessment, collateral requirements, risk grading and reporting, documentation and legal formalities and procedures along with up to date clean CIB report of the client.

The bank has incorporated a segregation of duty among the officers/ executives who are involved in investment activities to mitigate the risk to an acceptable level. A separate Corporate Division has been formed at Head Office, which is entrusted with the duties of maintaining effective relationship with the customer, marketing of investment products, exploring new business opportunities etc. Moreover, investment approval, administration, monitoring and recovery function has been segregated. For this three separate units have been formed within the credit division namely Investment Risk Management Division (IRMD), Investment Administration Division (IAD) and Special Asset Management Division (SAMD).

Operational Risk

Operational risk can also arise from unexpected losses due to physical catastrophe, technical failure and human error in the operation of a bank, including fraud, failure of management, internal process errors and unforeseeable external events. As per guideline of Bangladesh Bank, operational risk as the risk of loss resulting from inadequate or failed internal processes, people and systems or from external events. This operational risk also includes legal risks but not strategic and reputational risks. Operational risk is measured and reviewed on quarterly basis and proper capital is maintained against the operation risk faced by the bank. Moreover operational risk issues are incorporated in the Monthly Risk Management Report and Comprehensive Risk Management Report to discuss in ERM and BRMC meeting for proper management.

Internal Control and Compliance

Internal control facilitates systematic and orderly flow of various operational activities within the organization. To confront operational risk, SIBL follows "Internal Control and Compliance guidelines" which is approved by Bangladesh Bank. To ensure that sound monitoring system is placed inside the organization, Audit committee has been formed. Moreover, SIBL has introduced the "Internal Control and Compliance Division (ICCD)" at Head Office staffed with some experienced senior Bankers rest with the power and duties to train the employees of the bank, give direction, minor, audit and establish control on day to day operational procedures and statutory and non-statutory compliances.

Money Laundering

Money laundering refers to a financial transaction scheme that aims to conceal the identity, source, and destination of illicitly obtained money. To fight with money laundering SIBL has framed an appropriate Money Laundering Prevention Policy Guideline so that it could be sufficient to protect the bank from tribulations of money laundering. Besides that, a central compliance unit has been formed at Head Office in SIBL and a designated person has been nominated to supply any information if required as per Money Laundering Prevention Act 2012 and Money Laundering Prevention circulars. Chief Anti Money Laundering Compliance Officer (CAMALCO) has been designated at Head Office and Branch Anti Money Laundering Compliance Officers (BAMALCO) has been nominated at branches. The second man of the ninety four branches of SIBL have been complying the responsibility for their respective branches as Branch Anti Money Laundering Compliance Officers (BAMALCO) as per the direction of Bangladesh Bank.

Market Risk

Market risk is the possibility that an individual or other entity will experience losses due to factors that affect the overall performance of investments in the financial markets. It also risk refers to the risk of losses in on and off-balance sheet positions arising from fluctuations in market prices. It arises due to change in different market variables like profit (interest) rate, exchange rate, availability of liquidity with the lenders/ depositors, prices of securities in the stock exchange. Market risk is measured as per Basel III guideline of Bangladesh Bank. Market risk is measured and reviewed on quarterly basis and proper capital is maintained against the operation risk faced by the bank.

The risk arising from market risk factors such as profit rates, foreign exchange rates, and equity prices have been discussed below:

Risk on Rate of Return

Investment profit rate risk is the potential impact on the bank's earnings and net asset values due to changes in market interest rates. This can arise due to mismatches between maturities of investment and funds, imbalance between supply and demand of fund for investment etc. Besides that, increase in profit rate results in subsequent adjustment on the deposit rates whereas the pricing of investments cannot be done instantaneously giving rise to such risk. Early repayment of investment, early deposit encashment/withdrawals are additional factors of such risk. The Asset Liability Committee (ALCO) of SIBL is the primary body which looks after and monitors investment profit rate structure. The committee also evaluates any market risk that arises from the regulatory pressure thus reducing the profit rate. Moreover, ALCO committee is always watchful to adverse movement of the different market variables.

Equity Financing Risk

Equity financing risk is defined as loss due to change in market price of equity held by the bank. SIBL has significant amount of investment in equity portfolio. To measure, identify and reduce this kind of risk, the bank practicing mark to market valuation of the share investment portfolios which was reflected through the bank's balance sheet as provisions for diminution in value of investment in shares.

Foreign Exchange Risk

Foreign-exchange risk refers to the potential for loss from exposure to foreign exchange rate fluctuations. This can be the current or prospective risk to earnings and capital resulting from adverse movements in currency exchange rates. Managing foreign exchange risk involves prudently



managing foreign currency positions in order to control, within set parameters, the impact of changes in exchange rates on the financial position of the bank. Introduction of market based exchange rate of Taka has resulted in both trading opportunities and associated foreign exchange volatility risk. SIBL adopted foreign exchange risk manual and investment guideline of Bangladesh Bank to identify and combat the foreign exchange risk. International department of the bank independently conducts the transactions relating to foreign exchange and responsible for verification of deals and passing entries. Besides that, the bank's Internal Control and Compliance Division performs internal audit to supervise the activities of the foreign exchange departments which measures the effectiveness and efficiency of the division.

Liquidity Risk

Liquidity risk is the probability of loss arising from a situation where there will not be enough cash and/or cash equivalents to meet the needs of depositors and borrowers, thus sale of illiquid assets will yield less than their fair value. This also arises when the cushion provided by the liquid assets are not sufficient enough to meet maturing obligations. Liquidity risk is often triggered by the consequences of other financial risks such as credit risk, interest rate risk, foreign exchange risk, etc. For instance, a large loan default or changes in interest rate can adversely impact a bank's liquidity position. SIBL's Asset Liability Committee (ALCO) is entrusted with the responsibility of managing short-term and long-term liquidity and ensuring adequate liquidity at optimal funding cost. ALCO also reviews liquidity requirement of the bank, the maturity of assets and liabilities, deposit and lending pricing strategy and the liquidity contingency plan.

Reputation Risk

Reputation risk may arise from the possibility that negative publicity regarding the bank and its business practices, in the territory or elsewhere through related entities, whether accurate or not, will adversely impact the operations and position of the bank. Reputation risk may also arise from an institution, or an affiliate, being domiciled in a jurisdiction where the legal and organizational framework for the regulation and supervision of financial institutions is generally viewed as failing to meet international standards for the protection of consumers of financial services and for the prevention of sheltering the proceeds of organized crime. Reputation risks are very difficult to measure but significantly important to manage since many new banks have created the market more competitive ever before.

VARIOUS RISKS AND THEIR MITIGATION APPROACHES

Risk Management has become the most challenging job for any Bank operating now a day. SIBL has broadened its risk management coverage and enhanced its risk management function. The bank wide-ranging risk management expertise enables it to delegate responsibility regularly. Moreover, the bank can delegate authority to suitably handle all aspects of risk. The matters in relation to risks associated with banking business are placed to before the Board of Risk Management on a regular basis. The risk wise mitigation approaches are described in the **Report on Risk Management** Section of this **Annual Report**.

SAFETY MEASURES

Social Islami Bank Limited provides world class office environment to its employees. Every branch of SIBL is homogenously decorated with the provisions of air condition, most modern safety office equipment and machines and well-structured office building facilitated by sewerage and electricity connection and security measures like 24/7 close circuit TV camera, well trained security and gunmen, fire extinguishers etc. Design of Office / Branch is considered on the basis of sufficient free space, safe sewerage gas and electricity connections etc. SIBL has the finest corporate Head Office at its own Office premises of 90/1 Motijheel Commercial Area, Dhaka, City Center level 19, 20, 21, 22, 28 & 29 measuring areas of 69,765 sft. featured by most modern equipment and facilities. Fire drill programs are organized by the bank at different location time to time.

SIBL is sincere to address its employee's health problem. The bank has appointed one full time doctor for the employees of Head Office and Dhaka city branches. SIBL placed First Aid Box in its premises to provide instant medical facility for all employees as and when needed. Moreover, SIBL has corporate agreement with United Hospital Limited to allow facilities to the employees of the bank. The Board of Directors has already approved an Insurance policy including hospitalization benefit for the general employees of the bank. We have help desk, who are always besides to their ailing colleagues and their family members for proving all kinds of supports including pecuniary facility under SIBL Employees' Superannuation Fund and CSR.

ICT RELATED SERVICES

SIBL has a continuous effort for expanding and enrichment of banking service by adopting state-of-art technology. The Bank has implemented Islamic Shariah based Centralized Core Banking (CBS) solution and all the branches and

sub-branches have been brought under online coverage to facilitate any-branch banking. The Agent Banking service of SIBL brings banking facility to the doorsteps of mass people in rural areas. SIBL provides 24/7 banking support through ATM booths, internet banking and call center services round-the-clock. Automated cheque clearing (BACH), Electronic Fund-Transfer, Real-time Gross Settlement (RTGS) services are available in all SIBL branches and sub-branches. SIBL has implemented software solutions for collecting utility bills and payments of various organizations. SIBL provides foreign remittance disbursement service using in-house software solutions integrated with international money transfer companies. SIBL is the only Bangladeshi Bank for sending outward remittance instantly.

Security measures and business continuity plan (BCP)

Businesses are prone to a host of disasters that vary in degree from minor to catastrophic and BCPs are an important part of any business. BCP is typically meant to help a company continue operating in the event of threats and disruptions. This could result in a loss of revenue and higher costs, which leads to a drop in profitability. And businesses can't rely on insurance alone because it doesn't cover all the costs and the customers who move to the competition.

SIBL has developed secured core network system protected with multi layered firewall solutions like NG Firewall, Core Firewall, Web-application firewall. Barracuda email security gateway has been implemented for protecting the email system against inbound malware, spam, phishing, and denial-of-service attacks.

For ensuring business continuation and services resiliency in any emergency, the Bank has established three layer Data Center with modern technology. The Near DC has been established at 21 km away from Primary DC and the Far DC has been established in a different seismic zone and 132 km away from the primary DC as per guideline of the central bank of Bangladesh. Oracle Real Application Cluster (RAC) and Active Data Guard solution has been implemented to ensure high availability, data protection, and disaster recovery of enterprise database.

Modern security solutions has been implemented for protecting the information assets of the Bank. SIBL has implemented world class screening solution for preventing any money laundering activity. Automated SWIFT message monitoring and customer screening process been implemented for international transaction. SIBL customers' gets mobile SMS for any financial transaction and month-end account balance. Mandatory two factor authentication is required for internet banking transaction or e-commerce payment through SIBL card.

Extending digital services

SIBL has introduced Internet Banking system to provide any-where, any-time banking service for 24/7 beyond any limitation of time and location boundary. The internet banking web application and "SIBL NOW" mobile application has been enriched with instant Fund transfer facility to transfer money to other accounts under same bank, other bank and MFS (bKash/Nagad) accounts. Moreover, customers can pay credit card bill, utility bill (DESCO/DPDC), recharge mobile balance, view account statement, see cheque status and provide stop cheque payment instruction over internet by self service.

SIBL has introduced e-Accounting service for facilitating prospective customers to open bank account from "SIBL NOW" mobile application without any branch visit. The bank brings QR Code cash-withdrawal feature in the "SIBL NOW" mobile app which allows customers to withdraw money from any SIBL branch without any physical cheque. SIBL has implemented centralized document management solution to preserve account opening documents digitally and has introduced business proposal approval process over online process as a green banking initiative. SIBL has implemented Call Center to provide 24/7 support for internet banking, ATM and account related issues round the clock.

Remittance disbursement support

SIBL developed software and API (application programming interface) for connecting with international money exchange companies for collecting foreign remittance and disbursement to authorized representatives or transferring into local bank accounts. Moreover, SIBL has developed in-house solution for sending money abroad instantly for paying medical treatment fees and tuition fees through WesternUnion money transfer company, which is a new innovation in banking industry of Bangladesh.

Collecting payment/bill/fees and salary disbursement

SIBL developed several software solutions for collecting third party payments, utility bills, fees through API integration with their systems. Presently, SIBL facilitates service for collecting bills/fees/payables for DESCO, PDB, DPDC, WASA, Titas Gas, Kornfuli Gas, Bakhrabad Gas, Sundarbans Gas, Shipping Corporation, Asian University, Wills Little Flower School, Bar Council, Pran-RFL dealers through the branches. Besides, SIBL ICT Division provides salary disbursement support for employees of various organizations through the core banking solution.

Modern technology for corporate communication

SIBL implemented modern communication systems for developing effective communication. The bank installed IP Telephony solutions to establish lowcost and easy communication system around the bank. Microsoft Exchange Mail Server has been implemented for efficient usage of corporate email system. Smart phone devices are provided for all branch managers and divisional heads in head office/regional office with dedicated corporate SIM for keeping them connected.

SME PROGRAM

SME is considered as one of the focus areas of operation in SIBL. SME's clients are being served in all of SIBL's branches situated both in rural and urban areas. Total investment portfolio of the bank has been segregated into 3 major aspects e.g. Corporate, SME & Retail. Such segregation has been made in line with the definition and guidelines of Bangladesh Bank.

SIBL has been achieving a continuous and upward growth in its SME portfolio. As of December 2021, SME portfolio holds 18% share of the total investment portfolio of the Bank amounting to Tk.57,263.50 million whereas the outstanding balance in the year 2009 was only Tk.515.40 million. Such tremendous growth has been possible due to proper and timely guidance of prudent members of the Board of Directors of SIBL and initiatives of the Management along with team effort.

SME portfolio of the Bank has increased manifold since 2009 which is shown in the following table and graph.

Particulars	SME Outstanding (Fig. in millions)
31/12/2014	21,399.80
31/12/2015	29,198.70
31/12/2016	40,507.30
31/12/2017	56,884.30
31/12/2018	55,648.40
31/12/2019	63,698.70
31/12/2020	61,920.98
31/12/2021	57,263.50

The trend in SME investment outstanding of the Bank since December, 2009 is shown in Figure 1 below:

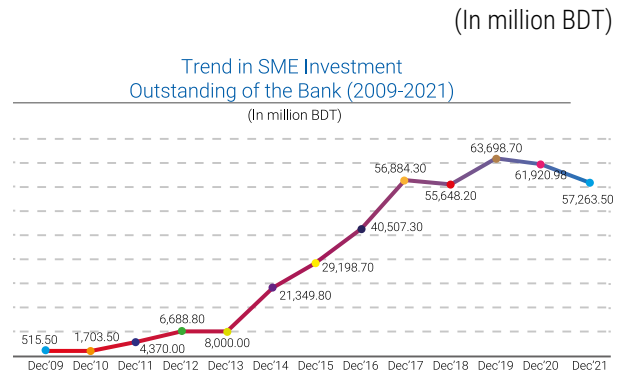


Figure 1: Trend in SME Investment Outstanding of the Bank (2009-2021)

The present SME investment outstanding is Tk.57,263.50 million (18%) in comparison with total investment outstanding of the Bank which is BDT.312,773.82 million. The composition of Investment portfolio of the Bank is shown in Figure 2 below:

Composition of SME Investment Outstanding of the Bank (December, 2021)

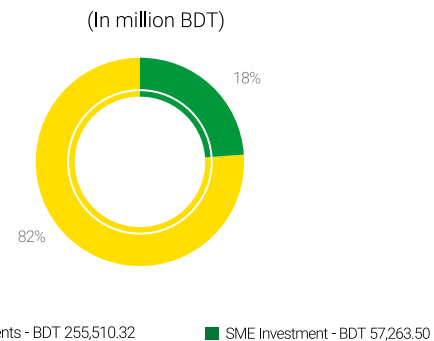


Figure 2: Composition of SME Investment Outstanding of the Bank (December, 2021)

SIBL has been able to create job opportunities among the significant Micro and SME borrowers. Many of them have been able to establish themselves as successful entrepreneurs. Graduate of Micro-Enterprise program and successful SME graduates have the opportunity to get investment facilities from formal sector as Corporate clients. The Bank will keep continuing its efforts of diversification of SME portfolio focusing on clients' need while giving emphasize on green initiatives and sustainable development within a framework of Bangladesh Bank's guidelines.

AGRI INVESTMENT

SIBL has been continuously financing in different agricultural businesses & projects in addition to provide financing to the farmers through its entire branch network spread over the country. Earlier, the Bank has received 'Letter of Appreciation' from Bangladesh Bank for achieving agricultural Investment disbursement target of FY 2011-12 & FY 2014-15. In the FY 2020-2021, SIBL has disbursed Tk.2,844.28 million Agri investments outstanding of which is Tk.2,105.70 million. In 2021-2022, we have a target to disburse Tk.5,910.00 million Agri investments set by Bangladesh Bank.

Besides the regular agricultural financing program, SIBL has been providing finance to the farmers for Soybean cultivation @4% profit rate only at Subornochar, Noakhali & Komolnagar, Laxmipur since January, 2019. The recovery rate of those investments is almost 100% which is very encouraging for increasing finance in this sector. This financing initiative of SIBL is highly successful one and may be replicated by other financial institutes of the country.

SIBL as a part of its social commitment will keep on patronizing the SME & Agri. clients to fulfill their diversified needs.

NON-FORMAL SECTOR

Social Islami Bank Limited has launched its Family Empowerment Islamic Microfinance Program (FEIMP) in 1995 providing financial inclusive banking services with the commitment of "Working Together for a Caring Society". SIBL again resume the program initially at 04 designated Branches in 2015 pilot basis. At present the program is being implemented in 36 districts at 74 branches of the bank. Under Non-Formal Banking Division, Family Empowerment Islamic Microfinance program unit undertakes policy formulation, planning, investment approval, monitoring etc. under the guidance of the Management of SIBL.

Performance of Islamic Microfinance Program at a glance as on 31.12.2021: (Fig in Million)

Sl. No.	Particulars	Figure for the year 2020 & 2021		
		Year-2020	Year-2021	Growth rate
01	No. of branches having the program	68	74	8.82 %
02	No. of Social Officers	108	93	-13.89 %
03	No. of Members	33175	35875	8.14 %
04	Savings deposited (Taka)	344.60	412.60	19.73 %
05	No. of disbursement (yearly)	6633	6362	-4.09 %
06	Disbursed amount (Taka) yearly	502.60	525.10	8.46 %
07	No. of disbursement (cumulative)	35578	41940	17.88 %
08	Disbursed amount (Taka) cumulative	1,954.20	2,499.40	27.90 %
09	No. of borrowers	10203	9997	-2.88 %
10	Amount of outstanding (Taka)	540.10	556.80	3.09 %
11	% of Savings on outstanding Inv.	63.61%	74.10%	16.49%
12	Amount of Overdue (Taka)	81.10	74.70	-7.89%
13	Amount Classified	-	-	-
14	Amount of risk fund (Taka)	43.50	62.80	44.37 %

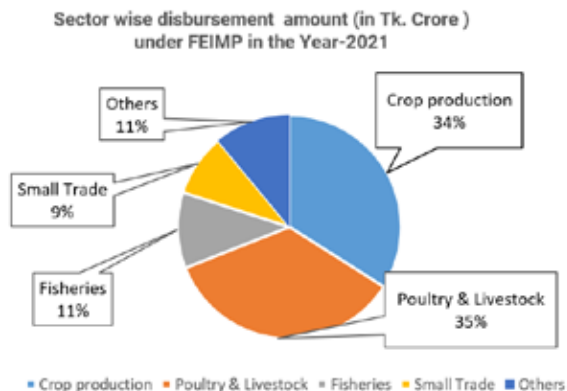
Client's savings, number of borrowers, Investment outstanding and sector wise disbursement are presented below in Graph 1 & 2 respectively:

Graph-1: Savings mobilization of Microfinance Clients as on December 2021

Figure in 'Crore Taka'



Graph 2: Quarterly sector wise disbursement amount in the year-2021



CASH WAQF PROGRAM

In the Voluntary Sector, SIBL has introduced Cash Waqf Program, a new product for the first time in the history of Banking.

This scheme has been well received by the public in general for its unique features. SIBL as a pioneer of this innovative financial product has received both Local & International accreditation. As a result of successful replication, many people are being benefited by the beauty of Cash Waqf Program.

By opening a Cash Waqf Deposit A/C, some one can get an opportunity to do welfare to the mankind through Sadakah-E-Jariah. SIBL urges to all religious & affluent persons of the society to come forward to mobilize Cash Waqf Deposit so that the profit may be utilized for the well being of mankind.

Modus Operandi of Cash Waqfs program are given below-

Cash waqfs shall be accepted as endowment in conformity with the Shariah. Bank will manage the waqf on behalf of the waqif. Waqfs are done in perpetuity and the account shall be opened in the title given by the waqif. Purposes of Cash Waqf program can be break under some major fields like –

1. Family Rehabilitation
2. Education & Culture
3. Health & Sanitation
4. Social Utility
5. Others

Waqif may choose distribution of the profit to any specific individual(s)/ institution(s). Those A/Cs will be treated as Specific Cash Waqf, the profit of those A/Cs will be sent to the beneficiary(s) as specified by the Waqif. The amount deposited in the Cash Waqf A/Cs will be invested as per Bank's own decision in conformity with the Shariah and

the Cash Waqf amount will earn profit at the highest rate offered by the Bank from time to time. The waqf amount will remain intact and only the profit amount will be spent for the purpose(s) specified by the Waqif. Unspent profit amount will automatically be added to waqf amount and earn profit to be grown over the time. No cheque book will be issued in this account. Waqif may also instruct the Bank to spend the entire profit for the purpose of Cash Waqf. Waqif has the opportunity to create cash waqf at a time. Otherwise he/she may declare the amount he/she intends to build up and may start with a minimum deposit of Tk. 1,000/= (one thousand) only (or equivalent foreign currency). The subsequent deposits shall also be made in hundred or in multiple of hundred Taka. However, General Cash Waqf A/Cs (where name of beneficiary whether Individual(s) or Institution(s) are not mentioned) may be opened by depositing a minimum sum of Tk. 1,000/= (one thousand) only. Specific Cash Waqf A/Cs (where name of beneficiary whether Individual(s) or Institution(s) are mentioned by the Waqif) by depositing a minimum sum of Tk. 1,00,000/= (One Lac) only & above.

Waqif shall also have the right to give standing instruction to the bank for regular realization of cash waqf at a rate specified by him/her from any other A/C maintained with SIBL. Cash waqf shall be accepted in specified endowment Receipt Voucher and a Certificate for the entire amount shall be issued as and when the declared amount is built. Accounts of Cash Waqfs are maintained in a separate ledger and necessary charges as per rules may be deducted therefrom.

In case of any change of address of the Waqif or beneficiary, must be informed by the Waqif to the Bank immediately. Bank however reserves the right to regret to open any Cash Waqf Account. The rules of Cash Waqf Account are subject to amendment in conformity with the Shariah at any time by the Bank.

Al-Wasiyah Bil Waqf (Cash) Account:

Very recent, Social Islami Bank Ltd. (SIBL) introduced Al-Wasiyah Bil Waqf (Cash) Account for the first time in the country. This is a special type of Cash/Waqf account. The account has been designed for the wellbeing of the Waqif both in here & hereafter in conformity with the Shariah.

Any solvent person aged 40 years or above can open "Al-Wasiyah Bil Cash Waqf Account" by depositing Tk.5.00 Lac (Taka: Five Lac) and above. The account holder will enjoy the profit of the account either full or partial in his life time for his livelihood and after his death the earned profit will be spent for the wellbeing (social, religious, educational) of earthly and heavenly purposes according to the waqif's wish (instruction).

This is also a perpetual endowment like cash waqf. But for unavoidable or emergency reasons, the Waqif can encash the whole amount or part of it. Waqif (account holder) can make one-third of his asset as cash waqf but if he wants to make more than one-third of his asset, he has to take written consent from his descendants.

SIBL has been responding spontaneously to its social commitment. As part of Corporate Social Responsibility (CSR), welfare activities of Social Islami Bank Limited (SIBL) are being carried out mainly from **(1) Profit of Cash Waqf Fund (2) Compensation Fund (3) Doubtful Income (4) Zakat Fund and (5) Others**

CORPORATE SOCIAL RESPONSIBILITY

CSR ACTIVITIES UNDER-TAKEN DURING 2021

SIBL has contributed a sum of total Tk. 120.53 million in the field of Health, Education, Disaster Management (Family Rehabilitation), Sports, Art & Culture, Environment (Social Utility) & Others during year 2021, which are furnished hereunder:

CSR Activities of SIBL

SIBL has contributed a sum of total Tk. 120.53 million in the field of Health, Education, Disaster Management (Family Rehabilitation), Sports, Art & Culture, Environment (Social

Utility) & Others during year 2021, which are furnished hereunder:

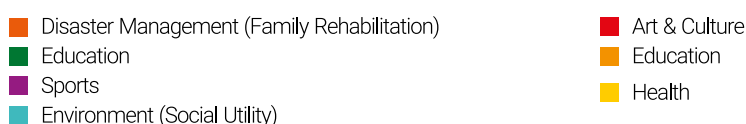
Figure in Taka

Sectors	(Jan – Jun' 21)	(Jul – Dec'21)	Total Contribution
Health	2,08,69,540	3,14,31,493	5,23,01,033
Education	1,70,000	40,19,000	41,89,000
Disaster Management (Family Rehabilitation)	0	97,76,250	97,76,250
Sports	0	5,00,000	5,00,000
Art & Culture	0	0	0
Environment (Social Utility)	4,28,23,387	1,09,43,750	5,37,67,137
Others	0		0
Total	6,38,62,927	5,66,70,493	12,05,33,420

Sector-wise CSR Contribution (Year 2021)

Sector-wise CSR Contribution (Year 2021)

(Taka)



CSR ACTIVITIES OF THE BANK DURING 2021 AT A GLANCE:

Sl. No.	Events	Particulars
1.	Donation to poor, helpless & distressed people	01. During the period the Board of Directors of the Bank approved Tk. 2,41,00,000/- as donation for distribution blankets " to poor, helpless & distressed people".
2.	Donation to Shah Mohammad Siddique Bari grave Yard"	02. During the period the Board of Directors of the Bank approved Tk.1,00,000/- as donation for the "Development Shah Mohammad Siddique Bari grave Yard" Nanupur Phatikchari Chattogram".
3.	Donation to 'Odommo Bangladesh Foundation	03. During the period the Board of Directors of the Bank approved Tk.1,50,000/- as donation to "Odommo Bangladesh Foundation for purchasing 400 Pcs School Bag for distribution among the poor, helpless & street students of Mojar School".
4.	Donation to Prime Minister's Relief Fund.	04. During the period the Board of Directors of the Bank approved Tk. 5,00,00,000/= as donation to Prime Minister's Relief Fund for " Helpless and poor people ".
5.	Donation to Prime Minister's Relief Fund	05. During the period, our Bank approved Tk.176,82,000/- as donation to Prime Minister's Relief Fund for "Helpless and Poor People".
6.	Donation to 'Mohammad Khairul Kabir Patwary'	06. During the period the Board of Directors of our Bank approved Tk. 2,00,000/- as donation to "Mohammad Khairul Kabir Patwary".
7.	Donation to 'Nuritala Shahi Jame Masjid	07. During the period the Board of Directors of our Bank approved Tk. 6,66,387/- as donation to "Nuritala Shahi Jame Masjid for construction Ablution House (Ozu Khana) Toilet and other related work".
8.	Donation to Bankers Club Rajshahi	08. During the period the Board of Directors of the Bank approved Tk.3,00,000/- as donation to "Bankers Club Rajshahi" for construction their office Building.
9.	Donation to Bangladesh Hockey Federation	09. During the period the Board of Directors of the Bank approved Tk.5,00,000/- as donation for arranging "Club Cup Hockey Tournament'2021" Bangladesh Hockey Federation.
10.	Donation to 'Rastropoti Abdul Hamid Foundation	10. During the period the Board of Directors of the Bank approved Tk.10,00,000/= as donation to "Rastropoti Abdul Hamid Foundation" for help Covid-19 affected poor and distress people.
11.	Donation to Hazrat Syed Shah (R:) Jame Masjid	11. During the period the Board of Directors of the Bank approved Tk. 5,00,000/= as donation to Hazrat Syed Shah (R:) Jame Masjid for New Masjid Building Construction.
12.	Donation to UCEP Bangladesh	12. During the period, the Board of Directors of our Bank approved Tk.12,50,000/- as donation to UCEP Bangladesh for providing skill development training to the underprivileged youth of the society.
13.	Donation to UCEP Bangladesh	13. During the period, the Board of Directors of our Bank approved Tk. 25,00,000/- donated to UCEP Bangladesh for providing skill development training to the underprivileged youth of the society.
14.	Donation to poor people suffering from severe cold	14. During the period the Board of Directors of our Bank approved Tk. 2,12,50,000/- donated 85000 pieces Blanket to Prime Minister's Relief Fund for distributing in the poor people suffering from severe cold.

Ongoing CSR activities of the Bank

Sl. No.	Events	Particulars
1	UCEP Bangladesh (Supported by SIBL)	Implementation of UCEP & SIBL Skills Training Project at UCEP Jatrabari Technical School, Dhaka & UCEP Ambagan Technical School, Chattogram. SIBL involving total Tk. 50.00 lac (Per quarter installment @Tk. 12.50 lac) for 01 (One) year.
2	Stipend to poor & meritorious student	SIBL is sponsoring financial support to the poor & meritorious student. In the year 2021, we have donated Tk. 41.89 lac favoring 953 (Nine hundred fifty three) students of different college & university around the country.

KEEPING PROPER BOOKS OF ACCOUNTS

While execute financial transactions during the year 2021 the bank ensured proper books of account and duly reviewed by the two individual external auditors, Hoda Vasi Chowdhury & Co, Chartered Accountants and Shafiq Basak & Co., Chartered Accountants. They agreed on the proper maintenance of the books of account as required by the law.

PREPARING THE ANNUAL FINANCIAL STATEMENTS

SIBL emphasizes mostly on the integrity and quality while preparing its financial statements. Suitable accounting policies have been consistently followed for all financial statements, while the accounting estimates are founded upon reasonable and prudent assessment. International financial reporting standards (IFRSs) applicable in Bangladesh are adhered to in the preparation of financial statements, unless otherwise stated.

GOING CONCERN ESTIMATION

The preparation of financial statements has been undertaken on the understanding that the bank operates on a going concern basis. Looking at the bank's financial performance, business portfolio and operational process, the bank can clearly be considered a going concern. A separate report on Going Concern has been given in this Annual Report.

RELATED PARTY TRANSACTION

Related party refers to the controlling entity (either directly or commonly) or controlling individual or close group/family members of such entity or individuals who have substantial influencing power in management of a particular organization. Whereas related party transaction refers to those transaction with the entity/person as stated by way of transfer of resources, services, or obligations between related parties, regardless of whether a price is charged.

IAS 24 Related Party Disclosures requires disclosures about transactions and outstanding balances with an entity's related parties. The standard defines various classes of entities and people as related parties and sets out the disclosures required in respect of those parties, including the compensation of key management personnel. For the above purposes Social Islami Bank Ltd has provided following disclosures in the financial statements:

RELATIONSHIPS BETWEEN PARENTS AND SUBSIDIARIES

Disclosure between the transaction between SIBL and subsidiaries is mention in note 49.3 of audited accounts whereas it is mentioned that Tk. 790.00 million was related to SIBL subsidiary company called SIBL Securities Ltd and of Tk. 1098.00 million was related to SIBL Foundation Hospital and Diagnostic center.

MANAGEMENT COMPENSATION

Key management personnel are those persons having authority and responsibility for planning, directing, and controlling the activities of the entity, directly or indirectly, including any directors (whether executive or otherwise) of the entity. [IAS 24.9] For this purpose relevant disclosures are given in note 31 and 32 of financial statements and controlling the activities of the entity, directly or indirectly, including any directors (whether executive or otherwise) of the entity. [IAS 24.9] For this purpose relevant disclosures are given in note 31 and 32 of financial statements.

CORPORATE GOVERNANCE

Corporate Governance is the structure for transparent, fair, timely and decisive decision making by the Bank with due attention to the needs and perspectives of shareholders as well as Stakeholders. It is considered to be a set of internal rules and procedures that ensure the accountability of the Directors and Top Management towards the stakeholders. SIBL gives much emphasis on the corporate governance in promoting a sound management. The objective of the Bank is to comply with all regulatory requirements, ensure equitable treatment of all stakeholders. It confirms full and fair disclosure of financial and other material information and show respect for norms of business ethics and social responsibility. The Board of Directors, Executive Committee, Audit Committee, Risk Management Committee, MANCOM and other Committees of the management perform their respective duties with accountability and transparency. SIBL has been complied all corporate issues as per guidelines of all regulators from time to time. Furthermore, Bangladesh Securities and Exchange Commission (BSEC) has revised the Corporate Governance Guideline and established 'Corporate Governance Code' vide its notification dated June 03, 2018. To comply with the said Code SIBL maintained the Board size consisting of 12 (twelve) members including 2 (two) Independent Directors. The qualification and experience of the Independent Directors are sophisticated who is able to ensure compliance with financial, regulatory and corporate laws and can make meaningful contribution to business. Besides, to support and enhance the practice of corporate governance, the Audit Committee of the bank was duly constituted by the Board of Directors with a view to evaluating the activities of the Bank. The said committee is headed by an independent Director as per the guideline of the said Corporate Governance Code.

Compliance Status of Corporate Governance Code issued by Bangladesh Securities and Exchange Commission (BSEC) vide its Notification No: BSEC/CMRRCD/2006-158/207/Admin/80 dated 3rd June, 2018 under condition no: 1.5 (xxii) and (xxiii):

Compliance of another conditions of 1.5 are summarized in the preface of this report.

Compliance of condition 1.5 (xxii)

Board Meeting Held During the Year 2021 and Attended by Each Director:

Sl. No.	Name of Director	Board Meetings in 2021		Remarks
		Held	Attended	
01.	Dr. Md. Mahbub Ul Alam, Chairman (Representative of Hasan Abasan (Pvt.) Ltd.)	15	02	Appointed as Director by the Board of Directors on 13.12.2021
02.	Mr. Belal Ahmed, Vice Chairman (Representative of Unitex Steel Mills Ltd.)	15	14	
03.	Mr. Md. Sayedur Rahman, Vice Chairman (Representative of Prasad Paradise Resorts Ltd.)	15	15	
04.	Mr. Md. Kamal Uddin, Director (Representative of Lion Securities and Investment Ltd.)	15	15	
05.	Mrs. Nargis Mannan, Director	15	15	
06.	Dr. Md. Jahangir Hossain, Director (Representative of Reliable Entrepreneurs Limited)	15	15	
07.	Mrs. Jebunnesa Akbar, Director (Representative of Unitex Cement Limited)	15	15	
08.	Mr. Ali Hasan Md. Mahmud Ribon, Director (Representative of Dynamic Ventures Ltd.)	15	15	
09.	Mr. Arshadul Alam, Director (Representative of Leader Business Enterprise Ltd.)	15	15	
10.	Mr. Mahmudul Alam (Representative of Global Trading Corporation Ltd.)	15	14	
11.	Professor A J M Shafiul Alam Bhuiyan, Ph.D Independent Director	15	15	
12.	Professor Mohammed Mizanur Rahman, Ph.D Independent Director	15	15	

Compliance of condition 1.5 (xxiii): Pattern of shareholding

Statement in compliance with condition 1.5 (xxiii a): Parent / Subsidiary/Associated Companies and other related parties: NIL

Statement in compliance with Condition 1.5(xxiii b)

b (i): Shareholding Position of Directors of SIBL with their Spouse and Minor Children as on 31.12.2021

SI No.	Name of the Directors	Position & Relationship	No. of Shares	Total Shares with spouse	Percentage of Shares
1.	Dr. Md. Mahbub Ul Alam Representative of Hasan Abasan (Pvt.) Limited	Chairman	40,104,189	40,104,189	4.0719
2.	Mr. Belal Ahmed Representative of Unitex Steel Mills Ltd	Vice Chairman	20,290,520	20,290,520	2.0601
3.	Mr. Md. Sayedur Rahman Representative of Prasad Paradise Resorts Ltd.	Vice Chairman	20,297,189	40,001,978	4.0615
	Mr. Md. Sayedur Rahman	(Own)	19,704,789		
4.	Mr. M. Kamal Uddin Representative of Lion Securities & Investment Ltd.	Director	20,289,132	20,293,333	2.0604
	Mr. M. Kamal Uddin	(Own)	4,201		
5.	Mrs. Nargis Mannan	Director	19,698,712	21,409,681	2.1738
	Prof. Dr. M. A. Mannan	Husband	1,710,969		
6.	Dr. Md. Jahangir Hossain Representative of Reliable Entrepreneurs Ltd.	Director	20,289,563	20,549,668	2.0865
	Dr. Md. Jahangir Hossain	(Own)	260,105		
7.	Mrs. Jebunnesa Akbar Representative of Unitex Cement Ltd.	Director	20,290,520	20,290,520	2.0601
8.	Mr. Ali Hasan Md. Mahmud Ribon Representative of Dynamic Ventures Ltd.	Director	20,295,856	20,295,856	2.0607

SI No.	Name of the Directors	Position & Relationship	No. of Shares	Total Shares with spouse	Percentage of Shares
9.	Mr. Arshadul Alam Representative of Leader Business Enterprise	Director	20,297,189	20,306,433	2.0618
	Mr. Arshadul Alam	(Own)	9,244		
10.	Mr. Mahmudul Alam Representative of Global Trading Corporation	Director	20,191,434	20,191,434	2.0501

1.5 (xxiii b) (ii) Shares held by the Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit & Compliance and other top Executives of the Bank and their spouse and minor children(Name wise Details)

SI No.	Name	Nos. of Share(s) held
01.	Mr. Zafar Alam Managing Director and CEO	NIL
02.	Mr. Abdul Hannan Khan Company Secretary	NIL
03.	Mr. Walid Mahmud Sobhani, FCMA Chief Financial Officer	NIL
04.	Mr. Md. Giash Uddin Bhuiyan Head of Internal Audit & Compliance	NIL

1.5 (xxiii c) Shares held by top five salaried Executives of the Bank:

SI No.	Name	Nos. of Share(s) held
01.	Mr. Abu Reza Md. Yeahia Additional Managing Director	NIL
02.	Mr. STM Abu Naser Chowdhury Deputy Managing Director	NIL
03.	Mr. Md. Sirajul Hoque Deputy Managing Director	NIL
04.	Mr. Md. Shamsul Hoque Deputy Managing Director	NIL
05.	Mr. Mohammad Forkanullah Deputy Managing Director	NIL

1.5 (xxiii d) Shareholders holding ten percent or more voting interest in the Company: NIL

RETIREMENT OF DIRECTORS

The Article 83 of the Articles of Association of the Bank provides a provision of Retirement by Rotation of the Directors in accordance with the provision of Section 91(2) of the Companies Act, 1994. In accordance with the said provision of the Companies Act, 1994 and Articles of Association of the Bank the following Director will retire from the office in the next 27th Annual General meeting as they have been holding the office for the longest period.

1. **Dr. Md. Mahub Ul Alam**
(Representative of Hasan Abasan Pvt. Ltd.)
2. **Mr. Belal Ahmed**
(Representative of Unitex Steel Mills Ltd.);
3. **Mr. Jahangir Hossain**
(Representative of Reliable Entrepreneurs Ltd.)
4. **Mr. Mahmudul Alam**
(Representative of Global Trading Corporation Ltd.)

As per compliance of Corporate Governance Code-2018 and Notification No. BSEC/CMMCD/2009-193/09/Admin/117 dated 22th March, 2021 of BSEC, the engagement of the above mentioned Directors with other companies as Directors other than Social Islami Bank Limited are given below:

Sl.	Name of the Retiring Directors	Employment	First Appointment Date	Last Re-Appointment Date	Engagement other than Social Islami Bank Limited including Directorship
01.	Dr. Md. Mahub Ul Alam (Representative of Hasan Abasan Pvt. Ltd.)	Business	13.12.2021	N/A	Nil
02.	Mr. Belal Ahmed (Representative of Unitex Steel Mills Ltd.)	Business	30.10.2017	02.07.2019	<ul style="list-style-type: none"> • Managing Director: <ul style="list-style-type: none"> » Unitex Spinning Limited » Unitex Composite Mills Limited » Unitex LP Gas Limited » Unitex Petroleum Limited » Unitex Cement Limited » Unitex Steel Mills Limited
03.	Mr. Jahangir Hossain (Representative of Reliable Entrepreneurs Ltd.)	Business	13.11.2017	15.09.2020	NIL
04.	Mr. Mahmudul Alam (Representative of Global Trading Corporation Ltd.)	Business	12.07.2020	15.09.2020	<ul style="list-style-type: none"> • Proprietor: <ul style="list-style-type: none"> » Paragon Transport

As per provision of Article 84 of the Articles of Association of the Bank the retiring (four) Directors as mentioned above are eligible for re-election in the same meeting they retire.

It is also mentioned here that in the last Annual General Meeting (26th AGM) held on 06.07.2021, the following 4 (four) Directors were retired by rotation as per section 91(2) of the Companies Act 1994. They were also re-elected as per provision of the Companies Act 1994 and Articles of Association of the Bank.

1. **Mr. Md. Sayedur Rahman**
(Representative of Prasad Paradise Resorts Ltd.)
2. **Mr. Md. Kamal Uddin**
(Representative of Lion Securities and Investment Ltd.)
3. **Mrs. Nargis Mannan**
4. **Mr. Ali Hasan Md. Mahmud Ribon**
(Representative of Dynamic Ventures Limited)

INDEPENDENT DIRECTOR

- Pursuant to Condition # 1.2 (i) of the Corporate Governance Code issued by Bangladesh Securities and Exchange Commission (BSEC) vide its Notification No. BSEC/ CMRRCD /2006-158/207/Admin/80 dated 03 June, 2018 and as per section 15(9) of the Bank Companies Act, 1991 (amendment upto-2020) Social Islami Bank Limited appointed required numbers of Independent Directors to the Board of Directors of the Bank. The Board of Directors of the Bank appointed 2 (two) Independent Directors namely: Professor A J M Shafiu Alam Bhuiyan, Ph.D and Professor Mohammed Mizanur Rahman, Ph.D who are professor at Dhaka University. As per compliance of condition

5.3(a) of the said Notification Professor A J M Shafiu Alam Bhuiyan, Ph.D discharging his responsibilities as the Chairman of the Audit Committee of the Bank. He is also a Director of SIBL Investment Ltd (a subsidiary company of SIBL) Professor Mohammed Mizanur Rahman, Ph.D also nominated as an Independent Director of the SIBL Securities Limited (a subsidiary company of social Islami Bank Limited) as per compliance of the condition 2 (b) of the said Notification. The Independent Directors in the Board exerts independent views on the policy decisions and ensures that all decisions are unbiased and for the best interest of the bank. As per above corporate governance Code, no independent director of Social Islami Bank Limited

- holds more than one percent shares of the total paid-up capital.
- is not a sponsor of SIBL and is connected with the Bank's any sponsor or director or shareholder who holds one percent (1%) or more share of the total paid-up capital on the basis of family relationship.
- does not have any other relationship, whether pecuniary or otherwise, with the Bank or its Subsidiaries namely SIBL Securities Limited and SIBL Investment Limited.
- is not a member, director or officer of any stock exchange.
- is not a shareholder, director or officer of any member of stock exchange or an intermediary of the capital market.
- is not a partner or an executive or was not a partner or an executive during preceding 3 (three) years of the SIBL's statutory audit firm.

- is not an Independent Director more than 3(three) listed companies.
- has not been convicted by a court of competent jurisdiction as defaulter in payment of any loan to a Bank or Non-Bank Financial Institute.
- has not been convicted for a criminal offence involving moral turpitude.

APPOINTMENT OF COMPLIANCE AUDITORS

Suraiya Parveen & Associates, a Practicing Chartered Secretaries Firm was appointed as Compliance Auditor of the Bank for the year-2021 as per condition 9(2) of the Notification No.BSEC/CMRRCD/2006-158/207/ Admin/80 dated 03 June, 2018 of Bangladesh Securities and Exchange Commission at an annual fee of Tk.35,000/- (Taka thirty five thousand) only excluding VAT. They are also eligible for appointed for the year- 2022.

APPOINTMENT OF AUDITORS

M/s Hoda Vasi Chowdhury & Co., Chartered Accountants and M/s Shafiq Basak & Co., Chartered Accountants both were appointed as statutory Auditors of the Bank by the Shareholders in the 24th Annual General Meeting held on 2nd July, 2019 at a fees of Taka 4,00,000/- each for the year 2019. They were further re-appointed as statutory Auditors of the Bank by the Shareholders in its 25th & 26th Annual General Meeting at a fees of Taka 4,00,000/- each for the year 2020 & 2021 respectively. As per provisions of Companies Act, 1994, Notification/Directive of BSEC and Regulations of Dhaka and Chittagong Stock Exchange (Listing) Regulations-2015, they are not eligible to continue for the next time, since they have completed consecutive period of 3 years as statutory Auditors of the Bank. As such, another new Auditors shall be appointed by the Shareholders in the up-coming AGM for the year-2022.

THIS REPORT ALSO STATES

The financial statements prepared as on 31.12.2021 by the Bank, presented fairly its state of affairs, the results of its operation, cash flows and changes in equity;

- The financial statements prepared as on 31.12.2021 by the Bank, presented fairly its state of affairs, the results of its operation, cash flows and changes in equity;
- There is no significant variance occurred between quarterly financial performances and Annual Financial Performances of 2021;
- A separate section titled "Management Report & Analysis" has been presented in this Annual Report.

Comparative analysis of the Banks performance has been shown under this section. A brief review of subsidiaries business during 2021 has also been presented in this section.

- Director's remuneration including Independent Director of Social Islami Bank Limited during the year 2021;
- Appropriate accounting policies have been consistently applied in preparation and presentation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment;
- International Accounting Standards (IAS) Bangladesh Accounting Standards (BAS)/ International Financial Reporting Standards (IFRS)/Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there-from has been adequately disclosed;
- The system of internal control is sound in design and has been effectively implemented and monitored;
- Declaration or certification by the CEO and the CFO to the Board has been disclosed in this Annual Report.
- The report as well as certificate regarding compliance of Corporate Governance Code has been disclosed in the separate section of this Annual Report.
- Management has reasonable ground to believe that there are no significant doubts upon the Bank's ability to continue as a going concern.
- No Changes in Accounting policies and estimates have been applied for preparation of financial statements.
- The appointment or reappointment of Directors including their resume and expertise has been described in separate sections of this Annual Report.
- As per provision of Companies Act and guidelines of other Regulatory Authorities, the Bank holds its Annual General Meeting every year wherein shareholders can express their opinion and also approve the decisions taken for the interest of the shareholders by the controlling shareholders (Board of Directors). On the other hand, all sorts of information is been disclosed in the Annual Report of the Bank published in every year which is also available in the website of the Bank. The minutes of decision taken by the controlling shareholders in the Board Meeting are being communicated with the Bangladesh Bank within

seven days of holding the meeting. As such, there is no scope for the controlling shareholders to take abusive actions against the interest of the minority shareholders.

- n. The Board has not declared any interim dividend for its shareholders in the form of stock dividend and there is no scope to declare such dividend in future as per guidelines of Regulatory bodies.

GRATITUDE

The member of the Board of Directors of Social Islami Bank Ltd. would like to place on record their gratitude to all the valued Shareholders, Clients, Patrons and Well- Wishers for their continued support and cooperation. We are also indebted to the Government of Bangladesh, Bangladesh Bank, Bangladesh Securities & Exchange Commission (BSEC), Stock Exchanges, Central Depository Bangladesh Ltd. (CDBL), Other Banks & Financial institutions, Office of the Registrar of Joint Stock Companies & Firms and all other concerned for their continued and kind support. Finally, the Board would like to place on record their deepest appreciation for the dedicated services rendered by all the employees of the Bank.

Ma-assalam,

On behalf of the Board of Directors.



Dr. Md. Mahbub Ul Alam
Chairman

REPORT ON INTERNAL CONTROL SYSTEM

The Board of Directors of Social Islami Bank Limited is very keen to establish and maintain a sound and effective Internal Control System and good governance in every sphere of the Bank. Accordingly, they have established broad business strategies, adopted significant policies for internal control and risk management and implemented risk based internal audits as per Section 15 kha of Bank Companies Act-1991 for ensuring that the Bank is appropriately and effectively managed and controlled.

During the year under review, the Board has reviewed the policies and procedures of various aspects of businesses in order to establish an effective internal control system which, the Board thinks, is adequate and appropriate for achieving sustainable growth.

The Board of Directors monitors the adequacy and effectiveness of Internal Control systems through the establishment of Audit Committee and the Committee has regularly reviewed and assessed the arrangement adequacy made by management and corrective measures taken by Management relating to fraud-forgery and deficiencies in internal controls. Internal Control & Compliance Division (ICCD) of the Bank continuously inspects the operational aspect of the Bank and report deviations and all such findings along with compliance status were placed by the Management before the Board of Directors and regulators on a timely basis and have performed all other functions relating to Internal Control Systems of the Bank.

The Board of Directors have established Whistle Blowing policy and reviewed the control procedures for ensuring – (i) safeguarding the Bank's asset (ii) prevention and detection of fraud and error (iii) adequacy and completeness of accounting records (iv) timely preparation of financial information and (v) the efficient management of core risk.

The Audit Committee has ensured that all the conditions of the Bank Company Act, Bangladesh Bank guidelines, Corporate Governance Code issued by Bangladesh Securities and Exchange Commission (BSEC) have been properly addressed. Internal control system, managing of core risks and Bank's process for monitoring compliance with laws and regulations and codes of business conduct were adequate.

The Board of Directors of the Bank declares that they have actively and diligently discharged their duties and responsibilities to establish a sound internal control system and to ensure good corporate governance.

On behalf of the Board of Directors.



Dr. Md. Mahbub Ul Alam
Chairman

REPORT ON GOING CONCERN

The board of Directors of the bank has made an annual assessment whether there exists a material uncertainty which may be an indicative of significant doubt about SIBL's ability to continue as going concern. In this regard, the Board of Directors of the bank has made appropriate inquiries, analysis, review and estimation in the backdrop of existing and future financial and operational strength of the bank. The Board of Directors are convinced and provide a reasonable assurance to the stakeholders as to SIBL's continuity as a going concern for the foreseeable future and accordingly the bank has been adopting the 'going concern' basis for preparing financial statements.

The financial performance of the bank was good and improving steadily over the years. While analyzing the 5 years comparative financial position of the bank, we find that all the basic indicators of the bank is positive and the bank is moving towards its way of 'Journey towards continuous excellence' leaving a growth curve.

Gaining public confidence day by day. Both deposits and investment are maintaining upward trend over the previous years.

- Built an excellent regulatory compliance culture.
- Practicing best Corporate Governance.
- Introducing state-of-the-art Information & Technology.
- Invented IT-based diversified products and services that are tailored to different economic class of people of the society in order to bring the un-banked people into banking channels.
- Motivated employees, excellent working work force &
- team spirit, competitive pay scale & long term benefits.
- Outstanding Assets Liability Management for proper liquidity planning & management.
- Expanded area of operation from urban to rural.
- Effective Risk management system.
- Outstanding asset quality.
- Outstanding Credit Rating both in short term and long term.
- Excellent public communication, branding and media image.
- Paying dividend consistently.
- Positive key financial indicators.

Banking business involves a high degree of risk and SIBL is operating in an industry involving both external and internal risk factors having direct as well as indirect effects on the financial position. Here, the Board of Directors of the Bank has carefully analyzed the financial position of the bank and estimated the issue of continuity of the bank as going concern considering some risk factors that may seriously effects. If any of the following risks actually occur, business, results of operations and financial condition could suffer.

PROFIT RATE & FOREIGN CURRENCY RISKS

Volatility in money market both in local and foreign, increase in Investment demand, Increase Import and decrease exports,

slow remittance etc. may raise the rate of profit on deposit & borrowings including foreign currency. The Bank's financing in different sectors is currently structured at fixed rates as per regulator's policy. A change in the Government's monetary policy also tends to increase the rates. Increase in profit rates or non-availability of Foreign Currency could adversely affect the bank's operations.

Perception

At present the deposit and borrowing rate is fixed by the regulator, though the consequences of unusual and abrupt increase in the deposit and borrowing rate cannot be avoided. Social Islami Bank Ltd. (SIBL) takes all the appropriate measures to minimize the negative consequences. Moreover, SIBL foreign exchange risk remains at minimum level as all of its foreign trade & remittance transactions are carried out on behalf of the customers and there is no direct selling or buying of foreign currency i.e. dealing room operation. The demand of foreign currency payment is mostly backed by Exports earnings and remittance. Treasury continuously monitors price movements of foreign exchange and uses various hedging techniques to manage its open position in such a way that minimizes risk and maximizes return.

NON-PAYMENT RISK

Non-payment risk can arise if the Bank becomes unable to repay to its depositors over the counter or on time due to the impacts of (i) global financial crisis (ii) pre-matures encashment (iii) economic recession (iv) natural calamity (v) international sanctions (vi) adverse classification of investments (vii) serious liquidity crunch (viii) assets liability mismatch (ix) limit less ID ratio etc. may have a direct negative impact on cash flow and profitability of the bank. The situation would fell the bank into serious trouble.

Perception

The management of SIBL is always concerned about the prevailing and upcoming future changes in the global financial policies and shall response appropriately and timely to safeguard its interest. The Bank has a very strong financial background

as well as cash flow along with diversified business package, that's why the risk is very negligible. Structured liquidity profile of the bank shows that all assets and liabilities are being well managed and shaped. The bank has specific policy guidelines on 'stress liquidity management'. Besides that, ALCO (Asset Liability Committee) of the bank is a powerful committee entrusted with the overall liquidity management. So the bank believe that if for some unwanted situation excessive premature encashment occurs over the counter, capable to shape up things. In the history of operation, SIBL has not recorded a single case of 'Non-Payment'.

MANAGEMENTS RISK

There may arise Management Risk in the Bank, which associates ineffectiveness, conflict of interest, destructive, or under-performing management that may hamper the smooth operation of the Bank and fell the organization in a question of going concern.

Perception

Social Islami Bank Limited (SIBL) has a very effective and competent management, which consistently makes effective policy decision. Since inception up-to 31.12.2021, the Board of Directors of the Bank has discharged their duties and responsibilities through 474 number of board meeting. The Board of Directors has formulated code of conducts including role and responsibilities for its Chairman, Board Member, Managing Director, Company Secretary, Chief Financial Officer & Head of Internal Control

& Compliance Division of the Bank. The bank is a compliant of corporate governance system imposed by Bangladesh Securities and Exchange Commission (BSEC) and there is no such evidence recorded so far which amounts to- management risk.

OPERATIONAL RISK

Operational risk is the risk of potential losses from a breakdown in internal processes and systems, deficiencies in people and management or operational failure arising from external events which may seriously shake the entity towards its continuation as going concern.

Perception

The internal control and compliance division of the bank controls the operational procedure of the Bank. Internal Control and compliance division undertakes periodical and special audit of the Branches and departments at the Head Office to review the operation and compliance of statutory requirements. The Audit Committee of the Board subsequently reviews the reports of the internal control and compliance division. So, the bank is aware about its operational risk and accordingly policies and procedures are regularly been reviewed by the Board of Directors of the bank to ensure risk free operation.

BUSINESS RISK

The bank may face business risk while doing their banking business. Business risk implies uncertainty in profit or danger of loss and the events that could pose a risk due to some unforeseen events in future, which causes business of SIBL to fail. Moreover, strong competitor in the industry may compel SIBL to squeeze its operations or may invite hard competitions

Perception

SIBL has a very good profitability record and the management is well aware about business risk. The Bank is operating in a highly competitive market as modern banking industry has brought greater business diversification. The Bank has a dedicated team to find new scope to expand its business. The risk management team is working to identify and manage different types of risk including business risk. SIBL Securities Limited and SIBL Investment Limited are the subsidiaries of SIBL incorporated with the objective to carry on the business of stock brokers, dealers in relation to shares and securities dealings, to underwrite, manage and distribute the issue of stocks etc. Thus, SIBL also reduces the industry risk by making versatile opportunity of business in the financial sector. Moreover, to make the operation competitive, the bank has implemented one of the best world class Information Technology platform in the bank to ensure faster and safer delivery of services to the customers on 24/7 basis. The bank has built up its alternative delivery channel infrastructure to offer the full suite of ATMs, POS, Internet Banking, and SMS banking for its customers. In order to support its growth strategies in future, the bank has made a strategic decision to change its core banking software to a more robust and internationally tested system. As its unique contribution to a truly broad-based and participatory electronic banking system in Bangladesh, SIBL currently has a wide coverage of 172 Branches, as on December 31, 2021. So, the board of directors estimated that there is no sign that the bank fall in trouble on the ground of business risk and hard competitions.

POTENTIAL OR EXISTING GOVERNMENT REGULATIONS

The Bank operates under the specific guidelines laid down by Bangladesh Bank, Bangladesh Securities and Exchange Commission (BSEC) and other regulatory authorities. The Bank also operates under Companies Act 1994 and other related regulations, Bank Companies Act 1991, Income Tax Ordinance 1984, Value Added Tax (VAT) Act 1991 and Value Added Tax (VAT) Rules 1991. Any abrupt change of the policies made by the regulatory authorities may adversely affect the business of the Company.

Perception

Unless any policy change negatively and materially affects the industry as a whole, the business of the Bank is expected not to be affected significantly. Like all Scheduled Banks in Bangladesh, SIBL's asset growth and cost of CRR and SLR are adjustable as per requirement.

POTENTIAL CHANGES IN GLOBAL/NATIONAL POLICIES

A financial institution's ability to operate a profitable business is directly related to the monetary and fiscal policy of the country at any given time. Imposition of restrictive monetary and/or fiscal policy by the government at any time may affect a company's profitability. Again, change in the existing global or national policies can have either positive or negative impacts for the Bank.

Perception

The management of SIBL is always concerned about the prevailing and upcoming future changes in the global or national policy and responds appropriately and timely to safeguard its interest.

HISTORY OF NON-OPERATION

Is there any history for the Bank to become non-operative from its commercial operation?

Perception

The Social Islami Bank Limited (SIBL), a second-generation bank, was incorporated on November 05, 1995. SIBL started its commercial operation on November 22, 1995 and completed 27 (Twenty seven) year successful banking operation based on Shariah Principles without having any history of non-operation. SIBL has now 172 branches all over the Country with two subsidiary companies - SIBL Securities Ltd. & SIBL Investment Ltd. Targeting poverty, The Social Islami Bank Limited is indeed a concept of 21st century participatory three sector banking model in one. In the formal sector, it works as an Islamic participatory Commercial Bank with human face approach to credit and banking on the profit and loss sharing. The Bank is an independent body that is operated by its Memorandum & Articles of Association and other applicable laws implemented by the Government of Bangladesh. Besides, the Bank's financial strength is satisfactory. It has highly experienced Directors and Management team which makes the Bank more efficient and stronger for any commercial operations. So, the chance of becoming non-operative for the risk Bank is minimum.

PORTFOLIO MANAGEMENT RISK

Poor quality of project appraisal, slack monitoring of outstanding debts, inadequate/inappropriate documentation and other forms of management efficiencies may affect the quality of SIBL portfolio.

Perception

Under the close supervision of SIBL's prudent shareholders and the Board of Directors, the management of SIBL has developed skills and ability to appraise a project efficiently, ascertain the risk factors, address them and monitor performance closely.

INVESTMENT/CREDIT RISK

Some of the customers or obligators may fail to meet the terms of any contract or otherwise fail to perform as agreed which will in turn reduce the profit of the Bank, decreasing shareholders' earning.

Management Perception

Considering the key elements of investment/credit risk, the Bank has segregated duties of the officers/ executives involved in credit related activities. Separate division for Corporate, SME and retail has been formed which are entrusted with the duties of maintaining effective relationship with the customers, marketing of investment/credit products, exploring new business opportunities etc. for transparency in the operation during the entire investment/credit period—i) Investment Approval Committee, ii) Investment Administration Department, iii) Recovery Unit and iv) Impaired Asset management have been set up.

Based on the above discussion, Board of Directors of the bank anticipated that it is appropriate to adopt going concern assumptions and there is no material uncertainty in preparing financial statements.

Ma-assalam

On behalf of the Board of Directors



Dr. Md. Mahub UI Alam

Chairman



**Corporate
Governance**

DECLARATION BY THE CHIEF EXECUTIVE OFFICER & CHIEF FINANCIAL OFFICER TO THE BOARD

April 28, 2022

The Board of Directors

Social Islami Bank Limited
City Center, 90/1 Motijheel C/A
Dhaka-1000

Sub: Certification by Managing Director & CEO and Chief Financial Officer (CFO) regarding Financial Statements for the year ended on 31st December, 2021

Pursuant to Condition # 1(5) (xxvi) imposed vide the Commission's Notification No. BSEC/CMRRCD/2006-158/207/ Admin/80 dated 03 June, 2018 under section 2CC of the Securities and Exchange Ordinance, 1969, we do hereby declare that:


1. The Financial Statements of Social Islami Bank Limited for the year ended on December 31, 2021 have been prepared in compliance with International Accounting Standards (ISA) or International Financial Reporting Standards (IFRS), as applicable in the Bangladesh and any departure there has been adequately disclosed;
2. The estimates and judgments related to the financial statements were made on a prudent and reasonable basis, in order to the financial statements to reveal a true and fair view;
3. The form and substance of transactions and the Company's state of affairs have been reasonably and fairly presented in its financial statements;
4. To ensure above, the Company has taken proper and adequate care in installing a system of internal control and maintenance of accounting records;
5. Our internal auditors have conducted periodic audits to provide reasonable assurance that the established policies and procedures of the company were consistently followed; and
6. The management's use of the going concerns basis of accounting in preparing the financial statements is appropriate and there exists no materials uncertainty related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.

In this regards, we also certify that:

- i. We have reviewed the financial statements for the year ended on 31st December, 2021 and that to the best of our Knowledge and belief:
 - a. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - b. These statements collectively present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.
- ii. There are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violation of the code of conduct for the company's Board of Directors or its members



(Zafar Alam)
Managing Director & CEO



(Walid Mahmud Sobhani, FCMA)
Chief Financial Officer

REPORT OF THE BOARD AUDIT COMMITTEE

The Audit Committee of the Board was duly constituted by the Board of Directors of the Bank and reconstituted in the 412th Board of Directors Meeting held on 21.03.2018 in compliance with the Bangladesh Bank and Bangladesh Securities Exchange Commission Guidelines (Now, Corporate Governance Code). The Audit Committee assists the Board in fulfilling its oversight responsibilities where accountability stands for financial reporting process, Internal Control System, Internal and External audit process, management of the risks of the Bank. The Committee review, monitor and assess the activities & performance of the Bank and establish the policies and procedures which comply with the existing laws & regulations.

Following Directors are the members of the Audit Committee for the Year 2021:

Sl. No.	Name	Status in the Bank	Status in the Committee
01	Professor A J M Shafiu Alam Bhuiyan, Ph.D	Independent Director	Chairman
02	Mr. Md. Kamal Uddin	Director	Member
03	Dr. Md. Jahangir Hossain	Director	Member

MEETINGS OF THE BOARD AUDIT COMMITTEE:

The Board Audit Committee had 149 nos. (One hundred forty nine) Meetings in the previous years since inception in the year 2003, out of which 06 Meetings were conducted in the Year 2021 and the attendance of the members was as follows:

Name	No. of Meetings Held	No. of Meetings Attended
Professor A J M Shafiu Alam Bhuiyan, Ph.D	06	06
Mr. Md. Kamal Uddin	06	06
Dr. Md. Jahangir Hossain	06	06

DISCLOSURE BY BOARD AUDIT COMMITTEE:

- The Committee reviewed annual financial statement of the Bank for the year 31 December 2020 as certified by the External Auditors before submission to the Board for consideration.
- Reviewed un-audited quarterly (Q1, Q2 and Q3) financial statements of the Bank for the year 2021 before submission to the Board for consideration.
- The Committee reviewed the integrity of the financial statements of the Bank to ensure that these reflect a true and fair view of the Bank's statement of affairs.
- The Committee while reviewing the financial statements ensured that proper disclosure required under International Accounting Standards as adopted in Bangladesh have been made and also complied with the Companies Act and various other rules and regulations applicable for business.
- The Committee discussed with the statutory auditors about the nature and scope of audit as well as had post-audit discussions to address areas of concern.
- The Committee discussed and reviewed compliance position of inspection report on "Core Risk Management" conducted by Bangladesh Bank based on 30 June 2020 and the "Management Letter on financial statements for the year ended 31 December 2020" of SIBL submitted by the external auditors for onward submission to the Board.
- The Committee also reviewed the financial statements/investments of the subsidiaries: SIBL Securities Limited and SIBL Investment Limited.
- Pursuant to Condition No. 5(6).a (i) of the Corporate Governance Code issued by BSEC, the Committee reviewed the Internal Control System and Financial Statements. The Committee observed that there was no conflict of interest or material defect in the internal control system of the Bank.

- The Committee reviewed the Integrated Annual Health Report for the year 2020 and recommended to the Board for consideration and approval.
- The Committee approved the internal audit plan and gave direction to the internal auditors where appropriate for carrying out in depth audit to ensure that the company or its assets are not exposed to undue risk.
- The Committee reviewed the Internal Auditors Reports and suggested appropriate actions where needed. The Internal Auditors were advised to carryout audit of all the branches of the Bank.
- The Committee reviewed ICCD Manual for the year 2021 and suggested appropriate actions where needed. The Internal Auditors were advised to carry out the instruction of the ICCD Manual.
- The Committee recognized the observations of the Internal Audit Division regarding internal control, activities and suggestions made to improve operational systems and procedures and their implementation.
- The Committee reviewed the compliance position, policies, regulations and applicable law in general.
- The Committee observed that risk management associated with the banking business was adequately controlled.

On behalf of the Board Audit Committee.



Professor A J M Shafiul Alam Bhuiyan, Ph.D.
Chairman



Suraiya Parveen & Associates

(Chartered Secretaries, Financial & Management Consultants)

[Certificate as per condition No.1 (5) (XXVII)]

Report to the Shareholders of Social Islami Bank Limited on compliance on the Corporate Governance Code

We have examined the compliance status to the Corporate Governance Code by Social Islami Bank Limited for the year ended on December 31 2021. This Code relates to the Notification No. BSEC/CMRRCD/2006-158/207/Admin/80 dated 3 June, 2018 of the Bangladesh Securities and Exchange Commission.

Such compliance with the Corporate Governance Code is the responsibility of the Company. Our examination was limited to the procedures and implementation thereof as adopted by the Management in ensuring compliance to the conditions of the Corporate Governance Code.

This is a scrutiny and verification and an independent audit on compliance of the conditions of the Corporate Governance Code as well as the provisions of relevant Bangladesh Secretarial Standards (BSS) as adopted by Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Corporate Governance Code.

We state that we have obtained all the information and explanations, which we have required, and after due scrutiny and verification thereof, we report that, in our opinion:

- (a) The Company has complied with the conditions of the Corporate Governance Code as stipulated in the above mentioned Corporate Governance Code issued by the Commission;
- (b) The Company has complied with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) as required by this Code;
- (c) Proper books and records have been kept by the company as required under the Companies Act, 1994, the securities laws and other relevant laws; and
- (d) The Governance of the company is satisfactory.

Dhaka, Dated
June 05, 2022



For Suraiya Parveen & Associates
Chartered Secretaries

Suraiya Parveen, FCS
Chief Executive Officer

Avalon Serabella, (5th Floor), 09, Dilu Road, New Eskaton, Ramna, Dhaka-1000

Cell : 01911 421 998, 01713 110 408

E-mail : suraiyaparveenfcs@gmail.com, musfiquefcs@gmail.com

Compliance Report under Condition No 9.00 of BSEC

Compliance Report On Bsec's Notification

Status of Compliance with the conditions imposed by the Bangladesh Securities and Exchange Commission's Notification No. SEC/CMRRCD/2006-158/207/Admin/80 dated 3 June, 2018 issued under section 2CC of the Securities and Exchange Ordinance, 1969:

(Report under Condition No. 9)

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1.00	Board of Directors			
1.1	Size of the Board of Directors: The total number of members of a company's Board of Directors (herein after referred to as "Board") shall not be less than 5 (five) and more than 20 (twenty)	✓		
1.2	Independent Director			
1.2(a)	At least one-fifth (1/5) of the total number of directors in the company's Board shall be independent directors	✓		
1.2(b)(i)	Do not hold any share in the company or holds less than one percent (1%) shares of the total paid-up shares of the company	✓		
1.2(b)(ii)	Do not a sponsor of the company or is not connected with the company's any sponsor or director or nominated director or shareholder of the company or any of its associates, sister concerns, subsidiaries and parents or holding entities who holds one percent (1%) or more shares of the total paid-up shares of the company on the basis of family relationship and his or her family members also shall not hold above mentioned shares in the company	✓		
1.2(b)(iii)	Who has not been an executive of the company in immediately preceding 2 (two) financial years	✓		
1.2(b)(iv)	Does not have any other relationship, whether pecuniary or otherwise, with the company or its subsidiary or associated companies	✓		
1.2(b)(v)	Independent directors are not a member or TREC (Trading Right Entitlement Certificate) holder, director or officer of any stock exchange	✓		
1.2(b)(vi)	Independent director is not a shareholder, director excepting independent director or officer of any member or TREC holder of stock exchange or an intermediary of the capital market	✓		

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1.2(b)(vii)	Independent director is not a partner or an executive or was not a partner or an executive during the preceding 3 (three) years of the concerned company's statutory audit firm or audit firm engaged in internal audit services or audit firm conducting special audit or professional certifying compliance of this Code	✓		
1.2(b)(viii)	They are not the Independent directors in more than 5 (five) listed companies	✓		
1.2(b)(ix)	Who has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan or any advance to a bank or a Non-Bank Financial Institution (NBFI)	✓		
1.2(b)(x)	Who has not been convicted for a criminal offence involving moral turpitude;	✓		
1.2(c)	The independent director(s) shall be appointed by the Board and approved by the shareholders in the Annual General Meeting (AGM)	✓		
1.2(d)	The post of independent director(s) cannot remain vacant for more than 90 (ninety) days	✓		
1.2(e)	The tenure of office of an independent director shall be for a period of 3 (three) years, which may be extended for 1 (one) tenure only. A former independent director may be considered for re appointment for tenure after a time gap of one tenure. The independent director shall not be subject to retirement by rotation as the Companies Act, 1994.	✓		
1.3	Qualification of Independent Director (ID)			
1.3(a)	Independent director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial laws, regulatory requirements and corporate laws and can make meaningful contribution to the business.	✓		
1.3(b)	Independent director shall have following qualifications:	✓		
1.3(b)(i)	Business Leader who is or was a promoter or director of an unlisted company having minimum paid-up capital of Tk. 100.00 million or any listed company or a member of any national or international chamber of commerce or business association	✓		

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1.3(b)(ii)	Corporate leader who is or was a top level executive not lower than Chief Executive Officer or Managing Director or Deputy Managing Director or Chief Financial Officer or Head of Finance or Accounts or Company Secretary or Head of Internal Audit and Compliance or Head of Legal Service or a candidate with equivalent position of an unlisted company having minimum paid-up capital of Tk. 100.00 million or of a listed company	✓		
1.3(b)(iii)	Former official of government or statutory or autonomous regulatory body in the position not below 5th Grade of the national pay scale, who has at least educational background of bachelor degree in economics or commerce or business or Law	✓		
1.3(b)(iv)	University Teacher who has educational background in Economics or Commerce or Business Studies or Law	✓		
1.3(b)(v)	Professional who is or was an advocate practicing at least in the High Court Division of Bangladesh Supreme Court or a Chartered Accountant or Cost and Management Accountant or Chartered Financial Analyst or Chartered Certified Accountant or Certified Public Accountant or Chartered Management Accountant or Chartered Secretary or equivalent qualification	✓		
1.3(c)	The independent director have at least 10 (ten) years of experiences in any field mentioned in clause (b)	✓		
1.3(d)	In special cases, above qualifications or experiences may be relaxed subject to prior approval of the Commission.	✓		
1.4	Duality of Chairperson of the Board of Directors and Managing Director or Chief Executive Officer			
1.4 (a)	The positions of the Chairperson of the Board and the Managing Director (MD) and/or Chief Executive Officer (CEO) of the company shall be filled by different individuals	✓		
1.4 (b)	The Managing Director (MD) and/or Chief Executive Officer (CEO) of a listed company shall not hold the same position in another listed company	✓		
1.4 (c)	The Chairperson of the Board shall be elected from among the non-executive directors of the company	✓		
1.4 (d)	The Board shall clearly define respective roles and responsibilities of the Chairperson and the Managing Director and/or Chief Executive Officer	✓		
1.4 (e)	In the absence of the Chairperson of the Board, the remaining members may elect one of themselves from non executive directors as Chairperson for that particular Board's meeting; the reason of absence of the regular Chairperson shall be duly recorded in the minutes.	✓		

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1.5	Directors report to shareholders			
1.5(i)	Industry outlook and possible future developments in the industry	✓		
1.5(ii)	Segment-wise or product-wise performance	✓		
1.5(iii)	Risks and concerns including internal and external risk factors, threat to sustainability and negative impact on environment, if any	✓		
1.5(iv)	Discussion on cost of goods sold, gross profit margin and net profit margin	✓		
1.5(v)	Discussion on continuity of any Extra-Ordinary gain or loss			No such event arose
1.5(vi)	A detailed discussion on related party transactions along with a statement showing amount, nature of related party, nature of transactions and basis of transactions of all related party transactions	✓		
1.5(vii)	Utilization of proceeds from public issues, right issues and/ or through any others instruments	✓		
1.5(viii)	An explanation if the financial results deteriorate after the company goes for IPO, RPO, Rights Offer, Direct Listing etc.			No such event arose
1.5(ix)	Explanation on significant variance occurs between Quarterly Financial performance and Annual Financial Statements	✓		
1.5(x)	Remuneration to directors including independent directors	✓		
1.5(xi)	The financial statements prepared by the management of the issuer company present fairly its state of affairs, the result of its operations, cash flows and changes in equity	✓		
1.5(xii)	Proper books of account of the issuer company have been maintained	✓		
1.5(xiii)	Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment	✓		
1.5(xiv)	International Accounting Standards (IAS) or International Financial Reporting Standards (IFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there from has been adequately disclosed	✓		
1.5(xv)	The system of internal control is sound in design and has been effectively implemented and monitored	✓		
1.5(xvi)	Minority shareholders have been protected from abusive actions by, or in the interest of, controlling shareholders acting either directly or indirectly and have effective means of redress	✓		

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1.5(xvii)	There is no significant doubt upon the issuer company's ability to continue as a going concern, if the issuer company is not considered to be a going concern, the fact along with reasons there of shall be disclosed	✓		
1.5(xviii)	Significant deviations from the last year's operating results of the issuer company shall be highlighted and the reasons thereof shall be explained	✓		
1.5(xix)	Key operating and financial data of at least preceding 5 (five) years shall be summarized	✓		
1.5(xx)	If the issuer company has not declared dividend (cash or stock) for the year	✓		
1.5(xxi)	Board's statement to the effect that no bonus share or stock dividend has been or shall be declared as interim dividend	✓		
1.5(xxii)	The total number of Board meetings held during the year and attendance by each director	✓		
1.5 (xxiii)	Report on the pattern of shareholding disclosing the aggregate number of shares (along with name-wise details where stated below) held by:			
1.5(xxiii)(a)	Parent or Subsidiary or Associated Companies and other related parties (name-wise details)	✓		
1.5(xxiii)(b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and Compliance and their spouses and minor children (name-wise details)	✓		
1.5(xxiii)(c)	Executives	✓		
1.5(xxiii)(d)	Shareholders holding ten percent (10%) or more voting interest in the company (name-wise details)	✓		
1.5(xxiv)	In case of the appointment or reappointment of a director, a disclosure on the following information to the shareholders:			
1.5(xxiv)(a)	A brief resume of the director	✓		
1.5(xxiv)(b)	Nature of his or her expertise in specific functional areas	✓		
1.5(xxiv)(c)	Names of companies in which the person also holds the directorship and the membership of committees of the Board	✓		
1.5(xxv)	A Management's Discussion and Analysis signed by CEO or MD presenting detailed analysis of the company's position and operations along with a brief discussion of changes in the financial statements, among others, focusing on			
1.5(xxv)(a)	Accounting policies and estimation for preparation of financial statements	✓		
1.5(xxv)(b)	Changes in accounting policies and estimation, if any, clearly describing the effect on financial performance or results and financial position as well as cash flows in absolute figure for such changes	✓		

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
1.5(xxv)(c)	Comparative analysis (including effects of inflation) of financial performance or results and financial position as well as cash flows for current financial year with immediate preceding five years explaining reasons thereof	✓		
1.5(xxv)(d)	Compare such financial performance or results and financial position as well as cash flows with the peer industry scenario	✓		
1.5(xxv)(e)	Briefly explain the financial and economic scenario of the country and the globe;	✓		
1.5(xxv)(f)	Risks and concerns issues related to the financial statements, explaining such risk and concerns mitigation plan of the company	✓		
1.5(xxv)(g)	Future plan or projection or forecast for company's operation, performance and financial position, with justification thereof, i.e., actual position shall be explain to the shareholders in the next AGM	✓		
1.5(xxvi)	Declaration or certification by the CEO and the CFO to the Board as required under condition No. 3(3) shall be disclosed as per Annexure-A	✓		
1.5(xxvii)	The report as well as certificate regarding compliance of conditions of this Code as required under condition No. 9 shall be disclosed as per Annexure-B and Annexure-C	✓		
1.6	Meetings of the Board of Directors			
1.6	The company shall conduct its Board meetings and record the minutes of the meetings as well as keep required books and records in line with the provisions of the relevant Bangladesh Secretarial Standards (BSS) as adopted by the Institute of Chartered Secretaries of Bangladesh (ICSB) in so far as those standards are not inconsistent with any condition of this Code.	✓		
1.7	Code of Conduct for the Chairperson, other Board members and Chief Executive Officer			
1.7(a)	The Board shall lay down a code of conduct, based on the recommendation of the Nomination and Remuneration Committee (NRC) at condition No. 6, for the chairperson of the Board, other board members and Chief Executive Officer of the company;	✓		
1.7(b)	The code of conduct as determined by the NRC shall be posted on the website of the company including, among others, prudent conduct and behavior; confidentiality; conflict of interest; compliance with laws, rules and regulations; prohibition of insider trading; relationship with environment, employees, customers and suppliers; and independency	✓		
2.00	Governance of Board of Directors of Subsidiary Company			

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
2 (a)	Provisions relating to the composition of the Board of the holding company shall be made applicable to the composition of the Board of the subsidiary company	✓		
2 (b)	At least 1 (one) independent director on the Board of the holding company shall be a director on the Board of the subsidiary company	✓		
2 (c)	The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company	✓		
2 (d)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also	✓		
2 (e)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company.	✓		
3.00	Managing Director (MD) or Chief Executive Officer (CEO), Chief Financial Officer (CFO), Head of Internal Audit and Compliance (HIAC) and Company Secretary (CS)			
3.1	Appointment			
3.1 (a)	The Board shall appoint a Managing Director (MD) or Chief Executive Officer (CEO), a Company Secretary (CS), a Chief Financial Officer (CFO) and a Head of Internal Audit and Compliance (HIAC);	✓		
3.1 (b)	The positions of the Managing Director (MD) or Chief Executive Officer (CEO), Company Secretary (CS), Chief Financial Officer (CFO) and Head of Internal Audit and Compliance (HIAC) shall be filled by different individuals	✓		
3.1 (c)	The MD or CEO, CS, CFO and HIAC of a listed company shall not hold any executive position in any other company at the same time	✓		
3.1 (d)	The Board shall clearly define respective roles, responsibilities and duties of the CFO, the HIAC and the CS	✓		
3.1 (e)	The MD or CEO, CS, CFO and HIAC shall not be removed from their position without approval of the Board as well as immediate dissemination to the Commission and stock exchange(s)	✓		
3.2	Requirement to attend Board of Directors' Meetings			
3.2	The MD or CEO, CS, CFO and HIAC of the company shall attend the meetings of the Board:	✓		
3.3	Duties of Managing Director (MD) or Chief Executive Officer (CEO) and Chief Financial Officer (CFO)			
3.3(a)	The MD or CEO and CFO shall certify to the board that they have reviewed financial statements for the year and that to the best of their knowledge and belief			
3.3(a)(i)	These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading	✓		

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
3.3(a)(ii)	These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws;	✓		
3.3(b)	The MD or CEO and CFO shall also certify that there are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or in violation of the code of conduct for the company's Board or its members	✓		
3.3(c)	The certification of the MD or CEO and CFO shall be disclosed in the Annual Report.	✓		
4	Board of Directors' Committee: For ensuring good governance in the company, the Board shall have at least following sub-committees:			
4 (i)	Audit Committee	✓		
4 (ii)	Nomination and Remuneration Committee.			Unresolved Issue
5	Audit Committee			
5.1	Responsibility to the Board of Directors	✓		
5.1 (a)	The company shall have an Audit Committee as a subcommittee of the Board	✓		
5.1 (b)	The Audit Committee shall assist the Board in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business	✓		
5.1 (c)	The Audit Committee shall be responsible to the Board; the duties of the Audit Committee shall be clearly set forth in writing	✓		
5.2	Constitution of the Audit Committee			
5.2 (a)	The Audit Committee shall be composed of at least 3 (three) members;	✓		
5.2 (b)	The Board shall appoint members of the Audit committee who shall be non-executive directors of the company excepting Chairperson of the Board and shall include at least 1 (one) independent director;	✓		
5.2 (c)	All members of the audit committee should be "financially literate" and at least 1 (one) member shall have accounting or related financial management background and 10 (ten) years of such experience;	✓		

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
5.2 (d)	When the term of service of any Committee member expires or there is any circumstance causing any Committee member to be unable to hold office before expiration of the term of service, thus making the number of the Committee members to be lower than the prescribed number of 3 (three) persons, the Board shall appoint the new Committee member to fill up the vacancy immediately or not later than 1 (one) month from the date of vacancy in the Committee to ensure continuity of the performance of work of the Audit Committee	✓		
5.2 (e)	The company secretary shall act as the secretary of the Committee	✓		
5.2 (f)	The quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director.	✓		
5.3	Chairperson of the Audit Committee			
5.3 (a)	The Board shall select 1 (one) member of the Audit Committee to be Chairperson of the Audit Committee, who shall be an independent director;	✓		
5.3 (b)	In the absence of the Chairperson of the Audit Committee, the remaining members may elect one of themselves as Chairperson for that particular meeting, in that case there shall be no problem of constituting a quorum as required under condition No. 5(4)(b). And the reason of absence of the regular Chairperson shall be duly recorded in the minutes.	✓		
5.3 (c)	Chairperson of the Audit Committee shall remain present in the Annual General Meeting (AGM): Provided that in absence of Chairperson of the Audit Committee, any other member from the Audit Committee shall be selected to be present in the annual general meeting (AGM) and reason for absence of the Chairperson of the Audit Committee shall be recorded in the minutes of the AGM.	✓		
5.4	Meeting of the Audit Committee			
5.4 (a)	The Audit Committee shall conduct at least its four meetings in a financial year.	✓		
5.4 (b)	The quorum of the meeting of the Audit Committee shall be constituted in presence of either two members or two-third of the members of the Audit Committee, whichever is higher, where presence of an independent director is a must.	✓		
5.5	Role of Audit Committee			
5.5 (a)	Oversee the financial reporting process;	✓		
5.5 (b)	Monitor choice of accounting policies and principles	✓		

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
5.5 (c)	Monitor Internal Audit and Compliance process to ensure that it is adequately resourced, including approval of the Internal Audit and Compliance Plan and review of the Internal Audit and Compliance Report	✓		
5.5 (d)	Oversee hiring and performance of external auditors;	✓		
5.5 (e)	Hold meeting with the external or statutory auditors for review of the annual financial statements before submission to the Board for approval or adoption	✓		
5.5 (f)	Review along with the management, the annual financial statements before submission to the Board for approval	✓		
5.5 (g)	Review along with the management, the quarterly and half yearly financial statements before submission to the Board for approval	✓		
5.5 (h)	Review the adequacy of internal audit function	✓		
5.5 (i)	Review the Management's Discussion and Analysis before disclosing in the Annual Report	✓		
5.5 (j)	Review statement of all related party transactions submitted by the management	✓		
5.5 (k)	Review Management Letters or Letter of Internal Control weakness issued by statutory auditors;	✓		
5.5 (l)	Oversee the determination of audit fees based on scope and magnitude, level of expertise deployed and time required for effective audit and evaluate the performance of external auditors	✓		
5.5 (m)	Oversee whether the proceeds raised through Initial Public Offering (IPO) or Repeat Public Offering (RPO) or Rights Share Offer have been utilized as per the purposes stated in relevant offer document or prospectus approved by the Commission			N/A
5.6	Reporting of the Audit Committee			
5.6(a)	Reporting of the Board of Directors			
5.6 (a)(i)	The Audit Committee shall report on its activities to the Board.	✓		
5.6 (a)(ii)(a)	The Audit Committee shall immediately report to the Board on the following findings report on conflicts of interests			
5.6 (a)(ii)(b)	Suspected or presumed fraud or irregularity or material defect identified in the internal audit and compliance process or in the financial statements;			No Such incident arose
5.6 (a)(ii)(c)	Suspected infringement of laws, regulatory compliances including securities related laws, rules and regulations			No Such incident arose
5.6 (a)(ii)(d)	Any other matter which the Audit Committee deems necessary shall be disclosed to the Board immediately			No Such incident arose

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
5.6 (b)	Reporting to the Authorities: If the Audit Committee has reported to the Board about anything which has material impact on the financial condition and results of operation and has discussed with the Board and the management that any rectification is necessary and if the Audit Committee finds that such rectification has been unreasonably ignored, the Audit Committee shall report such finding to the Commission, upon reporting of such matters to the Board for three times or completion of a period of 6 (six) months from the date of first reporting to the Board, whichever is earlier			No Such incident arose
5.7	Reporting to the shareholders and General Investors: Report on activities carried out by the Audit Committee, including any report made to the Board under condition No. 5(6)(a)(ii) above during the year, shall be signed by the Chairperson of the Audit Committee and disclosed in the annual report of the issuer company			No Such incident arose
6	Nomination and Remuneration Committee (NRC)			
6.1 (a)	The company shall have a Nomination and Remuneration Committee (NRC) as a sub-committee of the Board			
6.1 (b)	The NRC shall assist the Board in formulation of the nomination criteria or policy for determining qualifications, positive attributes, experiences and independence of directors and top level executive as well as a policy for formal process of considering remuneration of directors, top level executive;			Unresolved Issue
6.1 (c)	The Terms of Reference (ToR) of the NRC shall be clearly set forth in writing covering the areas stated at the condition No.6(5)(b).			
6.2	Constitution of the NRC			
6.2 (a)	The Committee shall comprise of at least three members including an independent director;			
6.2 (b)	All members of the Committee shall be non-executive directors;			
6.2 (c)	Members of the Committee shall be nominated and appointed by the Board;			
6.2 (d)	The Board shall have authority to remove and appoint any member of the Committee;			
6.2 (e)	In case of death, resignation, disqualification, or removal of any member of the Committee or in any other cases of vacancies, the board shall fill the vacancy within 180 (one hundred eighty) days of occurring such vacancy in the Committee;			

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
6.2 (f)	The Chairperson of the Committee may appoint or co-opt any external expert and/or member(s) of staff to the Committee as advisor who shall be non-voting member, if the Chairperson feels that advice or suggestion from such external expert and/or member(s) of staff shall be required or valuable for the Committee;			
6.2 (g)	The company secretary shall act as the secretary of the Committee;			
6.2 (h)	The quorum of the NRC meeting shall not constitute without attendance of at least an independent director;			
6.2 (i)	No member of the NRC shall receive, either directly or indirectly, any remuneration for any advisory or consultancy role or otherwise, other than Director's fees or honorarium from the company			
6.3	Chairperson of the NRC			
6.3 (a)	The Board shall select 1 (one) member of the NRC to be Chairperson of the Committee, who shall be an independent director			
6.3 (b)	In the absence of the Chairperson of the NRC, the remaining members may elect one of themselves as Chairperson for that particular meeting, the reason of absence of the regular Chairperson shall be duly recorded in the minutes;			
6.3 (c)	The Chairperson of the NRC shall attend the annual general meeting (AGM) to answer the queries of the shareholders: in absence of chairperson of the NRC, any other member from the NRC shall be selected to be present in the annual general meeting (AGM) for answering the shareholders queries and reason for absence of the chairperson of the NRC shall be recorded in the minutes of the AGM			
6.4	Meeting of the NRC			
6.4 (a)	The NRC shall conduct at least one meeting in a financial year;			
6.4 (b)	The Chairperson of the NRC may convene any emergency meeting upon request by any member of the NRC;			
6.4 (c)	The quorum of the meeting of the NRC shall be constituted in presence of either two members or two third of the members of the Committee, whichever is higher, where presence of an independent director is must as required under condition No. 6(2)(h);			
6.4 (d)	The proceedings of each meeting of the NRC shall duly be recorded in the minutes and such minutes shall be confirmed in the next meeting of the NRC.			
6.5	Role of the NRC			
6.5(a)	NRC shall be independent and responsible or accountable to the Board and to the shareholders;			
6.5 (b)	NRC shall oversee, among others, the following matters and make report with recommendation to the Board:			

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
6.5(b)(i)	formulating the criteria for determining qualifications, positive attributes and independence of a director and recommend a policy to the Board, relating to the remuneration of the directors, top level executive, considering the following:			
6.5(b)(i)(a)	The level and composition of remuneration is reasonable and sufficient to attract retain and motivate suitable directors to run the company successfully			
6.5(b)(i)(b)	The relationship of remuneration to performance is clear and meets appropriate performance benchmarks			
6.5(b)(i)(c)	Remuneration to directors, top level executive involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals			
6.5(b)(ii)	Devising a policy on Board's diversity taking into consideration age, gender, experience, ethnicity, educational background and nationality			
6.5(b)(iii)	Identifying persons who are qualified to become directors and who may be appointed in top level executive position in accordance with the criteria laid down, and recommend their appointment and removal to the Board			
6.5(b)(iv)	Formulating the criteria for evaluation of performance of independent directors and the Board			
6.5(b)(v)	Identifying the company's needs for employees at different levels and determine their selection, transfer or replacement and promotion criteria			
6.5(b)(vi)	Developing, recommending and reviewing annually the company's human resources and training policies;			
6.5(c)	The company shall disclose the nomination and remuneration policy and the evaluation criteria and activities of NRC during the year at a glance in its annual report.			
7.	External or Statutory Auditors			
7.1	The issuer company shall not engage its external or statutory auditors to perform the following services of the company, namely:-			
7.1 (i)	Appraisal or valuation services or fairness opinions;	✓		
7.1 (ii)	Financial information systems design and implementation;	✓		
7.1 (iii)	Book-keeping or other services related to the accounting records or financial statements;	✓		
7.1 (iv)	Broker-dealer services;	✓		
7.1 (v)	Actuarial services;	✓		
7.1 (vi)	Internal audit services or special audit services;	✓		
7.1 (vii)	Any service that the Audit Committee determines;	✓		
7.1 (viii)	Audit or certification services on compliance of corporate governance as required under condition No. 9(1)	✓		
7.1 (ix)	Any other service that creates conflict of interest.	✓		

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (if any)
		Complied	Not complied	
7.2	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company; his or her family members also shall not hold any shares in the said company:			
7.3	Representative of external or statutory auditors shall remain present in the Shareholders' Meeting (Annual General Meeting or Extraordinary General Meeting) to answer the queries of the shareholders.	✓		
8	Maintaining a website by the Company.			
8.1	The company shall have an official website linked with the website of the stock exchange	✓		
8.2	The company shall keep the website functional from the date of listing	✓		
8.3	The company shall make available the detailed disclosures on its website as required under the listing regulations of the concerned stock exchange(s).	✓		
9	Reporting and Compliance of Corporate Governance.			
9.1	The company shall obtain a certificate from a practicing Professional Accountant or Secretary (Chartered Accountant or Cost and Management Accountant or Chartered Secretary) other than its statutory auditors or audit firm on yearly basis regarding compliance of conditions of Corporate Governance Code of the Commission and such certificate shall be disclosed in the Annual Report.	✓		
9.2	The professional who will provide the certificate on compliance of this Corporate Governance Code shall be appointed by the shareholders in the annual general meeting	✓		
9.3	The directors of the company shall state, in accordance with the Annexure-C attached, in the directors' report whether the company has complied with these conditions or not.	✓		

INFORMATION RELATED TO BOARD, DIRECTORS AND THE MANAGING DIRECTOR & CEO

BOARD OF DIRECTORS:

Several initiatives have been taken by the Board of Directors of the Bank for institutionalizing Corporate Governance in the Bank for safeguarding the interests of the Stakeholders. As a listed Banking Company Social Islami Bank Limited have been complied all types of Orders/ Directives/ Circulars/ Notifications/ Rules issued by the Bangladesh Bank and Bangladesh Securities and Exchange Commission (BSEC) from time to time. Social Islami bank Limited does not have its own policy on appointment of Directors rather it follows the provision of Companies Act, 1994 and Bank Companies Act, 1991(Amendment up to- 2018). All Directors except Independent Directors of the Board are non-executive directors holding more than 2% Shares of the Paid-up Capital of the Bank. At the time of appointment of new directors, the existing Board of Directors frequently assess the size and structure of the Board, evaluate the knowledge, skills, experience and perceptions that may be necessary to allow the Board to perform its functions. The directors are appointed by the shareholders in the Annual General Meeting. Casual vacancy, if any, is filled up by the Board in accordance with the provisions of the Companies Act and Articles of Association of the Company. Total number of Directors of Social Islami Bank Limited is

12 (twelve) including 2 (two) Independent Directors which is within the compliance limit of the provision of Bank Companies Act, 1991 (amended up to 2018) and all the Directors have their sufficient shareholdings i.e. minimum 2% of the total paid-up capital of the Bank as per Bangladesh Securities and Exchange Commission's (BSEC's) Notification Dated 22.11.2011 published in the Bangladesh Gazette on December 14, 2011. The Board members of SIBL are highly competent and professional in the arena of Banking, Business and Industry. The board approves and reviews different policies and business plans in line with six core risk management guidelines with the ultimate objective to achieve the goals whereas the administrative and execution powers lie with the management team of the bank which is headed by the Managing Director & CEO. Managing Director & CEO of the Bank is paid salaries and allowances as per approval of the Board of Directors of the Bank subject to approval of Bangladesh Bank.

The bank provides only the following facilities/benefits to the members of the Board:

- Chairman of the Board of Directors is provided with a car, telephone, office and private secretary.
- Directors are entitled and paid Meeting Attendance fees including actual travelling, fooding and lodging expenses for attending the Board of Directors Meeting, Executive Committee Meeting, Audit Committee Meeting, Risk Management Committee Meeting and Shariah Supervisory Committee Meeting.

As per BRPD Circular No. 11 dated 4th October 2015, the highest slab of Honorarium for the Board member to attend the Board meeting of any bank operating in Bangladesh has been limited to Taka 8,000/- per attendance and accordingly Social Islami Bank Limited has been paying Honorarium to the Hon'ble Director for attending Board Meeting including attending to the Executive Committee Meeting, Audit Committee Meeting and Risk Management Committee Meeting @ Taka 8,000/- per attendance.

BOARD MEETINGS & MINUTES

During the year-2021, 15 Board of Directors Meeting were held through digital platform facing the World wide Pandemic Covid-19, minimum one or more Board of Directors meeting may be held in every month where to discuss and review business strategy, financial performance, compliance and governance, risk management issues etc. as well as reports on matters deliberated by the respective committees. Meetings of the Board are scheduled in advance for the Directors to plan their schedules. In addition, Special Board meetings are held when necessary, to deliberate on major transactions and ad- hoc matters that require the Board's urgent attention and decisions. Meeting papers on the proposals and reports are delivered to the Directors prior to the meetings, giving them sufficient time to evaluate the proposals and if necessary, request additional information. This enables the Board to function and discharge their responsibilities effectively. The minimum information required for the Board to make an informed and effective decision includes background, objective, key issues, rationale, financial and non-financial impact of the proposal. Directors who are unable to attend a meeting due to unavoidable circumstances are encouraged to provide feedback to the Chairman on matters to be deliberated for

their views to be given due consideration at the meetings. Proceedings and resolutions are taken by the board are recorded as minutes of the meeting signed by the Chairman of the meeting and send to Bangladesh Bank. The decisions taken by the board are disseminated by the Company Secretary to whom such decision relates. Upon request of any member of the Board of Directors, copy of minutes of AGM is provided by the Company Secretary upon receipts of fees as per Articles of Association of the Bank. As per Companies Act 1994, every company is required to hold minimum 4 (four) Board of Directors meeting in a year. Since inception total 474 numbers of Board meetings were held all such meeting related papers, documents, memo, attendance & honorarium registers, minutes etc. are being maintained in good condition by the Board Secretariat of the Bank.

DIRECTORS' RESPONSIBILITY STATEMENTS

The major responsibilities of the Directors of the board are-

- Developing and implementing corporate strategies.
- Exercising of business judgment in good faith using general prudence for the best interest of the bank in line with bank's Articles of Association and complying with the prevailing applicable laws and regulations.
- To set the direction, vision and policies of the bank and to determine objective and strategies to ensure the effective discharge of the bank's functions.
- Most efficient use of the bank's resources.
- Monitoring and reviewing corporate governance framework of BSEC.
- Monitoring and reviewing risk management process of the bank.
- Fixation of Business targets, reviewing business results and monitoring budgetary control.
- To evaluate the key performance indicators of the Top Executives of the bank.
- To establish and maintain effective communication system with the different regulatory bodies.
- Setting up standards and monitoring compliances with the bank's social responsibility policies and practices.
- Recommendation of appointment and re- appointment of statutory auditors of the bank along with their fees.
- To prepare and submit Directors' Report before the shareholders' in Annual General Meeting in accordance with the BSEC notification and Listing Regulations of DSE & CSE.
- Recommending shareholders to approve Financial Statements, dividend and appointment of external auditors.

CODE OF CONDUCT FOR THE BOARD OF DIRECTORS

Social Islami Bank Limited has adopted a Code of Conducts for the all members of the Board of Directors of the Bank who shall individually be liable to sign and follow this Code of Conduct including any new members who may assume office as from this date. The Code of conduct includes all instructions /circulars/ guidelines issued by Bangladesh Bank related to the Directors and their interested group/ organization. However, followings are the general code of conducts approved and adopted by the Board of Directors.

Fiduciary Duties:

The duties imposed on Board Members are fiduciary duties, similar to those that the law imposes on those in similar positions of trust, agents and trustees;

Powers vs Duties:

The duties apply to each Board Member separately, while the powers apply to the Board jointly;

Contribution in Meetings/Debates:

The Board Members are expected to contribute to the debates in the Board without any personal biases or other prejudices with the conviction and belief that the outcome of every debate would be towards the advancement of the company.

Unfettered discretion:

Board Members cannot without the consent of the company, fetter their discretion in relation to the exercise of their powers, and cannot bind themselves to vote in a particular way at future Board Meeting.

Use of corporate property, opportunity or information

A Board Member must not, without the consent of the company, use company's assets, opportunities, or information for his/her own profit.

Confidentiality:

Each Board Member must use utmost care and discretion in the handling of confidential information and other information not normally available to the public, generally coming to them by reason of their directorship, office or employment. Such information shall, subject to certain limited circumstances, not be disclosed to third parties and shall not be used for personal benefit or for the benefit of family, friends, or associates.

Transactions with the company:

A Board Member shall not enter into a transaction where there is a conflict between his interest and duty without the knowledge of the Board; and it is a statutory duty of the director(s) to declare interests in relation to any transactions, and to make proper disclosure thereof.

Competing with the company:

A Board Member must not compete directly with the company without arising a conflict or interest.

A Board Member should not act as a director of any competing companies, as his/her duties to each company would conflict with each other.

Conflict of duty and interest

As fiduciaries, the Board Members must not put themselves in a position where their interests and duties conflict with the duties that owe to the company;

Each and every Board Member has an obligation of loyalty to the company and should subordinate his/her personal interest when they conflict with or threaten to conflict with the best interests of the company;

Each and every Board Member shall declare all actual or potential material conflicts that may arise between their duty to (i) the company and (ii) their personal obligations, other fiduciary duties or financial interests (direct or indirect) and these conflicts shall be reported to the Chair;

A Board Member should not engage directly or indirectly, as a director, officer, employee, consultant, partner, agent or major shareholder in any business or undertaking that competes with, does business with or seeks to do business with the company;

With respect to restricted party transactions, full disclosure of material transactions shall be recorded in the board's minutes and will be transacted in accordance with legislated restrictions; and

To avoid conflicts of interest, the Board Members must do more than merely act within the law. They must conduct their affairs in such a manner that their performance will at all times bear public security. The appearance of conflict of interest as well as the conflict itself must be avoided.

Accepting Gifts

No Board Member shall accept any gift, hospitality or favour offered or tendered by virtue of the position with the company;

When dealing with public officials whose responsibilities include the business of the company, acts of hospitality

should be of such a scale and nature so as to avoid compromising the integrity or reputation of either the public official or the company. Such acts of hospitality should be undertaken in the expectation that they could well become a matter of general knowledge and public record.

AFFIRMATION & COMPLIANCE OF THE CODE

- All Board Members shall read this Code at least annually, and shall certify in writing that they have done so and that they understand the Code;
- Annual compliance of the code by all Board Members shall be recorded in a meeting of the Board of Directors;
- This document is applicable with immediate effect;
- The Board shall have the authority to make amendment to this document at any time; and
- The Company Secretary of the bank has submitted a declaration before the Board of Directors and affirmed that all the member of the Board of Directors have complied with the code of conducts as were determined by the Board.
- The following Terms of Reference (TOR) (defining the roles, responsibilities and duties) for the Chairman may be framed in line with the provisions of the Articles of Association of the Bank, BRPD Circular No.11 dated 27.10.2013 and other usual practices:

TERMS OF REFERENCE (TOR) OF THE CHAIRMAN

The following Terms of Reference (TOR) (defining the roles, responsibilities and duties) for the Chairman may be framed in line with the provisions of the Articles of Association of the Bank, BRPD Circular No.11 dated 27.10.2013 and other usual practices:

The Chairman as per the Articles of Association

- The Directors shall select a Chairman from amongst themselves;
- If at any meeting of the Board, the Chairman be not present at the time appointed for holding the same, such meeting shall be presided over by Vice-Chairman, if any, and if none be present the Directors present shall elect Chairman to preside over that meeting;
- All meetings of the Board and Shareholders shall be presided over by the Chairman;
- The Chairman may call a meeting of the Board of Directors of the Company;
- The Chairman may call a meeting of the Board of Directors on shorter notice than seven clear days as he may deem fit;

- In case of equality of votes in a Meeting of the Board of Directors, the Chairman shall have a second or casting vote;
- The minutes of a Meeting of the Board of Directors or of the Shareholders shall be signed by the Chairman of the meeting to which it relate or by the Chairman of the succeeding meeting.

ROLES & RESPONSIBILITIES OF THE CHAIRMAN

As per BRPD Circular No.11 dated 27.10.2013

1. As the Chairman of the Board of Directors (or Chairman of any Committee formed by the Board of Directors) does not personally possess the jurisdiction to apply policy making or executive authority, he shall not participate in or interfere into the administration or operational and routine affairs of the bank.
2. The Chairman may conduct on-site inspection of any branch or financing activities under the purview of the oversight responsibilities of the Board. He may call for any information relating to bank's operation or ask for investigation into any such affairs; he may submit such information or investigation report to the meeting of the Board or the Executive Committee and if deemed necessary, with the approval of the Board, he shall take necessary action thereon in accordance with the set rules through the CEO. However, any complaint against the CEO shall have to be apprised by the Bangladesh Bank through the Board along with the statement of the CEO.
3. Chairman of the Board of Directors may be provided with a car, telephone, office and private secretary.

ROLES & RESPONSIBILITIES OF THE CHAIRMAN AS PER USUAL PRACTICES

The duties of the Chairman, which is a non-executive role, arise from his senior most position in the Company and his responsibility for presiding over the official business of the Company and the Board.

A. WHILE WORKING WITH THE BOARD, THE CHAIRMAN SHALL

- i. ensure that the Board has full governance of the Company's business and affairs and that the Board is alert to its obligations to the Company, shareholders, Management and other stakeholders under the law;
- ii. set the agenda for discussion at Board Meetings and General Meetings and ensure that adequate time is available for discussion of agenda items;

- iii. set the frequency of the Board meetings and review such frequency from time to time as considered appropriate or as requested by the Board;
- iv. chair all Board meetings and manage the business of the Board ensuring that the Board adopts a prompt and constructive approach to make decisions;
- v. provide strong leadership of the Board and assist it in reviewing and monitoring the aims, strategy, policy and directions of the Company;
- vi. communicate with the Board to keep it up-to-date on all major developments, including avoiding surprises through timely discussion of potential developments and ensuring the Board has sufficient knowledge to permit it to comfortably and properly make major decisions when such decisions are required;
- vii. recommend the committees of the Board and their composition, review the need for and the performance and suitability of those committees, and make such adjustments as are deemed necessary from time to time;
- viii. ensure that Board and committee meetings are conducted in an efficient, effective and focused manner;
- ix. ensure that the corporate governance of the company is maintained in line with appropriate practice policies agreed by the Board;
- x. annually review Board Governance and performance of the Board (leading the process for the Board's annual performance evaluation and the evaluation of its committees and individual directors and acting on the results of such evaluation by recognizing the strengths and weaknesses of the Board);
- xi. be the contact person for the expression of individual director concerns;
- xii. foster a culture of openness and engagement by facilitating the effective contribution of all directors, in particular non-executive directors and ensuring constructive relations between executive and non-executive directors;
- xiii. ensure that new directors participate in a full, formal and tailored induction program and that the development needs of the directors and the Board as a whole are identified and are met to enhance the effectiveness of the Board; and
- xiv. be available to assist committee chairs in carrying out their responsibilities and in addressing their concerns.

B. WHILE WORKING WITH THE MANAGEMENT, THE CHAIRMAN SHALL

- i. (act as the principal of the board and counsellor for the MD/CEO, including helping to define problems, review strategy, maintain accountability, build relationships, and ensure the MD/CEO is aware of concerns of the Board, shareholders and other stakeholders;
- ii. keep under review with the Board the general progress and long-term development of the company and ensuring that effective strategic planning for the company is undertaken by the MD/CEO and endorsed by the Board after discussion, consistent with creating shareholder value and promoting the long term success of the company for the benefit of its members as a whole;
- iii. ensure the submission to the Board by the MD/CEO of objectives, policies and strategies for the company, including the company business plan and the annual budget;
- iv. monitor progress towards timely and effective achievement and implementation of the objectives, policies and strategies set by the Board and ensure that appropriate decisions are taken promptly by or on behalf of the Board;
- v. lead the Board in
 - a. formally appraising, monitoring and evaluating the performance of the MD/CEO and make appropriate recommendations to the Remuneration Committee;
 - b. ensuring accountability of the MD/CEO;
 - c. ensuring the implementation of the succession and development plans by the MD/CEO; and
 - d. as appropriate, review with the MD/CEO his recommendations on performance and remuneration of senior executives;
- viii. work with the MD/CEO and Company Secretary to co-ordinate the agenda, information packages and related events for Board meetings.
- ix. ensure that there is appropriate delegation of authority from the Board to Executive Management;
- x. provide advice to the MD/CEO on the allocation of duties to individual directors and assignment of adhoc responsibilities or special tasks to directors or groups of directors;

C. RECOGNIZING THE MD/CEO AS THE PRIMARY SPOKESPERSON, THE CHAIRMAN SHALL

1. chair all meetings of shareholders;
2. undertake public service as agreed with the MD/CEO in connection with the Company's charitable, educational and cultural activities;
3. participate with MD/CEO, as appropriate, in corporate relations, including relations with the shareholders, customers, government, other companies, the media and stakeholders generally; and hold meetings with the non-executive directors.
 - This document is applicable with immediate effect.
 - The Board shall have the authority to make amendment to this document at any time.

ROLE OF THE CHAIRMAN AND MANAGING DIRECTOR & CEO ARE INDEPENDENT

The Chairman of the Board is not the Managing Director & CEO of the Company. The role of Chairman and the Managing Director & CEO are independent and detached from each other.

ROLE, RESPONSIBILITIES & POWER OF THE MANAGING DIRECTOR & CEO

Roles, responsibilities and powers conferred of the Managing Director & CEO of Social Islami Bank Limited has been conferred by the BRPD Circular No. 18 dated 27.10.2013. Apart from that, Managing Director & CEO of SIBL shall discharge the following roles, responsibilities and duties as per Articles of Association of the Social Islmai Bank Limited and usual practices-

The MD/CEO as per the Articles of The Association

- The Managing Director & CEO of the company appointed by the Board and approved by Bangladesh Bank;
- The Managing Director & CEO of the Company shall be accountable to the Board and shall discharge his functions and duties subject to supervision of the Board of Directors; and
- The MD will be an Ex-officio Member of the Board without having any voting power and he shall not need to have any qualification share.

GENERAL ROLES & RESPONSIBILITIES

- The General Roles and Responsibilities of the Managing Director & CEO shall be-
- To act as the Chief Executive Officer reporting to the Board of Directors;
- To remain accountable to the Board for the overall performance of the company and for the day-to-day operation and management of the company's business, under the authority delegated by the Board from time to time;
- To develop and present strategic and annual business plans, rules, regulations and systems for legal functioning of the organization to the Board for approval;
- To implement the Board's policies and strategies and deliver the strategic plan in the most effective and efficient manner;
- To report to the Board on progress against the strategic and annual business plans on a regular basis. Typically, reporting against the annual plan will be monthly, while reporting against the strategic plan will be less frequent, although it should be at least two or three times a year;
- To coordinate the overall management, administration, corporate planning and business development;
- To ensure the compliances of Laws, Rules and Regulations and for Good Corporate Governance;
- To supervise all technical, financial and welfare aspects of the organization, negotiations with sources of credit/fund, and listing in the stock exchange(s);
- To manage the day-to-day operations of the company Manage, motivate, develop and lead members of the Management Team;
- To manage resources efficiently and effectively to achieve the company's

OBJECTIVES

- To lead the Local Management Team of the Company and chair Management Team meetings;
- To take a leadership role in establishing the company's culture and values;
- To ensure that there is a fit between strategy and culture, and the company's processes and structure;

- To ensure that appropriate internal audit and internal control processes and procedures are in place (in liaison with Head of Internal Audit, External Auditors and Board Audit Committee);
- To develop and implement a risk management plan; and
- To ensure that there is a succession plan in place.

The Board has the authority to make amendment to the above rules, responsibilities and document at any time.

OTHER COMMITTEE OF THE BOARD

Along with the board, SIBL has some other committees to assist the board in taking proper decision to run the bank efficiently. The committees are mentioned below

1. Executive Committee
2. Audit Committee
3. Risk Management Committee
4. Nomination and Remuneration Committee (NRC) is yet to form as Bangladesh Bank has not issued any guidelines regarding this.

Policy for the employees remuneration and fringe benefits are proposed by a committee comprised with the top management of the bank. Then the proposal is reviewed and finalized by the board.

TERMS OF REFERENCE (TOR) FOR THE COMPANY SECRETARY, THE CHIEF FINANCIAL OFFICER AND THE HEAD OF INTERNAL CONTROL AND COMPLIANCE

TERMS OF REFERENCE (TOR) FOR THE COMPANY SECRETARY

1. Appointment, reporting relationships and accountability

- The Company Secretary is an employee of the Company who;
- reports administratively to the Managing Director & CEO and operationally to the Chairman of the Board;
- is also accountable to the Board of Directors;
- acts in the capacity of Secretary to the Board and its Committees;
- is responsible for providing strategic and operational support to the Board by providing resources and information links among the Board, Management and the Shareholder, with particular emphasis on facilitating the flow of information;
- is also responsible for maintaining effective working relationships with the Board Chairman, Committee Chairs, individual Directors and Management;
- must have a broad understanding of the organization and its operations to effectively carry out his/her responsibilities.

2. Duties and responsibilities

Regarding Management of Board and Committee Meetings

The Company Secretary shall –

- Initiate the development of agenda for Board and Committee Meetings in consultation with the Board Chair, Committee Chairs and Management;
- Facilitate in consultation with Chairman, Committee Chairs or MD/CEO, Notification of meetings, preparation and distribution of agenda items etc. and ensure that;
- Facilitate the practical arrangements for a Board meeting or Committee meeting, such as meeting

room, transports, lunch/dinner/tea etc. as required;

- Attend Board and Committee meetings, and provide advice to the Chairman to support effective functioning of the Board or Committee and adherence to proper meeting procedure;
- Prepare accurate, complete minutes of meetings;
- Where required, prepare and submit to the Directors accurate and complete proposal for written resolutions;
- Arrange for signatures of minutes and written resolutions;
- In conjunction with management, clearly communicate directives from the Board and Committees to the person responsible for carrying out the directives;
- Retain and safeguard the official Minute books and Corporate documents;
- Verify and Authorize Director's expenses for performance of Board-related duties;
- Review all minutes for consistency, appropriateness of recorded decisions and issues with broader implications;
- Ensure that the record of minutes is at all times up to date;
- Act as a Secretary for all Board and Committee meetings.

Corporate Governance Services

The Company Secretary shall –

- Provide expertise and work with the Board Chairman to implement best practices in corporate governance by the Board and its Committees;
- Provide advice and guidance to Directors and management regarding policies, directives and processes regarding corporate governance and tax issues related to the Board and Directors;
- Be responsible for promoting strong corporate governance practices within the organization;

- Draft and maintain all governance documentation including the Governance Manual in collaboration with the Board Chair;
- Work with the Board Chair to ensure continuous improvement of the Board of Directors;
- Keep up to date on evolving corporate governance practices and trends;
- Promote the role and responsibility of the Company Secretary both within the organization and externally, building networks to share ideas, discussing new trends in corporate governance and best practice;
- Refer issues for legal review and opinions as required and may be directed to obtain advice on behalf of the Board;
- Act as custodian for Company's corporate and historical records, meeting minutes and related Board information;
- Maintain a record of consolidated Board motions.

Board Evaluation & Succession Planning Processes

The Company Secretary shall assist the Board and/or Committees-

- In evaluating and reporting on corporate governance commitments and the mandates of the various Committees;
- In implementing and reporting on the annual processes to assess the performance of the Board, Committees, Chairs and individual Directors;
- In implementing and reporting on the annual performance evaluation of the CEO;
- Facilitating Board appointment and renewal processes, and addressing Committee structures, composition and mandates;
- In identifying and communicating any skill requirements for making recommendations to fill Board vacancies;
- Identifying and communicating the professional development needs of Directors.

Policy Framework

The Company Secretary is responsible for-

- Overseeing the organization's Policy Framework as approved by the Board;
- Providing advice and guidance to the Board, the MD/CEO and management on compliance with that framework.

Duties and Responsibilities: Board Budget

The Company Secretary shall manage the Board budget and review and ensure the effective administration of Board expenditures including compliance with entitlements.

Transparency

The Company Secretary supports the Board's commitment to transparency by-

- Ensuring continuous disclosure of the governance framework;
- Ensuring all external reporting requirements are met including in relation to the disclosure of Board meeting attendance, Board remuneration and expenses;
- Ensuring that the appropriate controls are in place in relation to access to board information;
- Ensuring the preparation of governance related materials for the Service Plan and Annual Service Plan Report in collaboration with the Board Chair.

COMMUNICATION

The Company Secretary shall –

- Be the liaison between the Board and the MD/CEO and Management and is the main contact for Directors;
- Promote a strong and effective working relationship between the Board and management;
- At the direction of the Board Chair, provide Directors with timely information between Board Meetings;
- Ensure that all Directors have all the necessary information to discharge their responsibilities;
- Ensure that all Directors receive the same information to support the cohesive working relationship of the Board;
- Develop templates and guidelines to support the preparation of appropriate briefing material;
- Ensure that the appropriate tools and mechanisms are in place to manage Board information and communication to ensure that Directors are able to properly discharge their responsibilities;
- Ensure that the appropriate technical support is available to the Board in relation to any online or paperless communication platforms;
- Support the MD/CEO in ensuring that all decisions made by the Board, or the Board Chair, are clearly communicated to management in a timely manner and that all consequential actions are taken by the organization;
- Additionally ensure the confidentiality of Board materials, records and deliberations as appropriate, or as directed by the Board Chair.

Code of Conduct & Conflict of Interest

- The Company Secretary shall administer the Code of Conduct of the Board Members and advise the Board Chair in respect of any matters where conflict, potential or real, may occur between the Board and its Members;
- If there is a conflict of interest, actual or potential, on any particular matter, between the Company Secretary's administrative or managerial responsibilities within the Company and his/her responsibilities as a secretary to the Board, it is his responsibility to draw it to the attention of the Board.

Statutory & Legal Matters

The Company Secretary shall -

- Keep under close review all legislative, regulatory and corporate governance developments that might affect the Company's operations, and ensure the Board is fully briefed on these and that it has regard to them when taking decisions;
- Ensure proper and timely documentary filings and fulfilment of disclosure requirements to statutory authorities under applicable legislation and policy;
- Ensure that the standards and disclosures required by the different statutes are observed and, where required, reflected in the annual report of the directors;
- Make arrangements for and manage the process of the General Meetings;
- Maintain the Company's books and records and ensure the security and application of the Company's Common Seal;
- Perform such other duties which usually pertain to the Company Secretary or which may be from time to time be prescribed by the Board or be required by law.

Special Projects

As directed and approved by the Board and its committees, the Company Secretary will undertake special projects ensure that the Board have sufficient information on the resources required to complete any proposed special projects.

TERMS OF REFERENCE (TOR) FOR THE CHIEF FINANCIAL OFFICER (CFO)

1. Appointment, Reporting Relationships and Accountability

The CFO is a Senior Executive of the Company who

- Reports to the Chief Executive Officer (CEO);
- Is also accountable to the Audit Committee;
- Must have a broad understanding of the organization and its operations to effectively carry out his/her responsibilities.

2. Roles, Responsibilities and Duties of the CFO

The CFO, on behalf of the Board of Directors, is responsible for

- Following applicable Accounting Standards and Financial Reporting Standards like IAS, BAS, IFRS and BFRS, and adequate disclosure for any departure there-from, if any;
- Compliance with application of appropriate accounting policies, and ensuring that accounting estimates are reasonable and prudent;
- Providing close cooperation in establishing effective internal financial control environment.
- As a Senior Executive, the CFO is responsible for leadership and management of the Company's finance and accounting functions and is responsible for
 - i. The Company's business planning, budgeting and forecasting processes, including coordination and integration of strategic and business plans for business segments, departmental cost centers and capital budgets;
 - ii. The integrity of the Company's accounting systems, sub-systems, internal controls, fund management, and managing the relationship with the external auditors;
 - iii. The Company's financial and business reporting, tax planning, estimating and reporting, and regulatory reporting (corporate and securities);
 - iv. Management relationships with the Company's bankers and investors, and leasing companies. Responsibility for capital planning and structure and the raising of equity or debt to fund the Company's operations, investment analysis/presentations, and tracking of the Company's market valuation;

- v. The financial analysis function which addresses product contribution and pricing/margins, the vetting of business cases and post reviews of completed/implemented initiatives, business analysis, operational efficiency and organizational and system capacity modelling/utilization;

3. As a member of the senior management of the Company, the CFO shall

- i. Assist the CEO in
 - a. Representing the Company in dealings with government and regulatory bodies;
 - b. Maintaining relationships with outside agencies and strategic partners;
 - c. Maintaining a policy of on-going communication with investors and representatives of the investment community.
- ii. Meet regularly and as required with the CEO to review material issues and to take reasonable steps to ensure that the CEO is provided in a timely manner with all the information he/she requires to fulfill his/her statutory and other obligations;
- iii. Carry out analysis of assets and liability and submit recommendations to the management on a quarterly basis;
- iv. Recommend to the Management on how to match assets and liabilities according to short term and long term plan.
 - The CFO shall have the following Responsibilities towards the Board of Directors
 - i. To attend the board meetings and be part of the discussion having financial implication on relevant issues
 - ii. To present to the board of directors information on the following in order to strengthen and formalize corporate decision-making process
 - a. Annual business plans, cash flow projection, forecasts and long term plans
 - b. Budget including capital, manpower and overhead budgets along with variance analysis
 - c. Quarterly operating results of the Company as a whole and in terms of its business segments

4. The CFO shall have Responsibilities towards

Shareholders to provide all the necessary data to be presented in the "Director's Report" and for this purpose CFO must ensure the following

- a. The financial statement, prepared by the management of Company, present fairly its states of affairs, the result of its operations, cash flows and changes in equities
- b. Proper books of accounts of the Company have been maintained by the relevant units and that operation & computer controls are in place
- c. Appropriate accounting policies have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgment
- d. International accounting standards, as applicable in the country, have been followed in preparation of financial statements and any departure there from has been adequately disclosed
- e. There has been no material departure from the best practice of corporate governance as detailed in the listing regulations or applicable guidelines
- f. Internal and External Reporting

5. As a part of routine work, the CFO shall responsible for overseeing

- vi. Coordination with the internal auditors for statutory auditing
- vii. Asset Liability Management
- viii. Treasury division
- ix. Monitoring Cash Flows
- x. Consulting with other departments, businesses units and or affiliated companies to improve financial performance
- xi. Strategic financial planning/ capital budgeting
- xii. Cash forecasting
- xiii. Financial risk management
- xiv. Cash Management
- xv. Short term investing
- xvi. Short term borrowing
- xvii. Budgeting and Accounting

- xviii. Designing a proper financial Model for the Business Plan
- xix. Based on data received from respective departments, carrying out analysis on
- xx. Cost of fund
- xxi. Interest rates (both for deposits and lending)
- xxii. Identifying major profit and cost centers
- xxiii. Maintenance of Investment in shares and securities
- xxiv. Preparation of Financial Statements

6. The CFO has extensive responsibilities for internal and external reporting, particularly

- g. All the financial information required for decision-making by the Board of Directors and Chief Executive Officer is processed and furnished by the CFO.
- h. External reporting requirement is fulfilled by CFO, the accounts and financial statements are signed by the CFO before they are sent to concerned authorities.

TERMS OF REFERENCE (TOR) FOR THE HEAD OF INTERNAL CONTROL AND COMPLIANCE

1. Appointment, Reporting Relationships and Accountability

The HOIA is an employee of the Bank who-

- Reports administratively to the Chief Executive Officer (CEO) and operationally to the Chairman of the Audit Committee;
- Is also accountable to the Audit Committee;
- Is responsible primarily for giving assurance on the internal control arrangements in the Company and playing a key role in promoting good corporate governance;
- Must have a broad understanding of the organization and its operations to effectively carry out his/her responsibilities.

2. Roles, Duties and Responsibilities

Roles, Duties and Responsibilities of the HOIA shall include-

i. Audit Planning/Design

- To develop an annual audit plan using input from the team and stakeholders to identify priorities and resource requirements for the year to cover audit of all the activities of the Company;
- To meet with Directors and Managers to discuss needs and propose audits, to build stakeholder

requirements into department plans;

- To ensure plan is developed to meet the Audit Committee's expectations;
- To schedule and assign audits to team members, ensuring effective and efficient use of resources;
- To ensure quality control of the team's audit plans on an ongoing basis by reviewing and approving plans as they are developed and communicated to clients;
- To ensure annual audit plans have contingency built in, to provide unexpected audits to clients as they may surface;
- To report to the Audit Committee at the required intervals on Internal Audit assignments including planned reviews, investigations, risk advisory work and any other ad-hoc activity as required.

ii. Conducting Audits

- To oversee and provide quality control for the internal audits, to ensure departmental mandate and business goals are met and that professional standards are maintained at all times.
- To ensure completion of audit assignments to provide independent, objective assurance to the Audit Committee.
- To develop the team's engagement with and support of major business change programs thus ensuring that appropriate consideration of risk and control is given to all change.

iii. Reporting

- To ensure that internal audit reports are prepared and finalized in a timely manner and the same are submitted before the Audit Committee;
- To ensure that internal audit reports are issued with all recommendations agreed and accepted by the audited individual/unit.

iv. People Management & Development

- To manage and oversee team performance through performance planning, coaching and performance appraisals;
- To hold direct reports accountable for managing and developing their assignments to ensure the department's goals are achieved;
- To provide ongoing feedback to the team to ensure they develop the skills and competencies required for effective planning and individual professional and personal career growth;

- To motivate and inspire the team by providing them with the information and tools they need to do their jobs well and meet customer expectations;
- To deal with performance issues, discipline as necessary and address poor standards, ensuring department targets and customer satisfaction is not compromised;
- To manage the head count, recruiting and deploying resources as required, to ensure the department budget is balanced and the right mix of skills and strengths are being leveraged as effectively as possible.

v. Improving the Practice of Audits/Championing Risk Management

- To build relationships with leaders across the organization to understand issues and identify areas for improvement for the organization as a whole;
- To support and encourage team members to be proactive in identifying opportunities to share best practice with Directors and Managers to improve the control environment;
- To develop new methodologies to improve the audit process, making it easier for the organization to request audits and implement recommendations;
- To provide assistance to the business in meeting regulatory requirements;
- To keep abreast of developments in Corporate Governance practices and advise the business accordingly.

vi. General

- To perform any other duties as are within the scope, spirit and purpose of the job, the title of the post and its grading as requested by the line manager or Head of Unit/ Section/ Department/ Division.

INFORMATION AVAILABILITY ON WEBSITE

The full text of the Annual Report 2021 including other financial reports are available in the company's website www.siblbld.com.

INVESTORS' COMPLAIN DESK

The bank has an Investors' Complain Desk to investigate any matters related to the Investors. Any aggrieved investor may submit his complain or query to the following address

Company Secretary & Head of Investor Complain Desk

City Center, Level-20
90/1 Motijheel C/A, Dhaka-1000
Phone: 88 02 09612001122
Fax: 88 02 9568098
email: info@sibl-bd.com



**Shareholders
Wealth**

CAPITAL (PAID-UP) PATTERN OF SIBL:

Year	Declaration	No. of Shares	Face Value per Share (Taka)	Cumulative no. of Shares	Value of issued Capital for the year (Taka)	Cumulative value of Capital (Taka)
1995	Initial Capital	118,380	1,000	118,380	118,380,000	118,380,000
1996		-	-	118,380	-	118,380,000
1997	6.43% Bonus issue for the year 1996	7,620	1,000	126,000	7,620,000	126,000,000
1998	-	-	-	126,000	-	126,000,000
1999	Right Share Issued	74,000	1,000	200,000	74,000,000	200,000,000
2000	Placement	50,000	1,000	250,000	50,000,000	250,000,000
	Initial Public Offer	10,000	1,000	260,000	10,000,000	260,000,000
2001	20% Bonus Issue (Declared in the year 2004)	-	-	260,000	-	260,000,000
2002	25% Bonus Issue (Declared in the year 2004)	-	-	260,000	-	260,000,000
2003	50% Bonus Issue (Declared in the year 2004)	-	-	260,000	-	260,000,000
2004	Bonus Issue (For the years 2001, 2002, 2003)	325,000	1,000	585,000	325,000,000	585,000,000
2005	-	-	-	585,000	-	585,000,000
2006	-	-	-	585,000	-	585,000,000
2007	1:1 Right Share	5,345,550	100	11,195,550	534,555,000	1,119,555,000
2008	17% Bonus Issue for the year 2007	1,903,243	100	13,098,793	190,324,300	1,309,879,300
2009	10% Bonus Issue for the year 2008	1,309,879	100	14,408,672	130,987,900	1,440,867,200
	1:1 Right Share	12,508,587	100	26,917,259	1,250,858,700	2,691,725,900
2010	1:1% Bonus Issue for the year 2009	2,960,899	100	29,878,158	296,089,850	2,987,815,750
2011	14% Bonus Issue for the year 2010	41,829,420	10	340,610,995	418,294,200	3,406,109,950
	1:1 Right Share	298,781,575	10	39,392,570	2,987,815,750	6,393,925,700
2012	10.50% Cash Dividend for the year 2011	-	10	-	-	6,393,925,700
2013	10% Bonus Issue and 5% Cash for the year 2012	63,748,994	10		637,489,940	7,031,415,640
2014	12% Cash Dividend for the year 2013	-	10		-	7,031,415,640
2015	18% Cash Dividend for the year 2014	703,141,564	10		-	7,031,415,640
2016	15% Cash Dividend & 5% Stock Dividend for the Year 2015	35,157,078	10	738,298,642	351,570,780	7,382,986,420
2017	20% Cash Dividend for the year-2016	738,298,642	10	738,298,642	-	7,382,986,420
2018	10% Stock Dividend for the year-2017	73,829,864	10	812,128,506	738,298,640	8,121,285,060
2019	10% Stock Dividend for the year-2018	81,212,850	10	893,341,356	812,128,500	8,933,413,560
2020	5% Stock Dividend & 5% Cash Dividend for the year-2019	44,667,067	10	938,008,423	446,670,670	9,380,084,230
2021	5% Stock Dividend & 5% Cash Dividend for the year-2021	46,900,421	10	984,908,844	469,004,210	9,849,088,440

PATTERN OF SHAREHOLDINGS

(INVESTORS GROUP WISE)

Sl no	Investor Group	No. of Shareholders as on	No. of Shares as on	Percentage as on	No. of Shareholders as on	No. of Shares as on	Percentage as on
		31.12.2021	31.12.2021	31.12.2021	31.12.2020	31.12.2020	31.12.2020
1.	Sponsors & Directors (Individual)	21	93,757,627	9.52	21	89,292,991	9.52
2.	Sponsor & Directors (Company)	11	222,051,647	22.54	11	192,613,955	20.53
3.	Foreign Investors	11	13,027,770	1.32	12	12,809,800	1.37
4.	General Public	26,129	187,526,644	19.04	27,686	179,937,174	19.18
5.	Institutions (Bank & Insurance)	47	35,050,498	3.57	44	25,890,523	2.76
6.	Institutions (Others)	489	409,753,003	41.60	535	417,197,182	44.47
7.	ICB Accounts Holders	23	82,624	0.01	25	63,754	0.01
8.	ICB	1	12,196,154	1.24	1	10,754,004	1.15
9.	ICB Unit Fund	1	9,067,631	0.92	1	7,408,826	0.79
10.	Employee	2	2,190,758	0.22	2	1,797,866	0.19
11.	Non-Resident Bangladeshi	8	204,488	0.02	9	242,348	0.03
	Total	26,743	98,49,08,844	100.00	28,347	938,008,423	100.00

HOLDINGS IN 2021

Share holding range	No. of Shareholders as on	No. of Shares as on	Percentage as on	No. of Shareholders as on	No. of Shares as on	Percentage as on
	31.12.2021	31.12.2021	31.12.2021	31.12.2020	31.12.2020	31.12.2020
Less than 500 shares	11,566	1,884,625	0.19	12,383	1,993,664	0.21
501-5000	11,957	21,959,127	2.23	12,683	22,780,015	2.43
5001-10000	1,629	1,19,36,915	1.21	1,706	11,909,672	1.27
10001-20000	772	1,11,44,462	1.13	794	11,184,125	1.19
20001-50000	441	1,40,38,776	1.43	417	12,756,769	1.36
50001-99999999999	378	92,39,44,939	93.81	364	877,384,178	93.54
Total	26,743	98,49,08,844	100	28,347	938,008,423	100.00

SHARES HELD BY THE DIRECTORS

AS ON 31.12.2021

Sl No.	Name of the Directors	Position held in the Bank as on 31.12.2021	Number of Shares held on 31.12.2021	Percentage of total holding	Total number of Shares as on 31.12.2021
01	Dr. Md. Mahbub Ul Alam [Representative of Hasan Abasan (Pvt.) Ltd]	Chairman	40,104,189	4.0719	222,044,304
02	Mr. Belal Ahmed [Representative of Unitex Steel Mills Ltd.]	Vice- Chairman	20,290,520	2.0601	
03	Mr. Md. Sayedur Rahman [Representative of Prasad Paradise Resorts Ltd.]	Vice- Chairman	20,297,189	2.0608	
04	Mr. Md. Kamal Uddin [Representative of Lion Securities & Investment Ltd.]	Director	20,289,132	2.0600	
05	Mrs. Nargis Mannan	Director	19,698,712	2.0001	
06	Dr. Md. Jahangir Hossain [Representative of Reliable Entrepreneurs Ltd.]	Director	20,289,563	2.0600	
07	Mrs. Jebunnesa Akbar [Representative of Unitex Cement Ltd.]	Director	20,290,520	2.0601	
08	Mr. Ali Hasan Md. Mahmud Ribon [Representative of Dynamic Ventures Ltd.]	Director	20,295,856	2.0607	
09	Mr. Arshadul Alam [Representative of Leader Business Enterprise Ltd.]	Director	20,297,189	2.0608	
10	Mr. Mahmudul Alam [Representative of Global Trading Corporation Ltd.]	Director	20,191,434	2.0501	
11	Professor A J M Shafiu Alam Bhuiyan, Ph.D	Independent Director	-	-	
12	Professor Mohammed Mizanur Rahman, Ph.D	Independent Director	-	-	

FINANCIAL CALENDAR

For the Year 2021

Un-audited Consolidated results for the 1st Quarter announced on	: 24.05.2021
Un-audited Consolidated results for the 2nd Quarter announced on	: 28.07.2021
Un-audited Consolidated results for the 3rd Quarter announced on	: 28.10.2021
Audited Consolidated Financial Statements for the year ended 31st December 2021 approved on	: 29.04.2021
Dividend for the year 2021 declared on	: 28.04.2022
Declaration of 'Record Date' for holding of 27th Annual General Meeting	: 31.05.2022
Notice of 27th Annual General Meeting served on	: 09.06.2022
27th Annual General Meeting scheduled to be held on	: 06.07.2022
Dividend for the year 2021 expected to be paid on	: 20.07.2022

For the Year 2022

Un-audited Consolidated results for the 1st Quarter announced on	: 28.04.2022
Un-audited Consolidated results for the 2nd Quarter expected to be announced on	: 25.04.2022
Un-audited Consolidated results for the 3rd Quarter expected to be announced on	: 27.10.2022
Audited Consolidated Financial Statements for the year ended 31st December 2022 expected to be approved on	: 28.04.2023
Dividend for the year 2022 expected to be declared on	: 28.04.2022
Expected Date of declaration of 'Record Date' for holding of 28th Annual General Meeting	: 25.05.2023
Notice of 28th Annual General Meeting expected to be served on	: 31.05.2023
28th Annual General Meeting Expected to be held on	: 06.07.2023

DIVIDEND DISTRIBUTION POLICY

INTRODUCTION:

In compliance with the Directives No. BSEC/CMRRCD/2021-386/03 of Bangladesh Securities and Exchange Commission (BSEC) dated January 14, 2021; Social Islami Bank Limited formulated a policy known as "Dividend Distribution Policy". The highlights of the said policy are given below:

PURPOSE:

The purpose of the policy is to comply with the Directives of Bangladesh Securities and Exchange Commission (BSEC). The parameters set out in the policy are applicable for distribution of dividend.

DIVIDEND RECOMMENDATION AND APPROVAL PROCESS:

Dividend to be recommended and approved as per applicable Acts and regulatory directives issued from time to time.

ENTITLEMENT OF DIVIDEND:

Shareholders whose names shall appear in the Members Register of the Company or in the Depository Register of CDBL on the 'Record Date' of the respective year's AGM will receive entitled dividend.

PROCESS OF DISTRIBUTION OF CASH DIVIDEND:

Cash dividend shall be paid directly to the bank account within 30 (thirty) days from the date of approval by the Shareholders in the AGM subject to comply of circulars/directives of BSEC or Bangladesh Bank or other regulatory authority from time to time.

- i. Through Bangladesh Electronic Funds Transfer Network (BEFTN);
- ii. Through bank transfer or any electronic payment system as recognized by the Bangladesh Bank (if not possible through BEFTIN);
- iii. In case of margin loan and claim by loan provider, through the Consolidated Customer's Bank Account (CCBA);
- iv. To the separate bank account of the merchant Banker or portfolio manager through BEFTN;

- v. Through the security custodian following Foreign Exchange Regulation for non-resident sponsor, director, shareholder, unit holder or foreign portfolio investor (FPI);
- vi. Through issuance of Cash Dividend warrant and send it through post in case of non-availability of information of the shareholder or unit holder.
- vii. Amount of declared cash dividend payable for the concerned year/period shall be kept in a separate bank account as per circular of BSEC or Bangladesh Bank or other regulatory authority from time to time.

MANNER AND PROCEDURE OF STOCK DIVIDEND DISTRIBUTION:

The stock dividend shall be credited within 30 (thirty) days of approval subject to the clearance of the regulatory requirement [if any from Bangladesh Bank, exchange(s) and the Central Depository Bangladesh Limited (CDBL)]:

- i. To the BO account;
- ii. To the suspense BO Account for undistributed or unclaimed stock dividend/bonus shares. A new Suspense BO Account has been opened in every year for the respective year's suspense shares;
- iii. The bonus dividend shall be transferred to the suspense BO account if BO account is not available or BO account is inactive;
- iv. The sale proceeds of fractional bonus dividend shall be paid off as per circular of BSEC or Bangladesh Bank or other regulatory authority from time to time,

UNPAID OR UNCLAIMED OF UNSETTLED CASH DIVIDEND:

Unpaid or unclaimed of unsettled cash dividends shall be settled as per instructions of BSEC or Bangladesh Bank or other regulatory authority from time to time.

UNPAID OR UNCLAIMED OF UNSETTLED STOCK DIVIDEND:

Unpaid or unclaimed of unsettled stock dividends shall be settled as per instructions of BSEC or Bangladesh Bank or other regulatory authority from time to time.

TAX MATTERS:

Tax will be deducted at source as per applicable tax laws.

SUBMISSION OF DIVIDEND DISTRIBUTION COMPLIANCE REPORT:

In-compliance with the Dhaka Stock Exchange (Listing) Regulation-2015 and Chittagong Stock Exchange (Listing) Regulation-2015 and other regulatory requirement Social Islami Bank Limited has been submitted a Dividend Distribution Compliance Report to BSEC, DSE and CSE within

7 days from the date of completion of dividend distribution of the concerned year's. This report shall submit to BSEC, DSE and CSE in a specified format issued by the regulator (s) within stipulated time.

AMENDMENTS / MODIFICATIONS:

To the extent any change/amendment is required in terms of any applicable law or change in regulations, the regulations would prevail over the policy and the provisions in the policy would be modified in due course to make it consistent with the law of the land. Such amended policy shall be placed before the Board for approval.

DISCLOSURE POLICY:

The Dividend Distribution Policy has available on the Bank's website and annexed in the Bank's Annual Report-2021.

SUMMARY OF UNCLAIMED DIVIDEND:

As of 31.12.2021 total amount of unclaimed dividend is Tk. 7,93,12,046.66 laying with respective year's Bank Accounts.



Management Report and Analysis

A. PERFORMANCE ANALYSIS

MANAGEMENT DISCUSSION

SIBL has been playing a significant role to develop Islami banking industries in Bangladesh since 1995. The bank continues to deliver superior and viable financial performance with a vision to minimize the poverty level in Bangladesh. In this regard, the inherent concept and credence of “Working Together for a Caring Society” is always held high. To carry forward this commitment, the personnel of SIBL are imbued with the highest degree of enthusiasm, zeal and vigor to serve the society. During last few years, the banking industry has been facing several challenges categorized by feeble governance, growth in NPL, COVID-19 pandemic followed by series of lockdown, relaxation on repayment policy, regulatory restriction on fees and charges, brought down investment rate to single digit and inflation adjusted deposit rate. Despite crossing through difficult times, SIBL kept growth consistency in different financial parameter. In the end of the year 2021, SIBL holds 8.69% Deposit markets share and 8.85% Investment market share in Islami Banking industries of the country.

SIBL is undoubtedly gaining momentum in its day-to-day activities to implement the slogan “Journey towards continuous excellence” by strengthening the Bank’s financial capability to an international standard, increasing the brand image, and by practicing high degree of planned corporate good governance. The bank established **Marketing and Brand Communication Division** with a view to creating a strong, positive perception of a company and its products or services in the customer’s mind by combining company logo, design, mission statement, and a consistent theme throughout all marketing communications of the country.

SIBL believes in developing strong interpersonal relationship. As such, the Bank is morally bound to provide high quality banking services supported by the latest technology to obtain optimum return on shareholders’ equity ensuring safety of depositors’ money and making all out efforts to introduce innovative Islamic Banking products to the existing and prospective customers. SIBL is looking forward to expand its area of operation from urban to rural by introducing new customized products and services that are tailored to different economic class of people of the society in order to bring the un-banked people into banking channels. Presently the bank providing its full fledged service through 172 branches across the country. In addition to the branches, the bank has established 113 sub branches so far with a view to reaching the unbanked people living at remote corner of the country and bringing them under banking service. It will also help to reduce deposit cost through collecting no cost and low cost deposit. **Branches Control and General Banking Division** of the bank is restlessly providing their sincere efforts to make the banking service available to every sphere of people of the country.

This is the third year since COVID-19 broke out in Bangladesh throwing a tough challenge for the banking industry. During the year 2021 the country experienced the second wave of COVID-19 pandemic causing further lockdown which slowed down the new investment of the bank. Due to restriction given on opening business activities in order to manage pandemic as well as policy changed concerning repayment of Investment installment, the investment market became unpredictable. As the Banking industry plays the key role to develop the economy of the country, the Govt. introduced a number of stimulus packages to boostup the economy through using banking channel. Throughout the year 2021 the personnel of **Investment Administration Division, Investment Risk Management Division, Trade Finance and RMG Division, Small and Medium Enterprise Division and Retail Investment Division** managed the investment portfolio of the bank successfully with ensuring safety of the bank’s money keeping 4.04% growth over the year 2020. Besides, **Special Asset Management Division** also made contribution in developing overall assets quality bringing down NPI ratio to 5.18% in 2021 against 6.05% in 2020.

The War between Russia and Ukraine along with subsequent sanctions on Russia will have important consequences for the global economy. This war crisis unfolds while the global economy was on a mending path but had not yet fully recovered from the COVID-19 pandemic. The war has further increased commodity prices and intensified supply disruptions, adding to inflation globally as well as domestically. However, we are always optimistic that our brilliant executives of respective divisions will successfully manage the upcoming economic challenges with highest level of prudence to uphold the stakeholders’ interest.

SIBL is highly committed to conduct its foreign exchange business by ensuring compliance in the foreign exchange regime. In order to facilitate the Foreign Exchange (FX), Foreign Trade and Other Foreign Currency (FCY) Business and Transactions, SIBL is operating two CTPUs, one in Dhaka and another in Chattogram in addition to 22 AD branches under the supervision of **International Division** of the bank. These two CTPUs comprising of experienced foreign trade officers are providing trade services in an efficient manner, which enables the bank to ensure discipline and enhance monitoring in the foreign trade regime of the bank.

SIBL pledges for digital centralization to ensure excellence in foreign trade business. The bank has integrated the SWIFT system with its Core Banking Software ABABIL, so that SWIFT transactions can be passed through CBS and thus greater control over foreign exchange transactions can be ensured. We have a Sanction Screening Software in place to prevent money laundering and combat terrorist financing which results in boosting the image of the bank. Payment Control Software (PCS) has been installed to escalate monitoring over cross-border transactions by identifying unusual transactions. Besides, the bank has the Global Payment Initiate (GPS) system in place which will enable the bank to trace the whereabouts about of payment, whether the payment has been received by its rightful beneficiary and above all the costs charged at different stages of the payment can be traced.

International Division is in continuous effort to encourage expatriate Bangladeshis living abroad for remitting funds through banking channel and has established remittance drawing arrangements with 31 internationally reputed exchange houses/money transfer companies around the world. The Division is continuously endeavoring to increase its remittance network and to connect new destinations of concentration of expatriate Bangladeshis. A **Centralized Remittance Processing Unit (CRPU)**, equipped with skilled and experienced work team along with modern and sophisticated software, has been working relentlessly to improvise and monitor the remittance service.

Social Islami Bank Limited believes in keeping abreast with latest technology in order to provide our customers with convenient and time saving solutions which ensure banking transactions anytime and anywhere. The **Alternative Delivery Channel (ADC) Department** of the bank is relentlessly working hard for the development and integration of all technology based delivery channels for the banking products and services. The department plans and ensures smooth operation of service delivery through ATMs, CDMs, Web systems, SMS and mobile phones etc. and enhance areas of delivery of customized services through these channels. The Department ensures the

operation of inland remittance service using all delivery channels and also ensures quick and secure delivery of foreign remittance as well using as much delivery channels as necessary to make local and foreign remittance payments attractive, useful and popular.

SIBL participated in BACH successfully with the cooperation of Bangladesh Bank. All the 172 branches, 113 Sub-Branches and 249 Agent Banking outlets are under BACPS, BEFTN & RTGS network. **Payment Systems Department (PSD)** supports the Exchange and the settlement of payment between Participating Banks and Bangladesh Bank, which endeavors for promoting modern & efficient clearing and settlement system to ease financial transactions ensuring circulation of money in the economy. At the moment, Payment Systems Department (PSD) is dealing with enormous volume of operations and all the works of department has to be completed within the given time frame and in accordance with the guideline of Bangladesh Bank.

Social Islami Bank Limited is operating **Off-shore Banking Unit** as a separate business unit under the rules and guidelines of Bangladesh Bank. Defying the probability in the global financial market, the bank expects the unit will be able to play a vital role in the foreign trade business and facilitate the valued customers by maximizing their benefit. OBU business of the bank has taken momentum in 2021 with fresh insert of external borrowing from foreign banks and facilitation of refinancing import bills under policy liberalization by Bangladesh Bank.

Since the breaking out of COVID-19 forced to restrict physical contact that created high demand for digital banking as well as digital business activities, the Bank has given supreme emphasis on the continuous development of Information Technology (IT). In this regard, some young and experienced professionals are working in **Information, Communication and Technology Division** to explore the ideas of the cutting-edge, new IT products and services so that our IT-based banking service can reach the “banked and un-banked” people around the country. SIBL has developed secured core network system protected with multi layered firewall solutions like NG Firewall, Core Firewall, web-application firewall. Barracuda email security gateway has been implemented for protecting the email system against inbound malware, spam, phishing, and denial-of-service attacks. For ensuring business continuation and services resiliency in any emergency, the Bank has established three layer Data Center with modern technology. The Near DC has been established at 21 km away from Primary DC and the Far DC has been established in a different seismic zone and 132 km away from the primary DC as per guideline of the central bank of Bangladesh. Oracle Real Application Cluster (RAC) and Active Data Guard solution has been

implemented to ensure high availability, data protection, and disaster recovery of enterprise database.

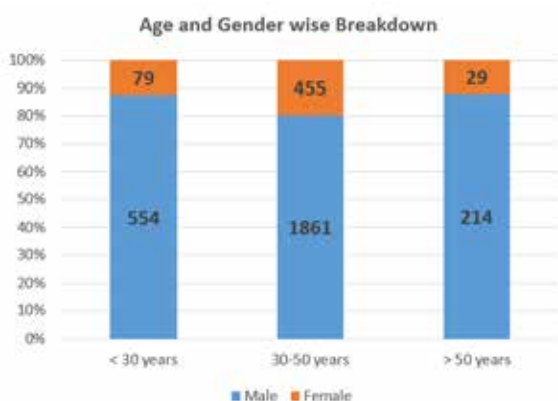
SIBL developed software and API (application programming interface) for connecting with international money exchange companies for collecting foreign remittance and disbursement to authorized representatives or transferring into local bank accounts. Moreover, SIBL has developed in-house solution for sending money abroad instantly for paying medical treatment fees and tuition fees through WesternUnion money transfer company, which is a new innovation in banking industry of Bangladesh.

Important initiatives taken by Information, Communication and Technology Division;

- Opening eAccount
- Developed Digital banking through SIBL now
- Employee benefit management through ORBIT
- Introduced Automated Chalan System
- Developed in-house solution for sending money abroad instantly
- Launching of QR Code for Money Withdrawal

We put utmost emphasis on recruitment and development of human resources. SIBL believes that skilled and well educated manpower is the best capital of the institution.

Human Resources Division of the bank has been trying to ensure maximum output with minimum resources. So quality manpower with good academic background is being recruited in all levels of the Bank every year for rendering quality services to its customers. SIBL has its own **Training Institute**, which rendered useful training to the employees in 2021. Eminent Bankers, scholars, and other resource persons were invited to deliver lectures. Subsequently, it is observed that the employees who were trained, render good performance. Besides that, during the year under review, Social Islami Bank Training Institute itself had conducted 57 Training Courses and Workshops on different contemporary issues related to banking industries.



Liquidity and fund management is a core activities of financial institution like bank. We have appointed some devoted officers to **Treasury Division** of the bank to manage local and foreign fund at the required level. Our Treasury division consists of three separate department a) **Treasury Front Office**, b) **Treasury Mid Office** and c) **Treasury Back Office**.

SIBL is always aware and maintain austerity in all types of banking expenditure in order to increase profit of the bank. **Financial Administration Division** of the bank is carrying out the responsibilities of developing and implementing strategies to support the bank's commitment to its stakeholders through financial accountability. The division also makes budgetary planning and execution, cost management and ensures finance control across the bank. The division consisting of several departments; a) Accounts department, b) VAT and Tax department, c) ALM, MIS & ISS department, d) Bills and Voucher department, e) Regulatory reporting department and f) Reconciliation, Employee benefit, Trustee Fund management etc. Major activities of the division including

- Custodian of the overall Books of Accounts of the bank
- Preparation of Quarterly/Half yearly/ Annual Financial Statements
- Payment of employees Salary, Bonus, Travel & Conveyance bills
- Provident fund, Gratuity Fund and Super Annuation fund management
- Approval of Quard against Provident fund
- Payment to suppliers for Fixed assets, Stationeries, Repair & Maintenance and other day to day expenses of the bank
- Reconciliation of entries
- Manage VAT & Tax issues of the bank as well as Staff incomeTax and maintain liaison with NBR
- Inspaction & Audit Management i.e. Bangladesh Bank Audit/Inspection, External Audit and Internal Audit.
- Financial MIS
- Short term & Long Term Revenue & Capital Budgeting & Review
- Maintain Accounts with BB, Other bank and Financial Institution
- Money Market and Capital Market Analysis
- Reporting under Integrated Supervision System

Management of the Bank very closely observes the issues related to regulatory compliances including Islamic Shariah. To guide the Shariah matters of the Bank, there is a **Shariah Supervisory Committee Secretariat (SSCS)**. The SSCS members are highly qualified and competent people in Islamic Laws, Islamic Economics, Islamic Banking and Finance. Shariah Supervisory Committee Secretariat is very active and vigilant over the day-to-day activities of the Bank being conducted strictly in line with the Islamic Principles. SIBL is committed to be one of the leading banks with the development and practices of compliance culture in every sphere. The Bank always put its all-out efforts to be compliant in all aspects of banking operation and controlled all the major financial indicators.

SIBL always optimistic to comply all the regulatory compliance given by the Central bank of the country. The **Internal Control and Compliance Division** of the bank regularly audit all the divisions as well as Branches to ensure compliance with laws and regulations, policies and procedures issued by both the Management and the regulators. The Key Financial Indicators Limit and Utilization as on 31st December 2021 are given below:

Particulars	Limits	Name of the Month	Utilization/ Maintain	Unused/ (Excess)
Investment and Deposits Ratio (ID Ratio)	Standard ID ratio for Islami Bank is 92%. Social Islami Bank is always optimistic to maintain 92% throughout the year.	Mar	91.30%	0.70%
		June	90.71%	1.29%
		Sep	90.84%	1.16%
		Dec	90.19%	1.81%
MTF Ratio (Liability mature > 1 year / Assets mature > 1 year)	On the basis of historical trend analysis and considering the short term liability matching and profitability as well, standard Medium Term Funding (MTF) ratio has set from 50% to 90%	Mar	89.37%	0.63%
		June	88.96%	1.04%
		Sep	88.47%	1.53%
		Dec	87.20%	2.80%
Maximum Cum. Outflow (Net outflow up to 1 Month bucket)	19% of the Balance Sheet Amounts	Mar	15.48%	3.52%
		June	14.64%	4.36%
		Sep	14.95%	4.05%
		Dec	15.01%	3.99%
Wholesale Borrowing	80% of bank's eligible capital	Mar	49.06%	30.94%
		June	26.25%	53.75%
		Sep	14.87%	65.13%
		Dec	7.14%	72.87%
Statutory Liquidity Ratio (SLR) & Cash Reserve Requirement (CRR)	The Bank is required to maintain 5.50 % SLR on Time and Demand Liability and to maintain a minimum credit balance with the Bangladesh Bank (including BB TT in transit) @ 5.50 % CRR on Time and Demand Liability on fortnight basis and 5.00% on daily basis	Mar	Throughout the month, SLR & CRR were maintained above 05.50 % & 4.00% res. Required SLR was Tk. 1699.08 Crore & CRR was 2656.20 Crore.	Surplus of SLR + CRR was Tk. 1542.69 Crore
		June	Throughout the month, SLR & CRR were maintained above 05.50 % & 4.00% res. Required SLR was Tk. 1670.00 Crore & CRR was 1207.36 Crore.	Surplus of SLR + CRR was Tk. 1849.25 Crore
		Sep	Throughout the month, SLR & CRR were maintained above 05.50 % & 4.00% res. Required SLR was Tk. 1754.43 Crore & CRR was 1268.27 Crore.	Surplus of SLR + CRR was Tk. 1387.59 Crore
		Dec	Throughout the month, SLR & CRR were maintained above 05.50 % & 4.00% res. Required SLR was Tk. 1842.84 Crore & CRR was 1331.44 Crore.	Surplus of SLR + CRR was Tk. 1004.67 Crore

Particulars	Limits	Name of the Month	Utilization/ Maintain	Unused/ (Excess)
Liquidity Coverage Ratio (LCR)	The minimum standard for LRC shall be greater than 100.	Mar	156.93%	56.93%
		June	264.33%	164.33%
		Sep	240.73%	140.73%
		Dec	226.75%	126.75%
Net Stable Funding Ratio (NSFR)	The minimum standard for NSFR shall be greater than 100.	Mar	130.13%	30.13%
		June	138.07%	38.07%
		Sep	138.57%	38.57%
		Dec	143.01%	43.01%
Leverage Ratio	The minimum standard for Leverage ratio shall be greater than 3.00%.	Mar	4.84%	1.84%
		June	5.06%	2.06%
		Sep	5.23%	2.23%
		Dec	5.50%	2.50%
Capital to Risk Weighted Asset Ratio (CRAR)	The Bank is required to maintain a minimum Capital of Tk 400 Crore or equivalent to 12.50% of total risk weighted assets (including conservation buffer) whichever is higher	Mar	13.10%	N/A
		June	13.41%	N/A
		Sep	13.47%	N/A
		Dec	11.60%	N/A

In the global risk management literature, **Risk Management Division** is considered as the second line of defense against risk. Some experienced officials headed by the Chief Risk Officer (CRO) work with the capital management issues and risk management activities of the bank as per the guideline of Bangladesh Bank, Executive Risk Management Committee and Board Risk Management Committee. As per Risk Management Guideline for Banks of Bangladesh Bank, 6 desks/units have been formed within Risk Management Division as follows -

1. Credit Risk Related Desk
2. Market Risk Related Desk
3. Liquidity Risk Related Desk
4. Operational Risk Related Desk
5. Risk Research and policy development Desk and
6. Basel Implementation Unit

The Risk Management Division manages and measure risks on the basis of the bank's approved risk parameters independently in line with regulatory requirements.

Revised Risk Based Capital Adequacy (RBCA) guideline in line with Basel III implementation phase was started in 2015. During the year under review, Management of the Bank was even more cautious in proper risk management of the Bank. The Bank has maintained the Capital to Risk Weighted Asset Ratio (CRAR) of 11.60%.

Minimum capital requirement is calculated considering credit risk, market risk and operational risk on which the bank is exposed to. The required and maintained capital of SIBL against these risks for the year 2021 is summarized below:

Figure in Million Tk

Risk Weighted Assets (RWA) for	RWA	Capital Requirement
A. Credit Risk	257,989.30	25,798.93
B. Market Risk	999.90	99.99
C. Operational Risk	20,785.95	2,078.59
Total: RWA (A+B+C)	279,775.15	27,977.52
Capital Maintained		32,447.95
Capital Surplus		4,470.43

Adequate capital is needed to be maintained considering the risk profile of the bank under Pillar II of Basel III. In case of Bangladesh, generally the following risks are considered for maintaining additional capital requirement under supervisory review process (SRP):

- Residual Risk
- Concentration Risk
- Liquidity Risk
- Reputation Risk
- Strategic Risk
- Settlement Risk
- Evaluation of Core Risk Management
- Environmental & Climate Change Risk
- Other material risks.

To assess the capital charge for the above risks Bangladesh Bank has given a guideline and instructs the banks to develop and Internal Capital Adequacy Assessment Process (ICAAP). Adequate capital has been maintained considering overall risk profile of the bank.

SIBL runs **Agent Banking** operation providing banking and financial services to the underserved population through engaging agents under a valid agency agreement, rather than a teller/ cashier. Agent banking is a new concept in Banking Industry of Bangladesh though Agent banking is very popular in many countries for extending formal financial services into poor and rural areas. The main object of **Agent Banking** is to create more protected financial inclusion by offering technology driven banking solutions to the unbanked people living in rural and dispersed people of Bangladesh. We have already covered 39 districts and optimistic to cover entire 64 districts under SIBL Agent Banking network within 2022. Division-wise appointment of agent is shown in the following table:

Sl. No.	Name of the Division	Number of Districts	Outlet Number
1	Dhaka	13	27
2	Chattogram	11	116
3	Sylhet	4	3
4	Rajshahi	8	16
5	Rangpur	8	4
6	Khulna	10	22
7	Barisal	6	6
8	Mymensingh	4	6

Following initiatives has been taken during the year 2021:

- We have successfully inaugurated 81 Agent Banking Outlets
- We have already been started to process remittance disbursement for the outlet customers from the Link Branches
- To speed-up the account opening procedures, we have obtained approval from the Management to delegate the account approval authority in the system to the Link Branches
- We have started Workshop in region basis and has completed 8 events under direct supervision of Agent Banking Division
- From December 2021, we have successfully started Micro Finance Investment in the surrounding areas of Agent Banking Outlets.

Bangladesh Bank has recognized SIBL as one of the Top Ten Private Commercial Banks for their contribution to Green Banking activities across the country. We have unified our sustainable operations under the “Green Banking Unit” equipped with permanent employees. The Audit Committee of the Board is selected as the High Powered Committee of our Green Banking Unit for reviewing the Green Banking activities. Our Green Banking Policy Guidelines and Green Office Guide have been circulated to all our employees for creating awareness on Green Banking activities & providing instructions about conserving energy, water, saving paper, etc. Our Green Strategic Plan is enhanced to define our strategy in the coming years. SIBL developed its own Environmental Policies, which proves our commitment to the Environment for a sustainable future. As a Bank we play an intermediary role between economic development and conservation of the environment. Our Green Banking activities are on multidimensional areas which include both in-house Green activities and external green activities towards supporting Green Economy. In 2021, as part of our Green Banking initiative SIBL has spent significant amount for Green establishment, installation of solar panels, environment friendly brick plant based on HHK (Hybrid Hoffman Klin) technology etc.

Progress of Green Finance:

(Figure in Million)

	Year-2021	Year-2020
Total Loan/ Term Loan Disbursed (Funded)	71,103.10	60,171.90
Direct Green Finance (Disbursed)	1,715.06	645.43
Total Green Finance (Disbursed)	1,715.06	645.43
Direct Green Finance as % of Total Loan Disbursement	2.41%	1.07%

SME has emerged as the “Engine of Growth” in the economy of Bangladesh. It contributed manifold including industrial growth, resource generation, poverty alleviation, employment generation and value addition. SME & the Nation are now growing together.

In line with the Prudential Guidelines on SME Financing of Bangladesh Bank, SIBL has designed an array of SME products for both small and medium segments. SIBL offers both revolving and term investment facilities to the SME clients. Small entrepreneurs, agricultural clients and women entrepreneurs are properly addressed by SIBL with the diversified products designed for this purpose. SME portfolio holds 18% share of the total investment portfolio.



In today's modern world, Credit Card is a very extensively used mode of financial transaction and it is widely known as "Plastic Money". It has created an immense impact in the life of the people all over the world. **SIBL Card Department** is always willing to offer new and Islami Shariah compliant financial products to its clients. Though SIBL is making late entrance in the card market, still we are the market leader (holding 34.44% of total Islami credit card) for issuance of Islami Credit Card in the Islami banking arena.

To protect customers from the risk of carrying cash and to ensure cash availability when needed, the bank has introduced Visa-enabled debit cards and Shariah-based Visa Islami credit cards. Now, customers can enjoy round the clock transaction facility (ATM Transfer Limit, Fund Transfer, Discount on Purchase, E-Commerce Transaction) as their need through SIBL Visa Cards.

We have also introduced Visa Islami Prepaid Card for those who are not eligible for getting credit card as per the policy of Bangladesh Bank to meet the urgent needs of customers for travel, student, hajj and gift purposes. SIBL currently has the following types of Visa Islamic Prepaid cards:

1. VISA Islami Travel Card
2. VISA Islami Student Card
3. VISA Islami Hajj Card
4. VISA Islami Gift Card

ACHIEVEMENT IN THE YEAR 2021

SL	Details	Achievement
1.	Credit Card issued in 2021	2,989 Cards
2.	Number of issued Credit Card as on 31.12.2021	18,921 Cards
3.	Debit Card issued in 2021	28,382 Cards
4.	Number of issued Debit Card as on 31.12.2021	1,35,284 Cards
5.	Number of Prepaid Card issued as on 31.12.2021	2,779 Cards
6.	Profit from Jan'21 to Dec'21	Tk.8.02 crore
7.	Sanction Credit limit as on 31.12.2021 (BDT 206.39crore + USD 0.30 crore)	Tk.232 crore
8.	Outstanding as on 31.12.2021	Tk.89.43 crore
9.	Total Discount Partners as on 31.12.2021	193 Merchants
10.	Total EMI Partners as on 31.12.2021	97 Merchants
11.	NPL decreased by (10.72% - 9.65%)	1.07%

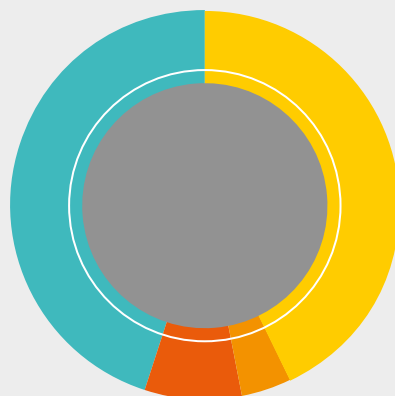
Social Islami Bank Ltd. is extending financial help to different orphanages, schools, madrashas, social organizations & individuals who are suffering from fatal diseases like cancer, kidney failure, heart diseases etc. from the fund which are being accumulated from the profit of Cash Waqf Fund, Compensation Fund, Doubtful Income and Zakat Fund. This year, under Corporate Social Responsibility (CSR) activities of the Bank Taka 120.53 million was spent under Health, Education, Sports, Disaster Management and Environmental programs which was Taka 271.83 million in 2020. This is a reaffirmation of the commitment of SIBL towards the society.

CSR ACTIVITIES UNDER-TAKEN DURING 2021

CSR Activities of SIBL	Sectors	(Jan – Jun' 21)	(Jul – Dec'21)	Total Contribution
	Health	2,08,69,540	3,14,31,493	5,23,01,033
	Education	1,70,000	40,19,000	41,89,000
	Disaster Management (Family Rehabilitation)	0	97,76,250	97,76,250
	Sports	0	5,00,000	5,00,000
	Art & Culture	0	0	0
	Environment (Social Utility)	4,28,23,387	1,09,43,750	5,37,67,137
	Total	6,38,62,927	5,66,70,493	12,05,33,420

Sector-wise CSR Contribution (Year 2021)

(Taka)



Disaster Management (Family Rehabilitation)
 Education
 Sports
 Environment (Social Utility)

■ Art & Culture
 ■ Education
 ■ Health

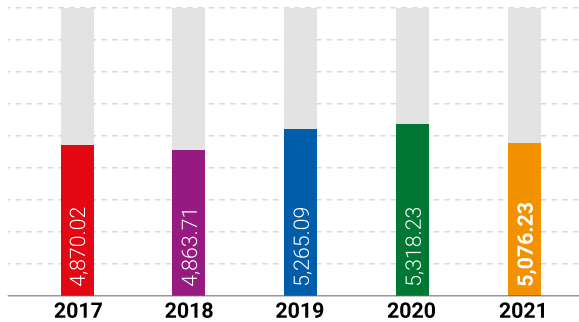
SIBL AT A GLANCE

SL	Particulars	2017	2018	2019	2020	2021
1	Authorized Capital (Taka in million)	10,000.00	10,000.00	10,000.00	30,000.00	30,000.00
2	Paid-up Capital (Taka in million)	7,382.99	8,121.29	8,933.41	9,380.08	9849.09
3	Total Shareholders Equity (Taka in million)	14,166.45	15,749.88	17,271.33	18,038.39	19,237.42
4	Capital Base (Tier I & II) (Taka in million)	21,725.08	26,111.51	27,901.80	30,368.90	32,447.95
5	Total Deposits (Taka in million)	228,798.90	248,324.49	287,936.65	322,383.51	341,661.06
6	Client Deposits (Taka in million)	203,126.69	224,339.78	267,828.58	299,504.34	339,548.97
7	Investments (General) (Taka in million)	210,045.51	238,654.17	264,268.59	300,617.94	312,773.82
8	Investments (Shares & Securities) (Taka in million)	13,082.52	13,086.55	19,118.98	18,487.37	29,157.53
9	Foreign Exchange Business (Taka in million)	202,037.00	178,590.50	159,583.03	140,824.28	177,092.79
10	Operating Profit (Taka in million)	6,166.21	6,143.12	6,342.11	4,343.21	4,526.23
11	Profit before Tax (Taka in million)	3,535.13	3,848.29	3,134.03	3,040.65	2,874.37
12	Fixed Assets (Taka in million)	3,480.82	3,563.53	3,606.05	4,431.01	4,247.80
13	Total Assets (Taka in million)	276,348.95	307,305.32	345,056.23	384,999.71	408,203.16
14	Stock Dividend (%)	10%	10%	5%	5%	5%
	Cash Dividend (%)	-	-	5%	5%	5%
15	Investments as a % of total deposits (%)	91.80%	96.11%	91.78%	93.25%	91.55%
16	Investments as a % of Client deposits (%)	89.30%	91.54%	89.47%	90.65%	90.19%
17	Capital to Risk Weighted Asset Ratio (%)	11.57%	14.27%	13.78%	13.50%	11.60%
18	Ratio of Classified Investments to Total Investments (%)	8.20%	7.69%	6.63%	6.05%	5.18%
19	No. of Foreign Correspondents (Nos.)	406	411	420	399	388
20	Number of Employees (Nos.)	2601	2847	2957	3100	3192
21	Number of Branches (Nos.)	138	155	161	168	172
22	Book Value per Share (Nos.)	10	10	10	10	10
23	Earning per Share (Restated) (Taka)	1.97	1.77	1.62	1.57	1.69
24	Credit Rating by	ECRL	ECRL	ECRL	ECRL	ACRL
	Long Term	AA-	AA-	AA	AA	AA+
	Short Term	ST-2	ST-2	ST-2	ST-2	ST-2
25	Moody's				b1	b2

GRAPHICAL PRESENTATION OF SIBL

Net Current Assets

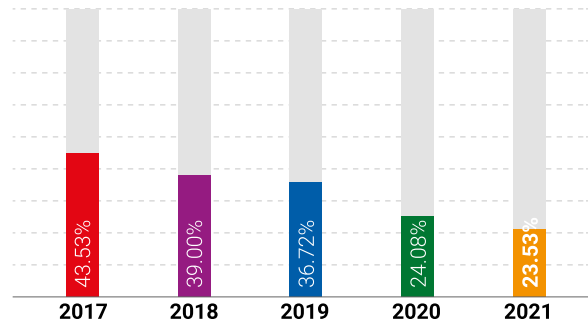
(Taka in million)



Operating Profit

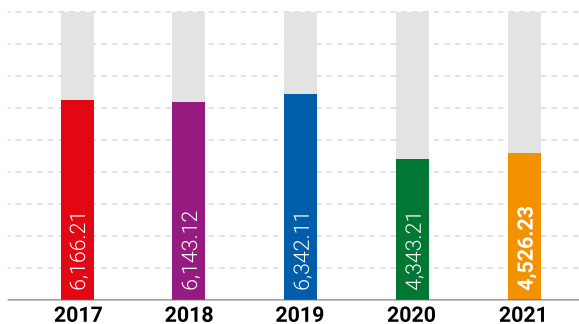
as a percentage of Working Funds

(%)



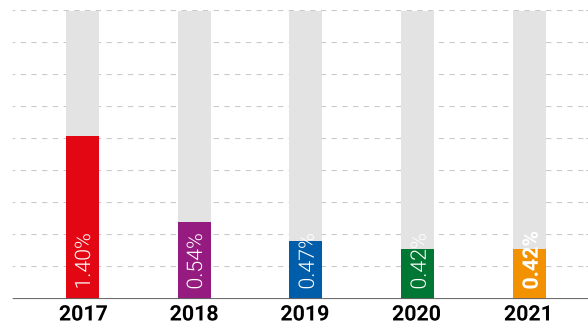
Operating Profit

(BDT in Million)



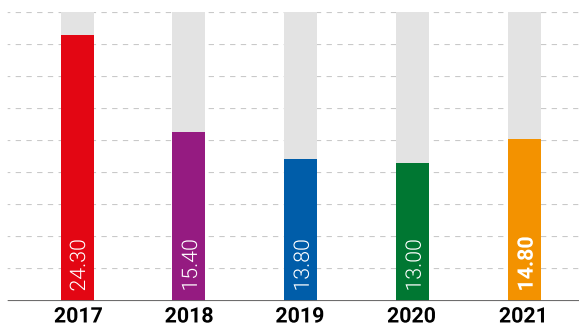
Return on Assets

(%)



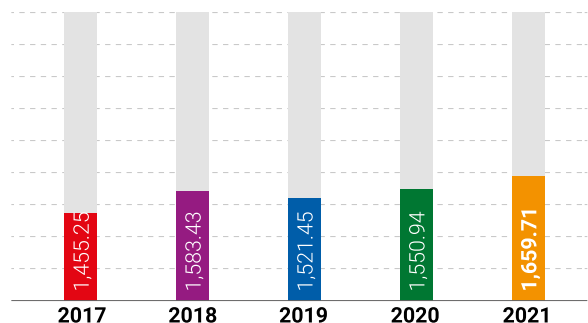
Stock Price

(Taka)

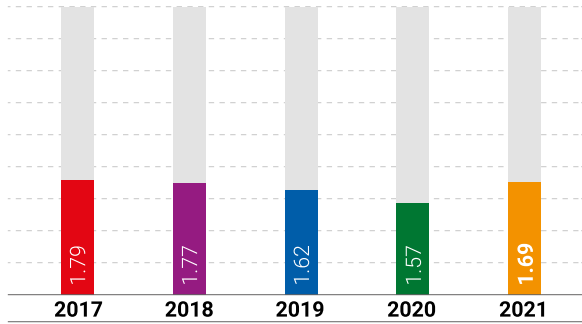


Profit After Tax

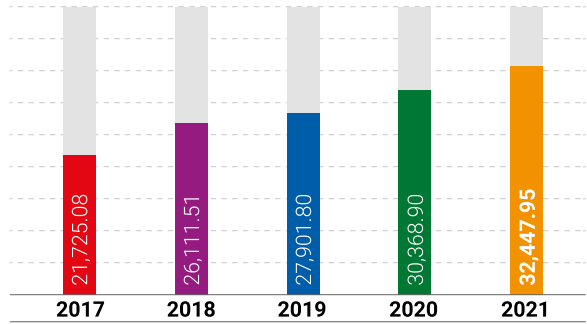
(Taka in Million)



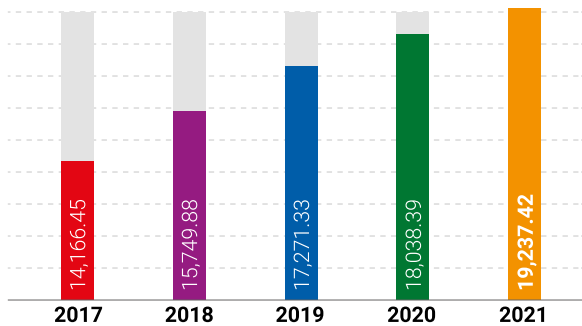
Earning per Share (Taka)



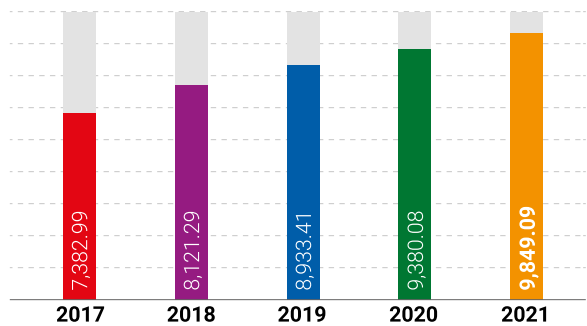
Total Eligible Capital (Taka in Million)



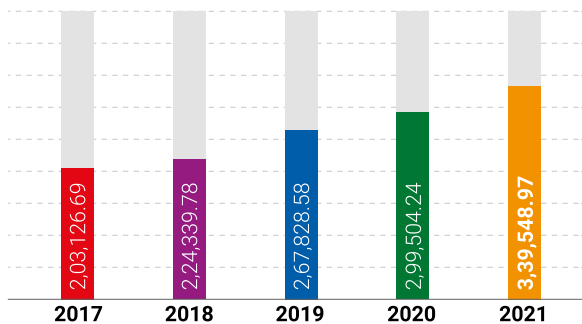
Net Asset (Worth) (Taka)



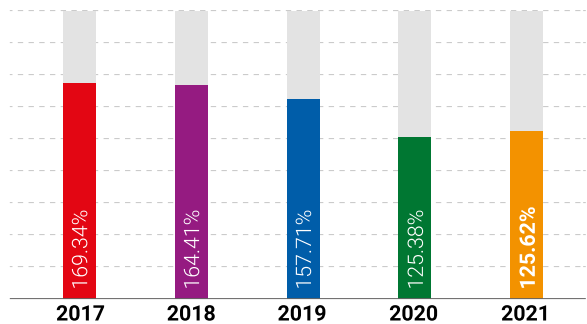
Total Paid-up Capital (Taka in Million)



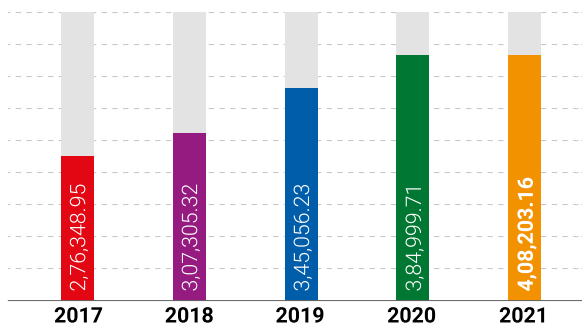
Client Deposit (Taka in Million)



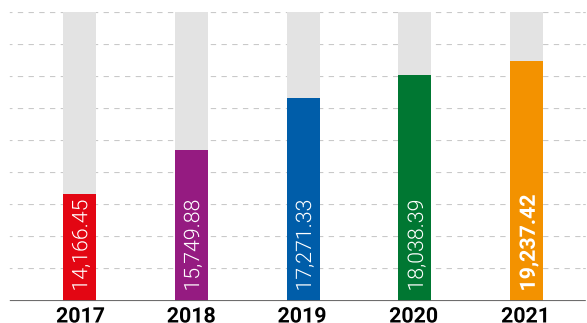
Net Investment Income as a percentage of Operating Cost (%)



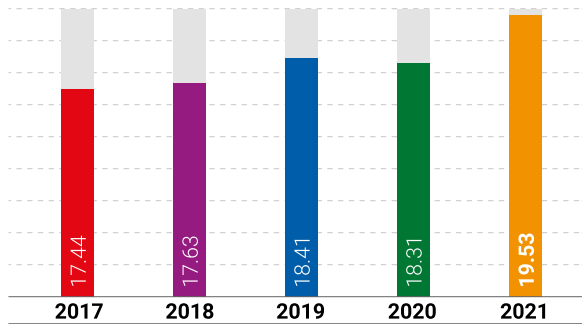
Total Assets (Taka in Million)



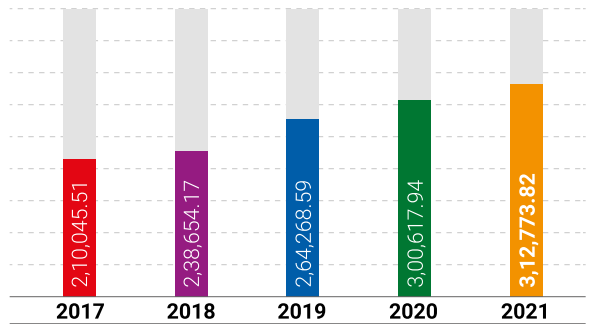
Total Share Holders' Equity (Taka in Million)



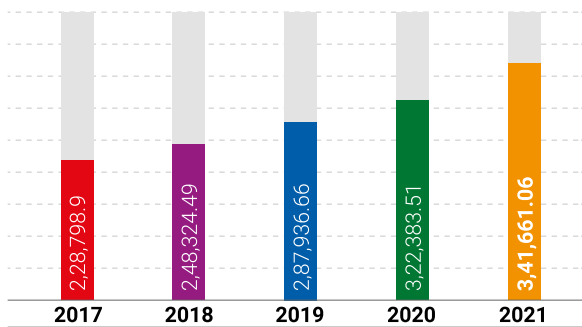
Net Asset Value per Share (%)



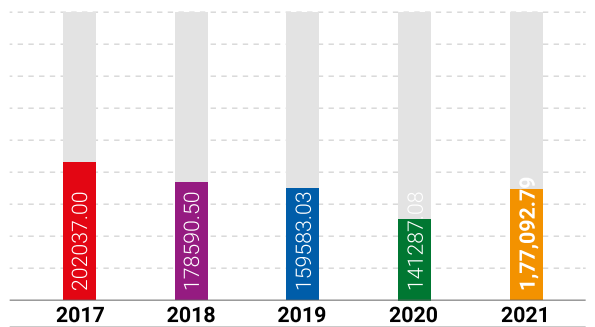
General Investment (Taka in Million)



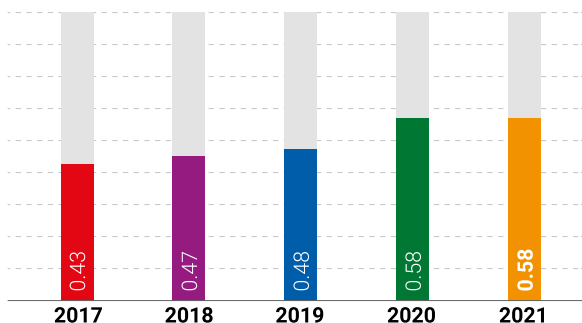
Total Deposit (Taka in Million)



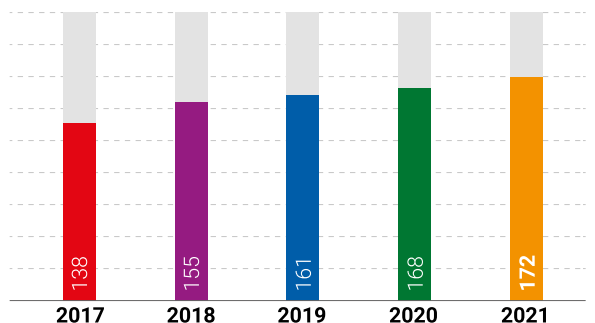
Foreign Exchange Business (Taka in Million)



Cost-Income Ratio (%)

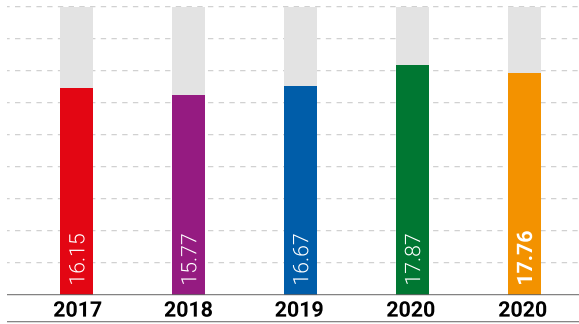


Branch Network (Taka in Million)



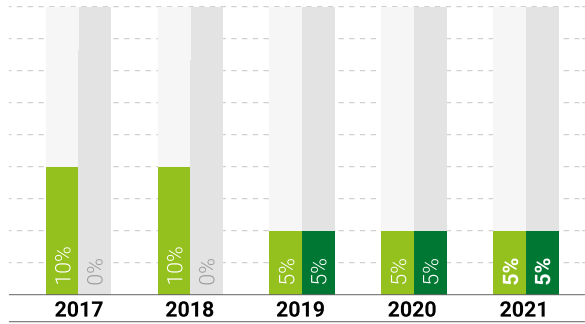
Debt Equity Ratio

(Times)



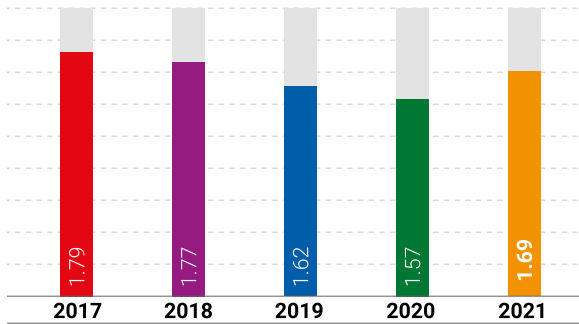
Dividend Payout History

(%)



Dividend Cover Ratio

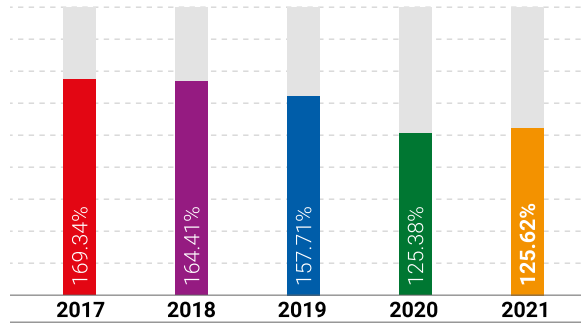
(%)



Net Investment Income

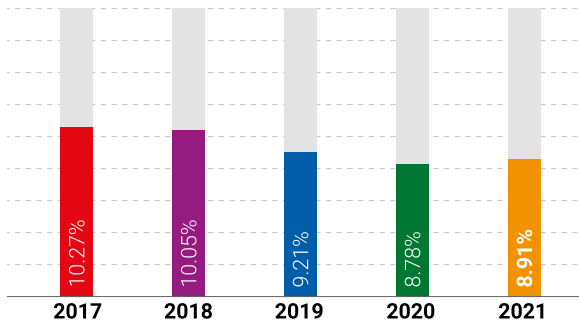
as a percentage of Operating Cost

(%)



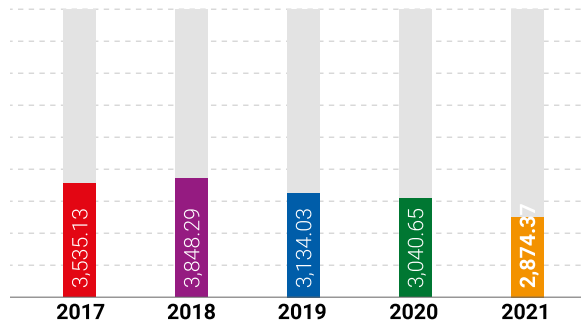
Return on Equity

(%)



Profit Before Tax

(Taka in Million)



PERFORMANCE REVIEW OF SIBL IN 2021

The Banking sector has achieved a slow growth and was under pressure facing multiple challenges derived from COVID-19. Despite manifold challenges, the year 2021 was quite eventful at home and abroad for SIBL and alhamdulillah the senior management of the bank showed their prudence and achieved a stable position in all key areas of its operations. This year SIBL has joined the "172 Branches Club".

SIBL believes that the efforts of the year 2021 will inspire & stimulate the employees of the bank to accept the challenge of the year 2022 and accordingly the bank is in the process to explore every potentiality of each individual employee to deploy their sincere endeavor in the days ahead. In the year 2021, the bank has focused specially on the concepts of;

- i. Service Excellence
- ii. Quality & Secured Investment
- iii. Emphasize Non Funded Business
- iv. Recovery from both regular and non-performing Investment
- v. Exploration of Low Cost & no Cost deposits, Retail & Stable deposits particularly Scheme based deposit &
- vi. Maintenance of an Ideal Deposit Mix with a view to constraining the cost on one side and to establish a safe & stable deposit management system on the other.

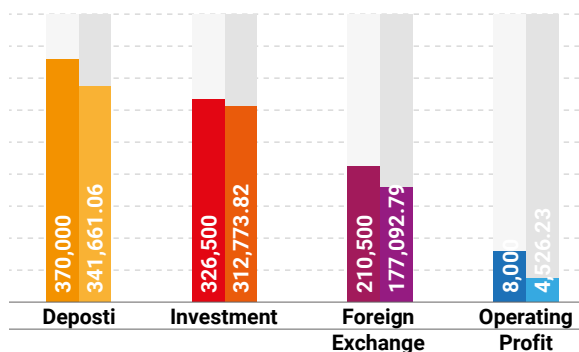
During the year 2021, the bank has been able to project positive growth in all the business segments. The performance of the bank in 2021 has been given below;

figure in million

SL	Particulars	Actual	Actual	Increase/ (Decrease)	Growth%
		Dec-20	Dec-21	Amount	
1	2	3	4	5=4-3	6=5/3
1	Total Deposit	322,384	341,661	19,278	5.98%
a	No Cost Deposit	40,230	47,315	7,085	17.61%
b	Low Cost Deposit	51,017	57,279	6,262	12.27%
c	High Cost Deposit	231,136	237,067	5,931	2.57%
2	Total Investment	300,618	312,774	12,156	4.04%
3	Operating Profit	4,343	4,526	183	4.21%
a	Import	76,967	93,546	16,579	21.54%
b	Export	51,145	67,347	16,202	31.68%
c	Remittance	13,176	16,200	3,024	22.95%
4	Foreign Exchange	141,287	177,093	35,806	25.34%

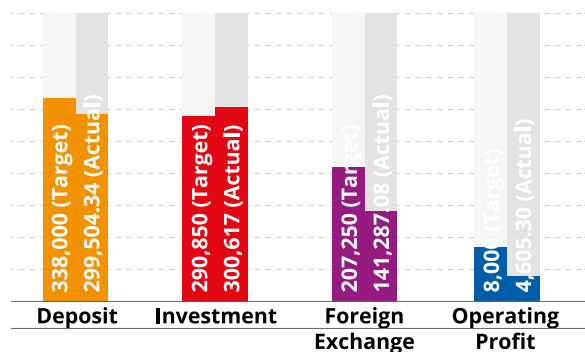
Performance of the Bank 2021

(Taka in Million)



Performance of the Bank 2020

(Taka in Million)



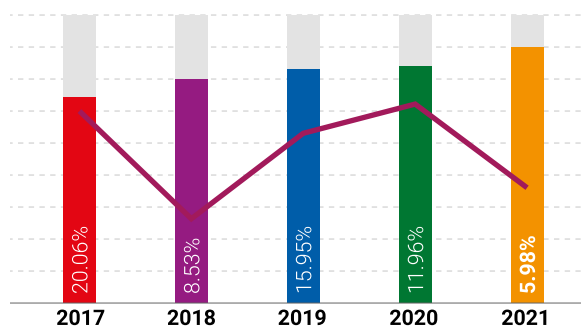
DEPOSIT MANAGEMENT

The bank has experienced a slight growth in total deposit by 5.98% in the end of 2021 comparing to the last year 2020. However, a considerable growth in client deposit has been seen by 13.37% in 2021.

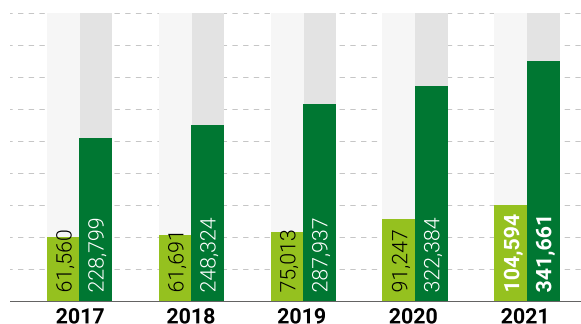
a) Deposit Growth

In 2021, deposit growth of the bank hit the lowest point since 2017 due to reduce its dependency ratio i.e. reduce dependency on bank deposit. The management is more focusing in enhancing Client deposit which helps building a healthy deposit base for the bank. Moreover, CASA deposits to Total deposits increased to 30.61% in 2021 from 28.30% in 2020.

Deposit Growth (%)



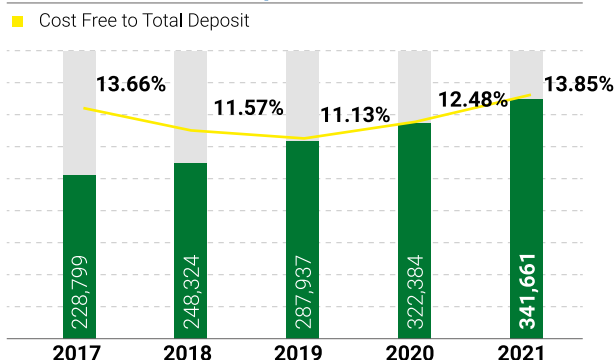
CASA to Total Deposit (%)



b) Growth of Cost free deposits

The cost free deposits of the bank includes Al-Wadiah Current deposit, Other no cost deposits and Bills payable account. The cost free deposit keeps significant contribution in earning healthy spread. The management of the bank launch different campaign to boost up no cost deposit volume of the bank. Moreover, establishing sub branches and agent outlet at the remote corner of the country accelerate deposit collection activities. Growth of cost free deposits of the bank for the last five years has been shown below;

Cost Free to Total Deposit (%)



c) Cost of Fund of the bank

Overhead cost of the bank remained stable up to 2020 and after that a slight fall was noticed in 2021. A significant drop of cost of deposit has been seen from 6.88% in 2020 to 4.72% in 2021. This caused a sharp fall of cost of fund of the bank and in the end of 2021 it stood 6.29%.

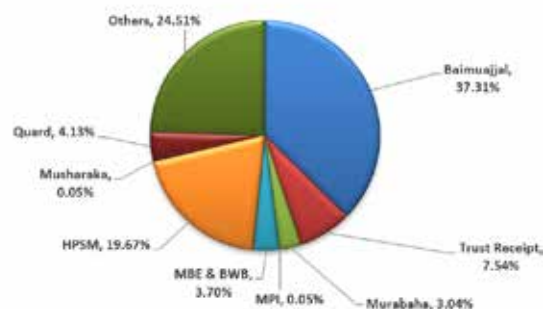
Cost of Fund



GENERAL INVESTMENT

General Investment of the bank grew at a lower rate than Deposit grew in 2021 due to the adverse effect of COVID-19. In 2021 total general investment of the bank increased by 4.04% over 2020. The bank diversified the investment portfolio in such a way to maximize the return along with ensuring the safety of investment. Mode wise investment mix of the bank during 2021 has been shown below;

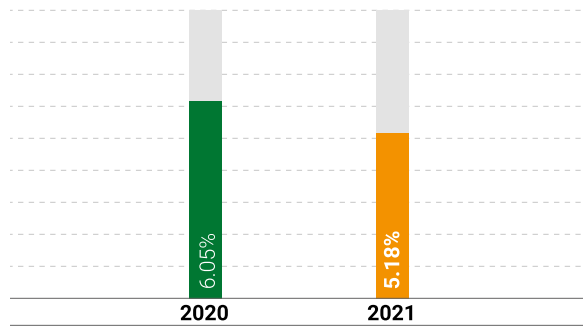
Mode wise investment mix of the bank during 2021



NPI MANAGEMENT

During 2021, the bank emphasized monitoring activities on Non Performing Investment with a view to improving asset quality. NPI of the bank reduced in 2021 for an amount of Taka.200.71 crore from 2020 that brought down the NPI ratio to 5.18% in 2021 from 6.05% in 2020.

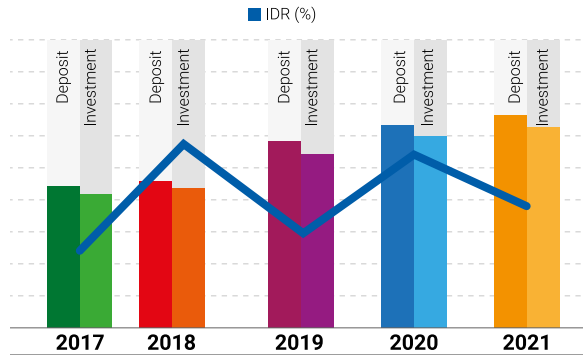
Non Performance Investment Income (%)



INVESTMENT DEPOSIT RATIO (IDR) MANAGEMENT

Bangladesh Bank has re-fixed IDR for Shariah based banks at maximum 92%. SIBL maintained its IDR within the prescribed limit successfully whole through the year 2021.

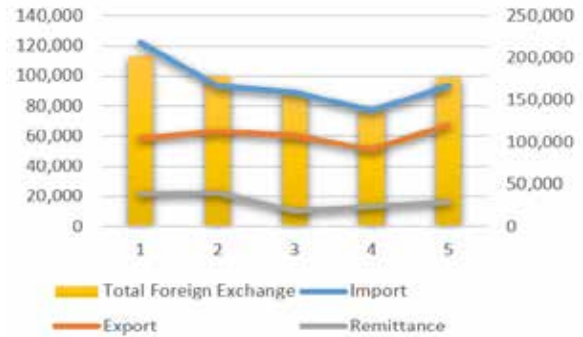
Investment-Deposit Ratio (%)



FOREIGN EXCHANGE BUSINESS OF SIBL

Despite the increase in overall foreign exchange business in 2021, strategically the bank is concentrating on minimizing the trade gap by careful selection of import business and stimulation of diversified export businesses and putting more emphasis on remittance business.

Foreign Exchange Business of SIBL



AGENT BANKING ACTIVITIES

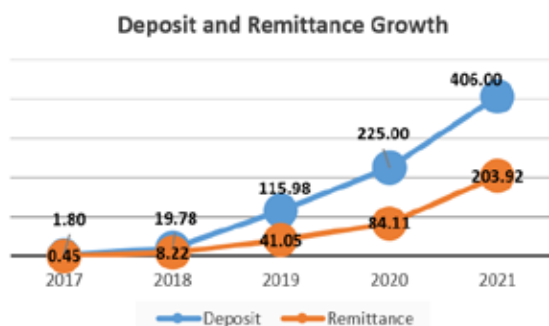
Nowadays, Agent Banking is a popular concept for collecting deposits from whole across the country. After started operation with individual Agents, we have so far obtained approval to set-up 249 number of Agent Banking Outlets in the different parts of the country. Performance of Agent banking of SIBL is as below;

Year wise performance of agent banking



DEPOSIT AND REMITTANCE GROWTH OF AGENT OUTLET

Year	Deposit (Amount in BDT crore)	Remittance (Amount in BDT crore)
2017	1.80	0.45
2018	19.78	8.22
2019	115.98	41.05
2020	225.00	84.11
2021	406.00	203.92



SME INVESTMENT GROWTH

SME operation of the Bank is in progress in a structured manner. SIBL has been achieving a continuous and upward growth in its SME portfolio. As of December 2021, SME portfolio holds 18% share of the total investment portfolio of the Bank amounting to Tk.57,263.50 million whereas the outstanding balance in the year 2009 was only Tk.515.40 million.



SIBL CARD PERFORMANCE

SIBL holds 34.44% market share of Islami Credit cards. The bank has kept a positive growth over the past 5(five) years of this segment.

Year wise summary

Particulars	2017	2018	2019	2020	2021	Growth between the year 2020 & 2021	Growth in %
Number of Debit Card	50,151	74,090	97,515	1,20,910	1,35,284	14,374	11.89
Number of Credit Card	14,236	14,567	16,327	17,293	18,921	1628	9.41
Sanction Limit (crore)	195.95	199.65	212.18	220.15	232.00	11.85	5.38
Outstanding (crore)	70.99	93.95	72.00	75.86	89.43	13.57	17.89
Income (crore)	15.91	18.94	17.03	17.95	19.26	1.31	7.30
Expenditure (crore)	10.85	10.93	12.63	11.85	11.24	-0.61	-5.15
Net Profit (crore)	5.06	8.01	4.40	6.09	8.02	1.93	31.70

BUSINESS ANALYSIS

Cost of Fund of the Bank for the year 2021 was 6.29 % while total overhead cost was 1.57%. Earning Yield was 7.39% and finally accumulated a spread was 1.10 %.

Horizontal/ Vartical Analysis

OPERATING PERFORMANCE (INCOME STATEMENT) ANALYSIS

Sl. No.	Particulars	Year 2021		Year 2020	
		Amount	% of total	Amount	% of total
1	Total Revenue / Operating Income:				
i)	Investment Income	23,439.2	87.16%	26,320.28	88.17%
iii)	Profit from Bank Deposit	521.58	1.94%	715.99	2.40%
ii)	Investment Income shares & securities	793.24	2.95%	762.38	2.55%
a)	Sub-total : Funded Income (i+ii)	24,754.02	92.05%	27,798.65	93.13%
iii)	Commission	683.99	2.54%	646.37	2.17%
iv)	Exchange Gain	777.2	2.89%	774.84	2.60%
v)	Other Income	677.98	2.52%	631.01	2.11%
b)	Sub-total: Non-Funded Income (iii+iv+v)	2,139.17	7.95%	2,052.22	6.87%
c)	Total: Operating Income {1(a) + 1(b)}/ Total Revenue	26,893.19	100.00%	29,850.87	100.00%
2	Operating Expenditure:				
i)	Exp. against Customers' Deposit	15,852.36	70.87%	18,479.41	72.45%
ii)	Exp. for Bank Deposit	294.01	1.31%	1,005.38	3.94%
a)	Sub-total: Profit Expenses (i+ii)	16,146.37	72.19%	19,484.79	76.39%
iii)	Salary & Allowances	3,602.94	16.11%	3,567.61	13.99%
iv)	Other Operating Expenses	2,617.65	11.70%	2,455.26	9.63%
b)	Sub-total: Administrative Expenses (iii+iv)	6,220.59	27.81%	6,022.87	23.61%
c)	Total: Operating Expenditure {2(a) + 2(b)}	22,366.96	100.00%	25,507.66	100.00%
3	Operating Profit/ (Loss) {1(c) - 2(c)}	4,526.23		4,343.21	-
4	Profit before tax	2874.37		3,040.65	-
5	Profit after tax	1,659.71		1,550.94	-
6	EPS (Taka) Restated	1.69		1.57	-

BALANCE SHEET ANALYSIS

Figure in million Taka

Sl. No.	Particulars	Year 2021	Year 2020	Year 2019	Year 2018	Year 2017
1	Shareholders Fund	19,237.42	18,038.39	17,271.33	15,749.88	14,166.45
2	Property, Plant & Equipment	4,247.80	4,431.01	3,606.05	3,563.53	3,480.82
3	Net Current assets	5,076.23	5,318.23	5,265.09	4,863.71	4,870.20
4	Long Term Liabilities/Current Liabilities	0.398	0.375	0.394	0.364	0.345

SOME IMPORTANT RATIO ANALYSIS

To understand the bank's trend, some important ratio analyses are tabulated below:

Sl	Analysis	1st Quarterly (%)	Half-yearly (%)	3rd Quarterly (%)	Yearly (%)
		Mar-21	Jun-21	Sep-21	Dec-21
A	Profitability Ratios:				
	Return on Average Assets	0.30%	0.25%	0.26%	0.42%
	Return on Average Equity	6.34%	5.35%	5.54%	8.91%
	Earning per share (EPS) (Taka)	0.31	0.52	0.77	1.69
B	Efficiency/Activity Ratios: (Rate of Return Risk)				
	Net Investment Income	146.84	355.54	509.77	781.44
	Net Investment Margin (NIM)	1.77%	2.12%	2.01%	2.26%
	Earning Assets/Total Asset	86.13%	85.62%	86.54%	88.48%
	Efficiency Ratio	67.43%	60.55%	63.89%	57.88%
	Overhead Ratio	1.55%	1.66%	1.67%	1.57%
	Effective Average Cost of Deposit	4.82%	4.71%	4.73%	4.72%
	Cost of Fund	6.37%	6.37%	6.40%	6.29%
	Effective Average Earning Yield	6.90%	7.17%	7.08%	7.39%
C	Liquidity Ratios: (Liquidity Risk)				
	Investment Deposit(client) Ratio (IDR)	91.30%	90.71%	91.07%	90.19%
	Liquid Assets Ratio	11.50%	10.16%	11.23%	10.47%
	Liquidity Coverage Ratio	156.93%	264.33%	240.73%	226.75%
	Net Stable Funding Ratio	130.13%	138.07%	138.57%	143.01%
	Maximum Cumulative Outflow (MCO)	15.48%	14.64%	14.95%	15.01%
	Stable Fund Ratio	12.02%	10.37%	11.21%	10.99%
	Dependency Ratio	7.37%	2.30%	1.31%	0.62%
	Snap Liquidity Ratio	12.07%	10.66%	11.77%	10.98%
	Liquid Assets/ Short term liabilities	35.90%	31.82%	35.55%	33.08%
	Liquid Assets/ Total Deposit	13.73%	12.13%	13.44%	12.51%
	Short Term Borrowings/ Liquid Assets	0.00%	0.00%	0.00%	0.00%
	Volatile Deposits/ Total Assets	4.91%	5.05%	5.03%	5.04%
D	Capital Adequacy Ratios:				
	CET 1	7.76%	7.78%	7.44%	6.61%
	Tire I Ratio	8.42%	8.87%	9.08%	8.11%
	Tire II Ratio	4.68%	4.53%	4.39%	3.49%
	Risk Weighted Capital Adequacy Ratio (RWCAR)	13.10%	13.41%	13.47%	11.60%
	Shareholders Equity to Total Deposit & Borrowings	5.62%	5.57%	5.49%	5.63%
	Internal Capital Generation Ratio	6.29%	5.28%	5.49%	8.63%
E	Asset Quality Ratio:				
	Ratio of Classified Investment	5.38%	5.32%	5.30%	5.18%
	Ratio of SMA Investment	4.29%	4.34%	4.34%	4.23%
	Gross NPI Ratio	4.38%	4.29%	4.29%	4.15%
	Net NPI Ratio	1.40%	1.36%	1.41%	1.63%
	Gross NPI Coverage Ratio	68.29%	68.75%	67.54%	61.12%
F	Investment (Shares & Securities) Risk:				
	Market Value Vs Cost Price of quoted Investment	98.58%	113.40%	109.54%	90.69%
	Investment Portfolio/Total Equity Capital	96.66%	110.36%	122.91%	151.57%

LIQUIDITY POSITION ANALYSIS

During the year under review, net cash inflow as stated in the Cash Flow Statements as on 31st December, 2021 which is noted below:

Figure in million Taka

Particulars	Year 2021	Year 2020	Year 2019	Year 2018	Year 2017
Net Cash flow from Operating activities	(1,702.15)	3,612.83	18,322.04	(9085.34)	5,780.21
Net Cash flow from Investing activities	(336.48)	(1,325.46)	(353.73)	(367.19)	(485.68)
Net Cash flow from Financing activities	631.00	(346.67)	(9,400.00)	7,400.00	3,923.40
Net Increase / decrease in Cash & Cash equivalents	1,465.38	1,977.95	8,622.76	(1,986.77)	9,217.93
Opening Cash & Cash Equivalents	44,075.11	42,097.16	33,474.41	35,461.18	26,243.24
Closing Cash & Cash Equivalents	42,725.21	44,075.11	42,097.16	33,474.41	35,461.17

PROFITABILITY / DIVIDENDS/PERFORMANCE AND LIQUIDITY RATIOS

Particulars	Year 2021	Year 2020
Gross Profit Ratio (%)	55.86	57.47
Price earnings Ratio (%)	8.78	7.86
Current Ratios (%)	1.02	1.02
Return on Capital Employed (%)	8.91	8.78
Debt Equity Ratio (%)	17.76	17.87

OUTLOOK 2022

Considering our standing and commitments towards stakeholders, the management of the Bank has designed the annual Business and Development plan for the year 2022. Moreover, last year performance of the Bank, the changes of national economy as well as global economy have been taken in to consideration while finalizing the target of 2022. SIBL is ready to accept the challenges of 2022 with new visionary zeal to achieve the common objectives of the Bank and hence the year 2022 will definitely be a challenge for every individual of SIBL. Considering the stands and commitments towards stakeholders, SIBL has prepared financial budget for the year 2022, which is realistic and challenging.

The Business Target for the year 2022 is featured by setting of-

- Client Deposit Tk. 450,000.00 million
- Investment Taka 380,000.00 million
- Foreign Exchange Business Taka 241,000.00 million
- Operating Profit Taka 6,100.00 million.

To achieve success in the year 2022, SIBL has undertaken the following short-term strategies side by side mid-term and long-term strategies:

STRATEGY FOR ACHIEVING TARGET-2022

01. Know your customer

The Branch Manager should know customer background with his business thoroughly. By ascertaining clients need (depositors / investment) and appropriate actions should be taken. The Branch should explore new area for deposit / investment and address the expectations of new class of depositors through Digital / Green banking service.

02. Maintaining Ideal Deposit MIX

Ideal Deposit mix of the branch is to be ensured to achieve branch target. A more favorable deposit mix and with low cost deposit & to bring down the high cost bearing deposit to replace the same by cost-free and low cost bearing deposit will increase profitability of the branch. In this regard, strategies should be taken at the beginning of the year for bringing new deposit. Branch incumbent should calculate the weighted average profit rate on deposit and investment at regular interval preferably on monthly basis for exploring the spread of the Branch.

03. Achieve the target with quality investment

Branch should use prudence in selecting the investment client for maximization of investment income. Quality investment not only increases the regular income but also decrease provision requirement also.

04. Reduction of Overdue Investment:

Strategy should be taken to monitor overdue investment & reduce the same to ensure regular investment income. Investment to be recovered within due time so that no compensation is charged.

05. Management of Non Performing Investment (NPI)

Now all banks paying more attention to the supervision and management of the risk with a view to deducting the amount of NPI. As its NPI increases hence it pressure on banks profitability. Returns on Assets (RoA) and Returns of Equity (RoE) tend to fall down Higher NPI would also compel the banks to extending its efforts in recovering the investment from those 'Bad' borrowers.

OPERATING PROFIT MAXIMIZATION

We all know the importance of operating profit of bank. We have accelerate income by exploring new avenues and minimizing operating expenses is the key technique in maximizing operating profit of the Bank.

01. Increasing Non Funded Income:

We should find new area of non-funded business income and ensure proper realization of various charges and fees as per Schedule of Charges of the Bank. All charges like L/C commission, Bank guarantee, Account maintenance charges, CIB service charge and so on.

02. Maintaining Spread:

Branch manager should review the Spread on regular basis. i.e difference between weighted average profit on investment & weighted average profit on deposit. In

addition, branch incumbent should give concentration to reduce cost of fund, administrative expenses of the branch. Higher cost of fund not only put pressure on branch profitability but also on overall performance of the Bank.

03. Hunting Low cost Deposit:

From the beginning of the year every branch have to set focus on low cost or cost free deposit hunting. Branch can set a team and special drive to collect low cost deposit from different sources by opening more AWCA, payment order, bills payable services and low cost bearing savings accounts. Increasing cost free deposit is one of the tools to maximize operating profit. Branches must give emphasis on mobilizing funds for cut down costs and push up profits.

04. Recovery of Default Investment:

Extra efforts should be given to recover default investment for maximizing profit margin from the beginning of the year. By way of rescheduling and restructuring can reduce default or band investment substantially. Legal actions, Money Loan Courts, fair pricing of collaterals through competent Accounting Firms can recover default investments.

05. Recovery of Written-off investment:

Recovered amount of written of investment goes directly to Income. More recovery of written off investment increases income contrary it will decrease the provision requirement thereof.

06. Expansion of Trade Finance:

Expansion of trade-based financing by the Bank will maximize the operating profit. Increasing import, Export business and remittance volume also maximize operating profit of the Bank

07. Controlling expenditure:

Branch should carefully monitor its expenses & will try to reduce It. Different expenditure like 'Up keep of Office Premises, entertainment, Lighting & Electricity, Repairs & Maintenance, Rent, Rates, Taxes & insurance should be monitored regularly & justified. Ensure effective utilization of all branch assets like generator, Air Conditions, Electricity which will reduce expenses. Expenditure ceiling of different heads given from Head office strictly followed.

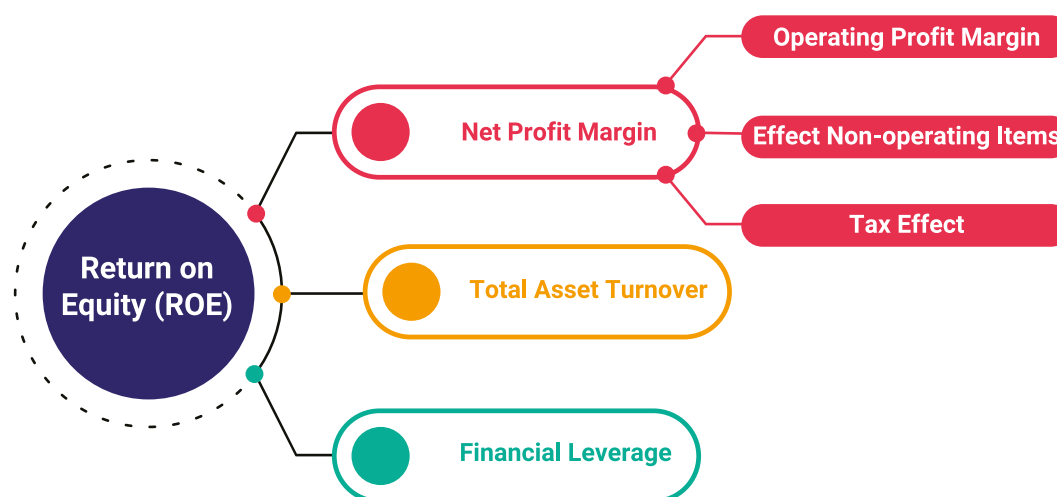
Some factors may cause actual results to differ and some may significantly deviate from the outlook 2022.

- Due to further break out of COVID-19 virus
- Changes in the general economic condition resulting from natural calamities and political disturbances
- Changes in government policy issues
- Increase in corporate tax rate
- Increase in CRR and SLR of the banks
- Withdrawal of incentive given to some thrust sectors which may make the projects slow moving
- Directives to reduce the lending rates to finance essential items
- Increase in provisioning requirement may reduce the ROA and ROE
- Reduction of the margin ratio for investment accounts
- Volatility in profit rate
- Volatility in capital market arising from speculations
- Compliance issues raised by the international forums which are likely to affect the export growth
- Rise in international prices of essentials which may result to volatility in Foreign Exchange Market
- International embargo/unrest may affect remittances and trade
- Adverse media reporting.

Nevertheless, the success of SIBL in 2021 clearly affirms that this Bank is ready to accept challenges of the future. Insha Allah, SIBL's momentum of growth of business and profitability will be maintained definitely in 2022 and the years to come.

FIVE-STEP DUPONT ANALYSIS

DuPont analysis is a useful technique used to decompose the different drivers of return on equity (ROE): net profit margin, total asset turnover and financial leverage that will help us to avoid misleading conclusions regarding a company's profitability. In order to isolate operations and financial impacts on ROE, Net Profit margin is further broken down to Operating profit margin, Effect of Non-operating items and Tax effect.



Particulars	2021	2020
ROE	08.91%	08.78%
Net Profit Margin	6%	5%
Contribution on Net Profit Margin:		
a) Operating Profit Margin	17%	15%
b) Effect of Non-operating Items	6%	4%
c) Tax effect	5%	5%
Total Asset Turnover (times)	0.1	0.1
Financial Leverage (times)	21.28	20.68

Profit margin is a measure of profitability. It is an indicator of a company's pricing strategies and how well the company controls costs. Operating Profit Margin has been increased in 2021 due to increase of Operating profit which is mainly responsible for increase of ROE in 2021 compared to the previous year. However, Effect of Non-operating Items has been increased due to higher Provision required during the year. The combined effect of these three factors shifted up the Net profit margin of the bank in 2021. Having all the factors Return on Equity of the bank stood at 08.91% in 2021.

B. STATEMENTS OF VALUE ADDITION AND ITS DISTRIBUTIONS

VALUE ADDED STATEMENT

Value Added Report indicates exactly how a company accumulates total value from its area of operation during a particular period and accordingly shows how the added value has been distributed to the society in the backdrop of the general economy of a country.

Now days the most complex and modern business environment does not earn profit for itself only rather it cares to the society and thus is committed to contribute to the economic growth. Such value is being added due to spill over economic impact due to operation of the business houses.

SIBL as a commercial bank has a large scale of spill over economic impact side by side its financial impact through creating values for distributions to the society year to year.

Value addition is a measure of wealth as created by the bank through its banking activities. The Statement shows how the total wealth has been created and distributed among the stakeholders of the Bank in the year.

FOR THE YEAR ENDED 31 DECEMBER 2021

Figure in Million Tk.

Particulars	Year 2021	Year 2020
Investment Income	23,960.77	27,036.27
Income from Investment in Shares and Securities	793.24	762.38
Commission, Exchange and Brokerage	1,461.12	1,421.21
Other Operating Income	677.99	631.01
Sub-Total (A)	26,893.20	29,850.87
Less Cost of Services & Supplies		
Profit paid on Deposits	16,146.37	19,484.79
Rent, Taxes, Insurances, Electricity etc.	504.87	390.00
Legal Expenses	7.49	9.37
Postage, Stamps, Telecommunication etc.	6.77	6.36
Stationery, Printings, Advertisements etc.	104.70	122.61
Directors' Fees & Expenses	2.45	4.79
Shariah Supervisory Committee's Fees & Expenses	0.14	0.07
Auditors' Fees	0.92	0.92
Repair of Bank's Assets	113.73	84.17
Other Expenses	1,041.59	1,043.85
Sub-Total (B)	17,929.03	21,146.93
Value added by Banking Services (A-B) = C	8,964.17	8,703.94
Less Provisions related to Investment		
Specific provisions for Investment	1,111.44	230.21
General Provisions for Investment	472.34	1061.68
General Provisions for off-Balance Sheet exposure	51.49	-19.84
Provision for other assets	16.60	30.51
Provision for diminution in value of shares	-	-
Sub-Total (D)	1,651.87	1302.56
Total Value Addition (C-D)	7,312.30	7401.38

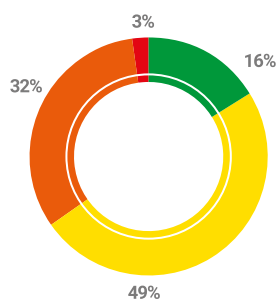
DISTRIBUTIONS OF VALUE ADDITION

FOR THE YEAR ENDED 31ST DECEMBER 2021

Fig in million Taka

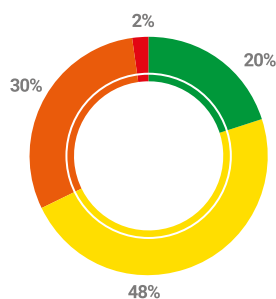
Distribution of Value Addition	Year 2021	Percentage	Year 2020	Percentage
To the Employees- as salaries & allowances	3,602.94	49.27%	3567.61	48.20%
To the Government- as tax	1,179.11	16.13%	1482.53	20.03%
To the Society- as Zakat	181.38	2.48%	165.69	2.24%
To the growth of the entity(-)	2,348.87	32.12%	2185.55	29.53%
as Statutory Reserve (-)	574.87	7.86%	608.13	8.22%
as Retained Earnings (-)	1,084.83	14.84%	942.81	12.74%
as Deferred Tax (-)	35.56	0.49%	7.18	0.10%
as Depreciation (-)	519.70	7.11%	500.50	6.76%
as Gratuity Fund	133.91	1.83%	126.93	1.71%
	7,312.30	100.00%	7401.38	100.00%

Distribution of Value Added (%)-2021



■ To the growth of the entity(-)
 ■ To the Government- as tax
■ To the Employees- as salaries & allowances
 ■ To the Society- as Zakat

Distribution of Value Added (%)-2020



■ To the growth of the entity(-)
 ■ To the Government- as tax
■ To the Employees- as salaries & allowances
 ■ To the Society- as Zakat

DISTRIBUTION OF DIVIDEND AND RETAINED BY THE ENTITY

Fig in million Taka

Particulars	Year 2021	Year 2020
Retained earnings (Balance Sheet) for payment as dividend and retain by the entity	1,226.05	1,056.77
Paid as dividend to the share holders	-	-
Dividend to be paid to the share holders	984.91	938.01
Retained by the entity	241.14	118.76

ECONOMIC VALUE ADDED (EVA) STATEMENT

For the year ended 31 December 2021

EVA indicates the true economic profit of a company. EVA is an estimate of the amount by which earnings exceed or fall short of required minimum return for shareholders at comparable risk. Shareholders are always conscious about their return on capital invested. As a commercial banking company, SIBL is deeply concern for distribution of value to all of its Shareholders.

Fig in million Taka

Particulars	Year-2021	Year-2020
Total Revenue from Banking Services	26,893.20	29,850.87
Less Total expenses related to revenue	22,366.96	25,507.66
Operating profit	4,526.24	4,343.21
Less Corporate Tax	(1,214.67)	(1,489.71)
Net operating profit after tax	3,311.57	2,853.50
Shareholders' Equity	19,237.42	18,038.39
Add Accumulated provision for investment (Inclg. Off B/S items)	13,564.16	13,253.74
Sub Total	32,801.58	3,1292.13
Average Shareholders' Equity	18,637.91	17,654.86
Return of Equity	8.91%	8.78%
Capital Charges	1,660.64	1,550.10
Economic Value Added	1,650.93	1,303.40

MARKET VALUE ADDED (MVA) STATEMENT

For The Year Ended 31 December 2021

Market Value Added (MVA) is the difference between the equity market value of a company and the book value of equity invested in the company. A high MVA indicates that the company has created substantial wealth for the shareholders. MVA is equivalent to the present value of all future expected economic value (EVA).

Fig in million Taka

Particulars	Year-2021	Year-2020
Market Value of Total Equity	14,576.65	12,194.11
Less: Book Value of Total equity	(9,849.09)	(9,380.08)
Market Value Addition	4727.56	2,814.03
Total number of Share outstanding	984,908,844	938,008,423
Book Value per share	10.00	10.00
Market value per share	14.80	13.00

REPORT ON NATIONAL INTEGRITY STRATEGY

National Integrity Strategy (NIS) is an instrument to enhance ethics and eliminate corruption in institutions and national level. Improved honesty and morality in people, policies and procedures are observed as a means of addressing and rectifying the crisis of integrity that the institutions are presently experiencing. Integrity means behavioral excellence influenced by morality, honesty and adherence in accordance with time-tested norms, values, customs and principles of any society. At individual level, it means being dutiful and responsible with honesty.

National Integrity Strategy (NIS) is a living document of Bangladesh Government with the hope that this will play its desired role in building Bangladesh a self sufficient "Shonar Bangla". Bangladesh government approved the National Integrity Strategy (NIS) in October, 2012 and has undertaken programs through NIS to establish a system of governance that creates trust among citizens. For this reason, the strategy targets a broad audience like government owned and Non Government Organizations with the vision to build this country a "Shonar Bangla" where the mission is to establish good governance in the state institutions and society.

The strategy targets both government and non government institutions. To facilitate the application of NIS, the government wishes to engage not only the state institutions such as executive organ and public administration, parliament, judiciary, election commission, attorney-general, public service commission, comptroller and auditor-general, ombudsman, anti corruption commission, local government organizations; but also the non government institutions including financial institutes, political parties, industrial and commercial organizations in the private sector, NGOs and civil society, family, educational institutions, media. Furthermore, Government and Non Government educational and religious institutions will also be key players of NIS.

National Integrity Strategies may face different challenges:

- Promulgation of Civil Service Act;
- Increased functional freedom of public service with stronger accountability;
- Enhanced efficiency and effectiveness in administrative activities;
- Establishing links between promotion, transfer, pay and emoluments with appraised performance;

- Introduction of a competitive pay and incentive structure;
- Overall reform by ensuring equitable opportunities for different cadre services;
- Making citizens friendly with law enforcing agencies;
- Fair, neutral and visible decision making capability in public administration.

NATIONAL INTEGRITY STRATEGY IN THE PRIVATE SECTORS

Private sector is playing an increasingly important role in the socio-economic development and contributing to wealth creation and value addition to meet the demand of the population. Integrity of this sector has paramount importance. The culture of investment-default needs to be eliminated. Besides that 'Protection of Consumer Rights Act' has to be implemented properly. The main challenges in this regard are:

- Addressing the investment (loan) default problem,
- Promotion of corporate governance,
- Awarding performance-based fair salary and wages to the employees,
- Proper enforcement of the law on consumer rights,
- Prevention of collusive practices in business by enforcing law of land,
- Promotion of a culture of self-control by Chambers and Associations.

INTEGRITY STRATEGY IN SOCIAL ISLAMI BANK LTD

Social Islami Bank Ltd (SIBL), a second-generation private sector Bank, operating since 22 November 1995 based on Shariah Principles with two subsidiary companies named SIBL Securities Ltd. & SIBL Investment Ltd. It is a prime goal and responsibility of SIBL to secure employee rights, and to ensure equality of opportunity and dispensation of economic and social justice. SIBL is dedicated to ensure employee's welfare.

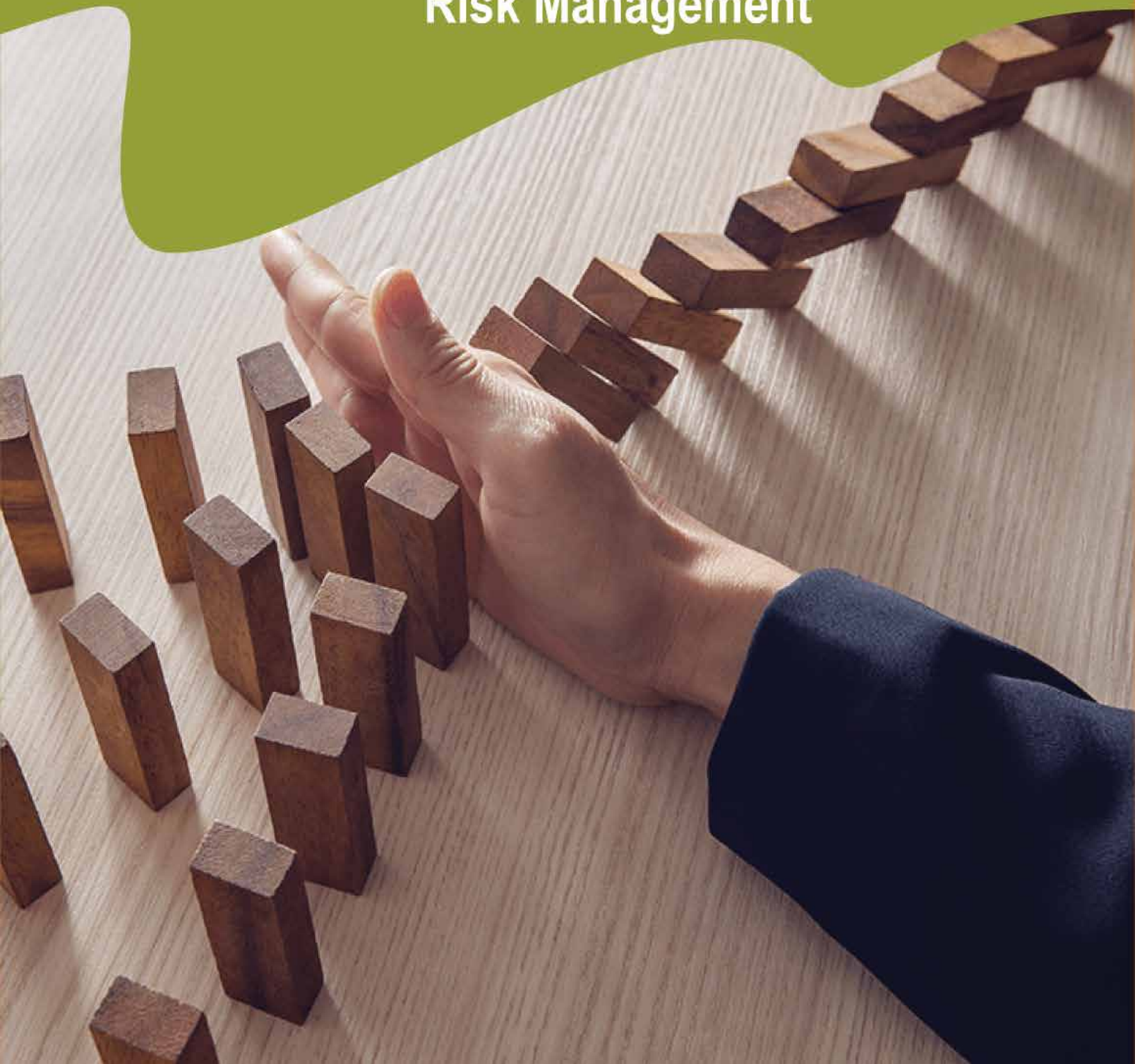
To support the total activities of the Government of Bangladesh in establishing NIS, SIBL has formed a Committee called "SIBL Integrity Committee" as per BRPD Circular of Bangladesh Bank, headed by the Additional Managing Director of the bank assisted by a Focal Point Officer. The committee has taken responsibilities to implement NIS activities throughout the bank. The prime objective of this committee is to prevent corruption and to establish integrity in every sphere of the Bank to eradicate corruption from the society and state.

We believe that the issue of integrity should not be confined at the top level of institutions. Rather, each institution is expected to find mechanisms to implement institutional strategies at different level to implement National Integrity Strategy. In 2021, a total of 04 (four) numbers of SIBL Integrity Committee meeting were held. Several steps were taken to promote integrity within the institution, these are-

- Creating a justified opportunity for all employees of the institution,
- Auditing on regular basis and promoting ethical practice,
- Guaranteeing employees' rights and freedom as per rules of the Bank,
- Respecting self dignity and commitment to the institution,
- Ensuring the attainment of a egalitarian society which would be free from exploitation,
- Paying everyone for work on the basis of the principle of ability and work done,
- Formulating branch level integrity committee for better moral exercise,
- Providing integrity training,
- Presenting SIBL Integrity Award 2019-2020.
- Ensuring participation of women in all spheres of the institution.

Strong moral and ethical principles are demonstrated by a person with integrity and he/ she does the right thing without hesitation. Integrity is the foundation on which coworkers build relationship and trust, and it is one of the fundamental values that employers seek in the employees. Having integrity means that a person is self-aware, accountable, responsible, and truthful. By sowing integrity awareness in individual level, our bank aims to grow a banyan tree of ethical greatness to promote institution's reputation as well as to perform social responsibility.

Report on Risk Management



REPORT ON RISK MANAGEMENT

Effective risk management is essential for ensuring sustainable organizational performance and aptly balancing growth and risk considerations. At SIBL, growth plans are duly supported by a comprehensive and integrated risk management framework which ensures that risk considerations form a critical input in business decisions. Through board approved policies, governance structures and clearly defined tools and techniques, the Bank's risk management framework sets the context for setting standards and establishing appropriate risk practices across the Bank.

In this section we shall summarize the risk management framework, risk mitigation methodology and disclosure on risk reporting of Social Islami Bank Limited practiced internally and for regulatory purpose.

RISK MANAGEMENT FRAMEWORK

The primary goals of risk management are to ensure that the outcomes of risk-taking activities are consistent with the Bank's strategies and risk appetite, and that there is an appropriate balance between risk and reward in order to maximize shareholders' return. The Bank's enterprise-wide risk management framework provides the foundation for achieving these goals.

This framework is subject to constant evaluation to ensure that it meets the challenges and requirements of the market in which the Bank operates, including regulatory standards and industry best practices. The risk management programs of the Bank's subsidiaries conform in all material respects to the Bank's risk management framework, although the actual execution of their programs may be different.

1. ORGANIZATIONAL STRUCTURE:

1.1 Board of Directors

For establishing a sound risk culture the board of directors of the bank gives utmost importance on sound risk management practices. Initiatives are being taken by the board of directors to keep various risks within the limit set in the risk appetite statements. For this purpose the board plays the following role:-

- a. Establish organizational structure for enterprise risk management within the bank and ensure that top management as well as staffs responsible for risk management possess sound expertise and knowledge to accomplish the risk management function properly;
- b. Assign sufficient authority and responsibility to risk management related officials;
- c. Ensure uninterrupted information flow to RMD for sound risk management;

- d. Continuously monitor the bank's performance and overall risk profile through reviewing various reports;
- e. Ensure the formulation, review (at least annually) and implementation of appropriate policies, plans and procedures for risk management;
- f. Define and reviewing the risk appetite, risk tolerance, limit etc. in line with strategic planning;
- g. Make sure maintenance of adequate capital and provision to absorb losses resulting from risk;
- h. Ensure that internal audit reviews the credit operations, foreign exchange operations and securities portfolio management functions etc. to assess the effectiveness of internal control system;
- i. Monitor the function of Board Risk Management Committee.

1.2 Board Risk Management Committee (BRMC)

In Social Islami Bank Limited a Board Risk Management Committee comprised of 3 directors to focus on the risk management activities of the bank. The Terms of Reference (ToR) of the Committee is determined as per BRPD Circular No. 11 dated 27 October 2013 and Risk Management Guideline for Banks issued by Department of Offsite Supervision of Bangladesh Bank. As per the Terms of Reference (ToR), four (4) meetings of Risk Management Committee of the Board were held during 2021.

Role of Board Risk Management Committee is as follows:

- a. Formulating and reviewing (at least annually) risk management policies and strategies for sound risk management;
- b. Monitoring implementation of risk management policies & process to ensure effective prevention and control measures;

- c. Ensuring construction of adequate organizational structure for managing risks within the bank;
- d. Supervising the activities of Executive Risk Management Committee (ERMC);
- e. Ensuring compliance of BB instructions regarding implementation of core risk management;
- f. Ensuring formulation and review of risk appetite, limits and recommending these to Board of Directors for their review and approval;
- g. Approving adequate record keeping & reporting system and ensuring its proper use;
- h. Holding at least 4 meetings in a year (preferably one meeting in every quarter) and more if deemed necessary;
- i. Analyzing all existing and probable risk issues in the meeting, taking appropriate decisions for risk mitigation, incorporating the same in the meeting minutes and ensuring follow up of the decisions for proper implementation;
- j. Submitting proposal, suggestions & summary of BRMC meetings to board of directors at least on quarterly basis;
- k. Complying with instructions issued from time to time by the regulatory body;
- l. Ensuring appropriate knowledge, experience, and expertise of lower-level managers and staff involved in risk management;
- m. Ensuring sufficient & efficient staff resources for RMD;
- n. Establishing standards of ethics and integrity for staff and enforcing these standards;
- o. Assessing overall effectiveness of risk management functions on yearly basis

1.3 Executive Risk Management Committee (ERMC):

For better risk management an executive risk management committee is working in the bank comprised of 18 members including senior executives and divisional heads.

The ERMC invites the top management (CEO, AMD or senior-most executives) to attend the meetings so that they are well aware of the risk management process. The CRO acts as the chairman of the committee. It arranges a monthly meeting on regular basis to discuss the identified risk issues and risk management status of the Bank as per guidelines of Bangladesh Bank. The Risk Management

Division (RMD) under the supervision of CRO coordinated different risk management activities of the Bank and provided guidelines to concerned divisions in this respect. The activities, observations and recommendations of the Executive Risk Management Committee (ERMC) are being regularly reported to the Board Risk Management Committee, Board of Directors and Bangladesh Bank.

Functions of the committee are as under:

- a. Identifying, measuring and managing bank's existing and potential risks through detailed risk analysis;
- b. Holding meeting at least once in a month based on the findings of risk reports and taking appropriate decisions to minimize/control risks;
- c. Ensuring incorporation of all the decisions in the meeting minutes with proper dissemination of responsibilities to concerned divisions/departments;
- d. Minimizing/controlling risks through ensuring proper implementation of the decisions;
- e. Reviewing risks involved in new products and activities and ensuring that the risks can be measured, monitored, and controlled adequately;
- f. Submitting proposals, suggestions & summary of ERMC meetings to CEO and BRMC on regular basis;
- g. Implementing the decisions of BRMC and board meetings regarding risk issues;
- h. Assessing requirement of adequate capital in line with the risk exposures and ensuring maintenance of the same through persuading senior management and board;
- i. Determining risk appetite, limits in line with strategic planning through threadbare discussions among the members;
- j. Contributing to formulation of risk policies for business units;
- k. Handling "critical risks" (risks that require follow-up and further reporting);
- l. Following up reviews and reports from BB and informing BRMC the issues affecting the bank's operation.
- m. Ensuring arrangement of Annual Risk Conference in the bank.

1.4 Risk Management Division:

In the global risk management literature, risk management division is considered as the second line of defense against risk. Activities of the division display the ability of the division to act as the second line of defense against risk. In Social Islami Bank Limited the division has been staffed with some experienced officials headed by the Chief Risk Officer (CRO). The division works with the capital management issues and risk management activities of the bank as per the guideline of Bangladesh Bank, Executive Risk Management Committee and Board Risk Management Committee. As per Risk Management Guideline for Banks of Bangladesh Bank, 6 desks/units have been formed within Risk Management Division as follows -

1. Credit Risk Related Desk
2. Market Risk Related Desk
3. Liquidity Risk Related Desk
4. Operational Risk Related Desk
5. Risk Research and policy development Desk and
6. Basel Implementation Unit

The Risk Management Division manages and measure risks on the basis of the bank's approved risk parameters independently in line with regulatory requirements. The role of RMD is described as follows:

- Collecting and analyzing data/information for identifying risks and making appropriate recommendations for risk mitigation;
- Preparing risk management reports, arranging monthly meeting of ERM and preparing meeting minutes, disseminating the decisions to the concerned department/divisions, monitoring and follow up of implementation status;
- Ensuring timely submission of risk management reports, meeting minutes, compliance report and other documents to BB;
- Assisting BRMC/ERM by providing risk issues that are needed to be addressed;
- Designing bank's overall risk management strategy;
- Ensuring significant contribution in establishing sophisticated risk management infrastructure with a sufficiently robust data-base, data architecture and information technology;
- Conducting, developing and overseeing Stress Testing activity;
- Utilizing the Stress Test result and scenario analysis to better understand potential risk exposures under a variety of adverse circumstances;
- Developing and testing different models (such as VaR, HHI index, Collection scoring, Vintage curve etc.), and observe their use for measuring and monitoring risks;
- Assisting senior management in formulating strategic planning considering bank's risk exposures and industry as a whole;
- Supporting the board, BRMC and ERM in formulation, review and approval of the enterprise wide risk governance framework which includes the bank's risk culture, risk appetite, risk limits, and MAT;
- Monitoring on ongoing basis the risk-taking activities and risk exposures in line with the board approved risk appetite, risk limit and corresponding capital or liquidity needs (i.e. capital planning)
- Taking initiatives for interim review of risk appetites on request of other related departments and informing the board of directors and BRMC time to time about the status of risk exposures as compared to appetite;
- Establishing an early warning or trigger system for breaches of the bank's risk appetite or limits;
- Communicating views of the board and senior management throughout the bank;
- Taking initiatives for establishing enterprise/ comprehensive risk management policies and procedures with the approval of the board;
- Monitoring concerned departments in formulating and reviewing related risk management policies and procedures;
- Monitoring compliance of irregularities found in core risk inspection reports of BB;
- Adopting proper financial protection measures through risk transfer, risk avoidance, and risk retention programs;
- Taking appropriate steps to control or mitigate risk exposures and ensure reporting the same to senior management and BRMC.

2. RISK MANAGEMENT PROCESS:

Risk Management Process is the systematic application of management policies, procedures and practices to the assessment, treatment, controlling and monitoring of risk. It is an iterative process that, with each cycle, can contribute progressively to organizational improvement by providing management with a greater insight into risks and their impact. Risk assessment is the process of risk identification, analysis and evaluation. It is a series of multi-steps that, when undertaken in sequence, enable continual improvement in decision-making. Social Islami Bank Limited adopts the following steps of the Risk Management Process:

- **Communicate and Consult:** This is a preparatory step that aims to identify the responsible persons involved in risk assessment and also the persons engaged in the treatment, monitoring and review of risk.
- **Establish the Context:** This is another preparatory stage that closes to starting the formal risk management process.
- **Identify the Risks:** The next step is to identify possible risks that may affect, either negatively or positively, the objectives of the business and the activity under analysis.
- **Analyze the Risks:** The risk analysis step assists in determining which risks have a greater consequence or impact than others.
- **Evaluate the Risks:** Risk evaluation involves comparing the level of risk found during the analysis process with previously established risk criteria and deciding whether these risks require treatment.
- **Treat the Risks:** Risk treatment is about considering options for treating risks, evaluating those options, preparing the risk treatment plans and implementing those plans to achieve the desired outcome.
- **Monitor the Risks:** Risks need to be monitored periodically to cope up with changing circumstances. The risk management process needs to be regularly repeated so that new risks are captured in the process and effectively managed.

Social Islami Bank Limited also follows the Three (3) Lines of Defense (LoD) approach of modern risk management for the Bank-wide comprehensive risk management. Three (3) LoD of SIBL is as under:

First Line of defense – Business and Operational Segment/ Units:

includes those functional divisions/ branches/units/ segments who own the risks associated with their operational area/portfolio and primarily responsible for managing risks under the respective regulatory directives for day-to-day affairs of operations/ business of banks. Adequate managerial and supervisory controls have been in place to ensure compliance and to highlight control breakdown, inadequate processes, and unexpected events.

Second Line of defense - Risk Management division and other Back-Offices:

includes those divisions/units/ segments of the operations who are responsible for managing risk and ensuring the compliance functions to help build and/or monitor the first line-of-defense controls. Top of the all functional divisions/ units, Risk Management Division (RMD) is entrusted to play a pivotal role for bank-wide risk management in coordination with all concerned of the Bank.

Third Line of defense – Internal Control & Compliance:

Internal auditors provide the Board/Senior Management with comprehensive assurance based on the highest level of independence and objectivity within the organization. Internal audit provides assurance on the effectiveness of governance, risk management, and internal controls, including the manner in which the first and second lines of defense achieve risk management and control objectives.

3. RISK MITIGATION METHODOLOGY

The Bank has adopted a Sound Risk Mitigation Approach to ensure risk exposures within the Bank. Risk Mitigation is the process by which an organization introduces specific measures to minimize or eliminate unacceptable risks associated with its operations. Risks of the Bank are mitigated consistently in line with the Board-approved risk appetite that supports the Bank's strategy. The Risk Management Approach sets standardized practices to promote accountability and necessary oversight for the effective management of all these risk types.

Risk mitigation measures can be directed towards reducing the severity of risk consequences, reducing the probability of the risk materializing, or reducing the organizations exposure to the risk. The risk mitigation step involves development of mitigation plans designed to manage, eliminate, or reduce risk to an acceptable level. Once a plan is implemented, it is continually monitored to assess its efficacy with the intent of revising the course-of-action if needed.

These options are based on the assessed combination of the probability of occurrence and severity of the consequence for an identified risk. These guidelines are appropriate for many, but not all, projects and programs.

RISK WISE MITIGATION METHODOLOGY IS DESCRIBED AS UNDER:

3.1. CREDIT RISK:

Credit risk arises from the potential that a bank's borrower will fail to meet its obligations in accordance with agreed terms. Credit risk also refers the risk of negative effects on the financial result and capital of the bank caused by borrower's default on its obligations to the bank or downgrade in the credit rating of the borrower.

Mitigation measures of credit risk:

- Bank strictly follows specific policies, standard for granting credit by way of evaluating borrower.
- The bank has divided the responsibilities of its officers or executives involved in credit-related activities. To ensure operational transparency during the credit appraisal process, the following teams have been established
 - Credit Approval
 - Credit Administration Department
 - Recovery Unit and Special Asset Management
- Internal credit rating assessment
- External credit rating assessment by ECAI
- Analysis of specific borrower repayment capacity- review of financial statements by way of analysis five key financial indicators- Balance Sheet, Income Statement, Net worth and Fixed Assets reconciliation, Key ratios and Cash flows statements
- Credit facilities are allowed after consideration of absolute due diligence
- Inherent risk in credit proposal are being identified and mitigation steps are taken
- Collateral is properly valued and verified by concerned officer in periodical basis
- Risk grading is being done in line with the Bangladesh Bank guideline and bank's own policy
- Credit delegations are specified for new/fresh limit, renewal or enhancement of limit, consumer/ retail loan, personal loan etc.
- Adequate provision against investment has been maintained
- Adequate capital has been maintained for credit risk under Basel III framework..

3.2. MARKET RISK:

Market risk is the risk of losses in positions arising from movements in market prices. It is the risk of potential losses in the on-balance sheet and off-balance sheet positions of a bank, steams from adverse movements in market rates or prices such as interest rates, foreign exchange rates, equity prices, credit spreads and/or commodity prices.

3.2.1 Foreign Exchange Risk is a financial risk that exists when a financial transaction is denominated in a currency other than that of the base currency of the company.

3.2.2 Equity Price Risk is the risk that arises from security price volatility – the risk of a decline in the value of a security or a portfolio. Equity price risk can be either systematic or unsystematic risk.

3.2.3 Profit Rate Risk is the probability of a decline in the value of an asset resulting from unexpected fluctuations in interest rates.

Mitigation measures of market risk:

- » Limits -Foreign exchange dealing is done within the limits authorized by the Board to the CEO or Head of Treasury. Dealing limits are set according to the bank's own requirements, market conditions, and the counterparty. The CEO usually delegates the setting of limits to the Head of Treasury who, in turn, allocates limits to individual dealers.
- » Stop-loss Limit- Every dealer is assigned a stop-loss limit to restrict intuition-driven trades. This is in line with the organization's portfolio and risk appetite. Limits are also set for individual deals and dealer portfolio positions. Stop-loss limits to the Head of Business or CEO and the Head of Treasury are set by the Board and in turn, the Head of Treasury allocates individual limits to the dealers.
- » After-hours and Off-premises Dealings- After-hours and off-premises dealings are strictly prohibited. The Head of Treasury, with the approval of the Head of Business or CEO, might engage in after-hours and/or off-premises dealings for taking or covering positions on a case-by-case basis.
- » Valuation- The Treasury back-office evaluates all outstanding positions at current market rates (mark-to-market) to determine their market value on a daily basis. The back-office also gathers market rates from independent sources, i.e. other than the dealers of the same organization(s) to

avoid any conflict of interest with reporting to the line manager. This exercise provides information regarding the profitability or loss of outstanding contracts.

- » Market trend of profit rate is analyzed to make proper decision about profit rate determination of various deposits and investment product of the bank which is monthly discussed in the ALCO meeting.
- » Adequate capital is maintained against market risk under RBCA guideline of Bangladesh Bank.
- » Scenario analysis for profit rate risk is carried on through simple gap analysis and duration gap analysis.
- » Risk appetite is outlined on different indicator of market risk.

3.3. OPERATIONAL RISK

Operational Risk refers to the risk of loss resulting from inadequate or failed internal process, people and system or from external events. This definition includes legal risk but excludes strategic and reputational risk. Unlike other risk as faced by the bank, the operational risk is inherent in most of the process and operations of the bank and cannot be separated from other risks.

Mitigation measures of operational risk:

- » Standard operating procedure is followed to conduct day to day activities of the bank. Bank has well articulated operation manual, internal control and compliance manual, anti money laundering and terrorist financing manual, accounting manual and ICT manual etc. to describe the standard operating procedure.
- » Internal audit is conducted on different business and non-business on periodic basis. Risk based audit has been established.
- » Adequate capital is maintained against operational risk under RBCA guideline of Bangladesh Bank.
- » Risk appetite is outlined on different indicator of operation risk.
- » External auditors regularly provide unbiased recommendations on the strengths or weaknesses of the bank's internal control system. They examine records and transactions and evaluate the accounting policy, disclosure policy

and methods of financial estimation. This allows the Board and the management to independently view the bank's overall control system. Along with the periodic Bangladesh Bank audit, other external auditors conduct regular audits to ascertain control lapses within the system.

3.4. LIQUIDITY RISK

Liquidity risk is the potential for loss to an institution arising from either its inability to meet its obligations as they fall due or to fund increases in assets without incurring unacceptable cost or losses. An institution short of liquidity may have to undertake transaction at heavy cost resulting in a loss of earning or in worst case scenario; the liquidity risk could result in bankruptcy. Liquidity risk may be categorized as follows:

- a. Funding liquidity risk: risk generates when bank will be unable to meet its current and future cash flow and collateral needs without affecting its daily operations or its financial condition.
- b. Market liquidity risk: risk generate when bank cannot easily offset or sell a position without incurring a loss because of inadequate

Mitigation measures of liquidity risk:

- » Bank's have following liquidity monitoring tools
 - Wholesale Borrowing and Funding Guidelines
 - Liquidity Contingency Plan
 - Management Action Trigger
- » Bank follows Bangladesh Bank's guideline on CRR, SLR, LCR and NSFR
- » Risk appetite is outlined on different indicator of liquidity risk.
- » Liquidity position is reviewed in the monthly ALCO and ERMC meeting and appropriate decision is taken based on the market trend. Following liquidity indicators are used:
 - Advance-deposit ratio
 - Wholesale borrowing limit utilization
 - Maximum cumulative outflow (MCO)
 - Liquidity coverage ratio (LCR)
 - Net stable funding ratio (NSFR)
 - Structural liquidity gap analysis
 - Liquid asset to short-term deposit
 - Liquid asset to short-term liability
 - Cash Reserve Ration
 - Statutory Liquidity Ration

4. DISCLOSURE OF RISK REPORTING

The public disclosure of prudential information is an important component of Basel Committee on Banking Supervision's framework of capital measurement and capital adequacy, known as Basel III. The Bank is required to set out the public disclosure upon its capital requirements, level of risks and risk management system in order to facilitate and enhance greater insight information for the outsiders and market participants to assess and analyze all risks and capital adequacy of the Bank. This disclosure shall be deemed as the essential market mechanism in escorting the Bank to achieve effective risks management system beyond simply the internal control of the Bank and the supervision of Bangladesh Bank.

In previous section of Risk Management Framework, we have depicted Communication as the integral part of risk management process. Communication part is facilitated by the reporting system. Social Islami Bank Limited established a strong risk reporting in line with regulatory requirement and for internal analysis.

At SIBL, risk management reports include disclosure requirements under Basel-III and reporting regulations adhering to risk management guidelines. Risk reporting aids the bank considerably by increasing the quality of the decisions made, and by ensuring the timely implementation thereof.

Risk Reporting

Following risk reporting is performed by Social Islami Bank Limited. All reporting has been sent to Bangladesh Bank and other stakeholders on timely basis. The summary is presented in presented in the table:

SL	Name of the reporting	Description of the Reporting	Frequency of the Report	Compliance Status
1	Risk Appetite, Risk Limit and Risk Tolerance Statement	Risk appetite is the level and type of risk a bank is able and willing to assume in its exposures and business activities, given its business objectives and obligations to stakeholders (depositors, creditors, shareholders, borrowers, regulators). Risk appetite is generally expressed through both quantitative and qualitative means and should consider extreme conditions, events, and outcomes. It is stated in terms of the potential impact on profitability, capital and liquidity.	Yearly	Complied
2	Monthly Risk Management Report	Monthly Risk Management Report (MRMR) is prepared on monthly basis for Bangladesh Bank and internal management. Following issues are included in the monthly risk management report: <ol style="list-style-type: none"> Capital adequacy Credit risk Off-shore banking operations Market risk Information about profitability Liquidity risk Operational risk Audit compliance Reputational risk Money laundering risk Compliance of risk management Performance of Board of Directors 	Monthly	Complied

SL	Name of the reporting	Description of the Reporting	Frequency of the Report	Compliance Status
3	Comprehensive Risk Management Report	<p>Comprehensive Risk Management Report (CRMR) is prepared on half yearly basis for Bangladesh Bank and internal management. In comprehensive risk management report, a large amount of data is captured for identification and analysis of risks. Following issues are included in the half yearly comprehensive risk management report:</p> <ul style="list-style-type: none"> • Global Economic Outlook • Bangladesh Economy • Summary of the activities of Risk Management Committee at the board level • Credit Risks Analysis • Market Risk • Liquidity Risk • Operational Risk • Reputational Risk • Core Risk Management • Compliance Risk • Environmental Risk Management and Other information • Money Laundering Risk 	Half Yearly	Complied
4	Capital to Risk-Weighted Asset Ratio	<p>This metric represents an assessment to measure the adequacy of the bank's capital against its risk exposure. This ratio is calculated and reported in accordance with the risk based capital adequacy guidelines of Bangladesh Bank. For calculating risk weighted asset following risks are considered:</p> <ol style="list-style-type: none"> a. Credit risk: Standardized method is used to measure credit risk b. Market risk: Standardized method is used to measure credit risk c. Operational risk: Basic indicator method is used to measure operational risk. 	Quarterly	Complied
5	ICAAP reporting	<p>Internal Capital Adequacy Assessment Process (ICAAP) reporting provides a measure of the bank's adequate capital requirement against its entire risk profile. Apart from credit risk, market risk and operational risk additional 10 risk is considered for calculating adequate capital:</p> <ol style="list-style-type: none"> a. Residual risk b. Concentration risk c. Profit Risk Rate in Banking Book d. Liquidity risk e. Reputation risk f. Strategic risk g. Settlement risk h. Appraisal of core risk management i. Environment and climate change risk j. Other material risks. 	Yearly	Complied

SL	Name of the reporting	Description of the Reporting	Frequency of the Report	Compliance Status
6	Market Discipline (Disclosure requirement under Pillar III of Basel III)	<p>The aim of introducing Market discipline is to establish more transparent and more disciplined financial market so that stakeholders can assess the position of a bank regarding holding of assets and to identify the risks relating to the assets and capital adequacy to meet probable loss of assets.</p> <p>For this purpose, banks disclose a set of information both quantitative and qualitative form on its assets, risk exposures, risk assessment processes. Following issues are disclosed both qualitative and quantitative form in the report:</p> <ul style="list-style-type: none"> • Scope of application • Capital structure • Capital adequacy • Credit Risk • Equities: disclosures for banking book positions • Interest rate risk in the banking book (IRRBB) • Market risk • Operational risk • Leverage Ratio • Liquidity Ratio • Remuneration 	Yearly	Complied
7	Stress testing	<p>Stress testing presents the effects of several assumptions applied to measure the capital base level in stressed scenarios. SIBL carries out stress testing on a regular basis in order to judge the sensitivity and stability of its capital base. Following issues are considered for minor, moderate and major level shock while conducting stress testing:</p> <ul style="list-style-type: none"> • Increase in NPLs in two particular sectors • Negative shift in NPL categories • Increase in NPLs due to default of a large borrower • Increase in NPLs • Equity price fluctuation • Foreign exchange rate fluctuation • Decrease in FSV in collateral • Changes in interest rates 	Quarterly	Complied

Market Discipline

DISCLOSURE ON RISK BASED CAPITAL ADEQUACY UNDER PILLAR-III OF BASEL III FOR THE YEAR 2021

BACKGROUND:

Bangladesh Bank issued 'Guidelines on Risk Based Capital Adequacy (Revised Regulatory Capital Framework for banks in line with Basel-III)' in December 2014 to cope up with the international best practices and to make the bank's capital shock absorbent. The Basel III capital framework consists of three pillar which is comprised pillar I that deals with minimum capital requirement, pillar II that deals with additional capital requirement and pillar III that deals with market discipline through disclosure of risk based capital adequacy data to the stakeholders. As part of Basel-III compliance, Market Discipline (pillar 3) is formulated with a view to establish more transparent and more disciplined financial market so that stakeholders can assess the position of a bank regarding holding of assets and to identify the risks relating to the assets and capital adequacy to meet probable loss of assets.

DISCLOSURE FRAMEWORK:

As per the 'Guidelines on Risk Based Capital Adequacy (Revised Regulatory Capital Framework for banks in line with Basel-III)' of Bangladesh Bank, Social Islami Bank Limited has adopted the disclosure framework that consists of the following components:

- A. SCOPE OF APPLICATION**
- B. CAPITAL STRUCTURE**
- C. CAPITAL ADEQUACY**
- D. CREDIT RISK**
- E. EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS**
- F. INTEREST RATE RISK IN THE BANKING BOOK (IRRBB)**
- G. MARKET RISK**
- H. OPERATIONAL RISK**
- I. LEVERAGE RATIO**
- J. LIQUIDITY RATIO**
- K. REMUNERATION**

The information of Social Islami Bank Limited is presented on solo and consolidated basis in this report. All amounts in the format of this pillar III disclosure are denominated in Bangladesh Taka, unless stated otherwise. Certain figures in this document have been calculated using rounded figures.

A) SCOPE OF APPLICATION

Qualitative Disclosure	
(a) The name of the top corporate entity in the group to which this guidelines applies	Social Islami Bank Limited
(b) An outline of difference in the basis of consolidation for accounting and regulatory purposes, with a brief description of the entities within the group (i) that are fully consolidated;(ii) that are given a deduction treatment; and (iii) that are neither consolidated nor deducted (e.g. where the investment is risk-weighted).	The quantitative disclosures are made on the basis of both solo & consolidated basis. SIBL has two subsidiaries and an offshore banking unit; i) SIBL Securities Ltd & ii) SIBL Investment Ltd. Both solo & consolidated financial statements have been prepared under applicable financial reporting standard & related instructions/ circulars issued by Bangladesh Bank from time to time. The assets, liabilities, revenues & expenses of the Subsidiaries are combined with the parent company (SIBL) on consolidated basis. So assets of the subsidiaries & offshore banking unit are risk weighted and equities of the subsidiaries are crossed out with the investment of SIBL while consolidating.
(c) Any restrictions, or other major impediment, on transfer of funds or regulatory capital within the group.	Not applicable
Quantitative Disclosures	
(d) The aggregate amount of capital deficiencies in all subsidiaries not included in the consolidation that are deducted and name(s) of such subsidiaries.	Not applicable

B) CAPITAL STRUCTURE

Qualitative Disclosures	
<p>a) Summary information on the terms and conditions of the main features of all capital instruments, especially in the case of capital instruments eligible for inclusion in Tier I (CET-1, AT-1) and Tier 2.</p>	<p>As per Bangladesh Bank BASEL-III guidelines; Tier I capital is divided into:</p> <ol style="list-style-type: none"> a. Common Equity Tier I (CET-1) Capital b. Additional Tier I (AT-1) Capital <p>a. Common Equity Tier-I capital of the Bank consist of -</p> <p>Paid up capital: Issued, subscribed and fully paid up share capital of the Bank.</p> <p>Statutory reserve: As per Section 24 of the Bank Company Act, 1991, an amount equivalent to 20% of the profit before taxes for each year of the Bank has been transferred to the Statutory Reserve Fund.</p> <p>Retained earnings: Amount of profit retained with the banking company after meeting up all expenses, provisions and appropriations.</p> <p>b. Additional Tier-I capital:</p> <p>Instruments issued by the banks that meet the qualifying criteria for AT1: Issued, subscribed and fully paid perpetual subordinated debt/ bond, or other instrument if any which meet the qualifying criteria for AT1 as stipulated in guidelines on Risk Based Capital Adequacy.</p> <p>Tier-II capital consists of –</p> <p>General Provisions: As per Bangladesh Bank directive, amount of provision maintained against unclassified loans and off-balance sheet exposures as of the reporting date has been considered.</p> <p>Subordinated debt / Instruments issued by the banks that meet the qualifying criteria for Tier 2 capital: Outstanding amount of subordinated debt as of the reporting date.</p> <p>Assets revaluation reserves: As per Bangladesh Bank's instruction, until 31 December 2014, 50% of incremental value of Bank's assets has been considered. Revaluation Reserve (RR) based on the position as of 31 December 2014 had been deducted @ 20% on yearly basis from 2015 to 2019 under Basel III guideline.</p>

Quantitative Disclosures		
	As on December 31, 2021 (in million taka)	
	Solo	Consolidated
Tier-1 Capital (Going Concern Capital) :		
Common Equity Tier-1 (CET-1)		
Fully Paid-up Capital	9,849.09	9,849.09
Statutory Reserve	7,605.26	7,605.26
General Reserve	0.00	13.94
Retained Earnings	1,226.05	1,363.25
Adjustment in CET-1 (Intangible Assets i.e Software)	(194.56)	(194.56)
Total CET-1	18,485.84	18,636.99
Additional Tier-1 Capital (AT-1)	4,196.63	4,201.94
Total Admissible Tier-1 Capital	22,682.47	22,838.93
Tier-2 Capital (Gone Concern Capital) :		
General Provision	5,965.48	5,965.48
Subordinated debt	3,800.00	3,800.00
Revaluation Reserves	0.00	0.00
Total Tier-2 Capital	9,765.48	9,765.48
Total Admissible Tier-2 Capital	9,765.48	9,765.48
Total Capital	32,447.95	32,604.41
Regulatory Adjustments:	0.00	0.00
Total Eligible Capital	32,447.95	32,604.41

C) CAPITAL ADEQUACY

Qualitative Disclosures	
(a) A summary discussion of the bank's approach to assess the adequacy of its capital to support current and future activities.	SIBL has adopted standardized approach for computing capital charge for investment (credit) risk & market risk and basic indicator approach for operational risk. Assessment for capital adequacy is carried out in conjunction with the guidelines and regulations by Bangladesh Bank from time to time. Assessing regulatory capital in relation to overall risk exposures of a bank is an integrated and comprehensive process. SIBL, through its SRP team, is taking active measures to identify, quantify, manage and monitor all risks to which the Bank is exposed to. Assessment of Regulatory Capital will be in alignment with the findings of these exercises.

Quantitative Disclosures																								
Particulars		As on December 31, 2021 (in million taka)																						
		Solo	Consolidated																					
b)	Capital requirements for Investment (Credit) Risk	25,798.93	25,772.60																					
c)	Capital requirements for Market Risk	99.99	145.67																					
d)	Capital requirements for Operational Risk	2,078.60	2,094.68																					
	Total capital requirement	27,977.51	28,012.95																					
e)	Capital to Risk Weighted Asset Ratio	11.60%	11.64%																					
	CET-1 Capital Ratio	6.61%	6.65%																					
	Tier-I Capital Ratio	8.11%	8.15%																					
	Tier-II Capital Ratio	3.49%	3.49%																					
f)	Capital Conservation Buffer	As per BB roadmap for implementation of Basel III, creation of Capital Conservation Buffer (CCB) has been made effective from January, 2016. As on 31.12.2021 SIBL maintained the capital conservation buffer as presented below:																						
		<table border="1"> <thead> <tr> <th>Particulars</th> <th>Solo</th> <th>Consolidated</th> </tr> </thead> <tbody> <tr> <td>Required CCB</td> <td>2.50%</td> <td>2.50%</td> </tr> <tr> <td>Maintained CCB</td> <td>1.60%</td> <td>1.64%</td> </tr> <tr> <td>Required CET-1 Ratio including CCB</td> <td>7.00%</td> <td>7.00%</td> </tr> <tr> <td>Maintained CET-1 Ratio</td> <td>6.61%</td> <td>6.65%</td> </tr> <tr> <td>Required CRAR Ratio including CCB</td> <td>12.50%</td> <td>12.50%</td> </tr> <tr> <td>Maintained CRAR Ratio</td> <td>11.60%</td> <td>11.64%</td> </tr> </tbody> </table>		Particulars	Solo	Consolidated	Required CCB	2.50%	2.50%	Maintained CCB	1.60%	1.64%	Required CET-1 Ratio including CCB	7.00%	7.00%	Maintained CET-1 Ratio	6.61%	6.65%	Required CRAR Ratio including CCB	12.50%	12.50%	Maintained CRAR Ratio	11.60%	11.64%
Particulars	Solo	Consolidated																						
Required CCB	2.50%	2.50%																						
Maintained CCB	1.60%	1.64%																						
Required CET-1 Ratio including CCB	7.00%	7.00%																						
Maintained CET-1 Ratio	6.61%	6.65%																						
Required CRAR Ratio including CCB	12.50%	12.50%																						
Maintained CRAR Ratio	11.60%	11.64%																						
g)	Available Capital under Pillar 2 Requirement	Solo	Consolidated																					
	Total Eligible Regulatory Capital [A]	32,447.95	32,604.41																					
	Minimum Capital Requirement under Pillar 1 [B]	27,977.51	28,012.95																					
	Available Capital for Pillar 2 [C=A-B]	4,470.44	4,591.46																					

D) INVESTMENT RISK

Qualitative Disclosures	
<p>a) The General Qualitative disclosures requirement with respect to investment (credit) Risk, including:</p>	<p>As per Bangladesh Bank guidelines, any investment if not paid within the fixed expiry date will be treated as Past due/ Overdue.</p> <p>Bangladesh Bank issued circulars from time to time for strengthening Investment discipline. All Investments are categorized into four for the purpose of classification namely (i) Continuous Investment (ii) Demand Investment (iii) Fixed Term Investment and (iv) Short-term Agriculture & Micro Investment.</p> <p>Classification rules for the above 4 categorized Investments are as under:</p> <p>Continuous and Demand Investments are classified as:</p> <p>'Sub-Standard'- if it is past due / overdue for 3 months or beyond but less than 6 months.</p> <p>'Doubtful'- if it is past due / overdue for 6 months or beyond but less than 9 months.</p> <p>'Bad/Loss'- if it is past due / overdue for 9 months or beyond from the date of expiry or claim by the bank or from the date of creation of forced investment.</p> <p>Fixed Term Investments are classified as:</p> <p>(a) In case of any Installment(s) or part of a Fixed Term Investment amounting up-to Taka 10 lac is not repaid within the due date, the amount of unpaid installment(s) will be termed as past due / overdue investment In such a case following classification rules will be applied:</p> <p>'Sub-Standard'- if the amount of past due/overdue installment(s) is equal or more than the amount of installment(s) due within 6 months; the entire Investment amount will be classified as 'Sub-Standard'.</p> <p>'Doubtful'- if the amount of past due/overdue installment(s) is equal or more than the amount of installment(s) due within 9 months, the entire Investment amount will be classified as 'Doubtful'.</p> <p>'Bad/Loss'- if the amount of past due/overdue installment(s) is equal or more than the amount of installment(s) due within 12 months, the entire Investment amount will be classified as 'Bad/loss'.</p>

	<p>(b) In case of any Installment(s) or part of a Fixed Term Investment amounting more than Taka 10 lac is not repaid within the due date, the amount of unpaid installment(s) will be termed as past due / overdue investment In such a case following classification rules will be applied:</p> <p>'Sub-Standard'- if the amount of past due/overdue installment(s) is equal or more than the amount of installment(s) due within 3 months; the entire Investment amount will be classified as 'Sub-Standard'.</p> <p>'Doubtful'- if the amount of past due/overdue installment(s) is equal or more than the amount of installment(s) due within 6 months; the entire Investment amount will be classified as 'Doubtful'.</p> <p>'Bad/Loss'- if the amount of past due/overdue installment(s) is equal or more than the amount of installment(s) due within 9 months, the entire Investment amount will be classified as 'Bad/Loss'.</p>
	<p>Short-term Agricultural and Micro-Investment are classified as under:</p> <p>'Sub-Standard'-If the investment not repaid within the due date as stipulated in the agreement and if such irregular continues, the investment will be classified as 'Sub-Standard' after a period of 12 month, as 'Doubtful' after the period of 36 months and as "Bad/loss' after a period of 60 months from due date.</p>
	<p>Continuous Investment, Demand Investment or Term Investment which will remain overdue for a period of 2 month or more will be put into 'Special Mention Account'.</p>
	<p>The rates of provisions are as under:</p> <p>a) General Provisions-will be maintained:</p> <p>i) @ 0.25% against all unclassified investments of SME (Small and Medium Enterprise) as defined by Bangladesh Bank, @ 1.00% against all unclassified investments except Consumer Financing, Investment to Brokerage House-Merchant Banks-Stock Dealer.</p> <p>ii) @ 1% on the Off Balance Sheet exposure.</p> <p>iii) @5% on unclassified investment amount of consumer financing, @ 1% on unclassified investment amount of House building finance, @ 1% on unclassified investment amount of Investment to professionals under consumer financing for setting up business, Investment to Brokerage House-Merchant Banks-Stock Dealer.</p> <p>iv) @ 5% on the outstanding amount of 'Special Mention Account'.</p>
	<p>b) Specific Provisions-will be maintained:</p> <p>i) Sub-standard: @ 20%</p> <p>ii) Doubtful: @ 50%</p> <p>Bad /Loss: @ 100%</p> <p>c) Provision for Short-term Agricultural and Micro Investment:</p> <p>i) All Investment except bad/loss: 5%</p> <p>ii) Bad/Loss: @ 100%</p>

ii) Description of approaches followed for specific and general allowances and statistical method;	Social Islami Bank Limited has a well defined Investment Risk Management Manual duly approved its Board of Directors which is reviewed annually. Investment risk is one of the major risks faced by the bank and such investment risk management of the bank has been designed to address all risks associated with investments.
	<p>The Bank has segregated duties of the Officers / Executives involved in investment related activities. A separate Corporate Division has been formed at Head Office, which is entrusted with the duties of maintaining effective relationship with the customer, marketing of Investment products, exploring new business opportunities etc. Moreover, investment approval, administration, monitoring and recovery functions have been segregated. For this purpose, two separate units have been formed. These are (a) Investment Risk Management Division, (b) Investment Administration Division. Investment Administration Division includes investment monitoring unit. Investment Risk Management Unit is entrusted with the duties of maintaining asset quality, assessing risk in lending to a particular customer, sanctioning investment (credit), formulating policy / strategy for lending operation etc.</p> <p>A thorough assessment is done before sanctioning of investment facility at Investment Risk Management Unit. The risk assessment includes borrower risk analysis, financial analysis, industry analysis, historical performance of the customer, security of the proposed Investment facility etc. The assessment process starts at Corporate Division by the Relationship Manager/Officer and ends at Investment Risk Management Unit. Proposal beyond their delegation are approved / declined by the Executive Committee and / or the Management.</p> <p>In determining single borrower / large investment limit, the Bangladesh Bank instructions are strictly followed. Internal audit is conducted on periodical interval to ensure compliance of Bank's and regulatory policies. Investments are classified as per Bangladesh Bank's guidelines.</p>

Quantitative Disclosures

b) Total gross Investment/ Credit Risk exposures broken down by major types of Investment exposures.	In million Tk.	
	Type of Investment	As on 31.12.2021
	Musharaka	247.95
	Murabaha	9,783.35
	Mudaraba	5,071.05
	Bai-Muazzal	2,04,476.23
	Hire-Purchase Sirkatul Meelk	60,528.28
	Quard	13,511.83
	Bai-Salam	569.92
	Staff Loan	2,156.64
	Ijarah	412.03
	Visa Card	854.30
	In land Bill Purchase	3,469.09
	Foreign Bill Purchased	79.20
	Murabaha Bill of Exchange	1,722.35
Baim-Wes bills	9,891.59	
Total	3,12,773.82	

Geographical Distribution of exposures, broken down in significant areas by major types of investment (credit) exposure.	In million Tk.	
	Name of the Division	As on 31.12.2021
	Dhaka	2,29,706.00
	Chittagong	64,502.64
	Sylhet	536.13
	Rajshahi	6,352.50
	Khulna	6,296.52
	Rangpur	2,165.28
	Barisal	1,346.66
	Mymensingh	1,868.09
Total	3,12,773.82	
d) Industry or counterparty type distribution of exposures, broken down by major types of Investment/credit exposure.	In million Tk.	
	Mode of Investment	As on 31.12.2021
	Commercial lending	66,983.22
	Export Financing	10,018.24
	House Building Investment	3,864.37
	Investment against Scheme & MTDR	6,907.45
	Small and Medium Enterprises	57,263.51
	Micro Investment	785.79
	Other Investments	14,324.32
	Off-shore Banking Unit	5,071.05
	Executives & Staffs of SIBL	2,167.85
	Agricultural Industries	3,251.36
	Textile & Allied Industries	44,333.36
	Food & Allied Industries	14,171.05
	Pharmaceutical Industries	1,791.89
	Leather, Chemical, Cosmetic etc.	4,205.07
	Construction Industries	9,933.69
	Cement and Ceramic Industries	5,014.61
	Service Industries	13,314.96
	Transport and Communication Industries	2,794.86
Other Industries	46,577.18	
Total	3,12,773.82	
e) Residual contractual maturity break down of the whole portfolio, broken down by major types of investment/credit exposure.	In million Tk.	
	Particulars	As on 31.12.2021
	Re-payable on Demand	42,843.68
	Not more than 3 months	64,254.40
	Over 3 months but not more than 1 year	1,33,176.79
	Over 1 year but not more than 5 years	60,687.95
	Over 5 years	11,810.99
Total	3,12,773.82	

f) By major industry or counterparty type	Amount of impaired investments and if available, past due investments	
	Particulars As on	31.12.2021
	Past Due	-
	Special Mentioned Account	13,232.38
	Substandard	698.74
	Doubtful	145.99
	Bad or Loss	15,349.35
	Total	29,426.46
	Specific and general provisions:	
	Specific Provisions	7,598.68
General Provision	5,965.48	
Total	13,564.16	
Charges for specific allowances and charge-offs during the period		
Provision on classified investment	1,111.44	
Provision on unclassified investment	(893.98)	
Special General Provision-COVID-19 (As per BRPD Circular letter No.56 dt. 10.12.2020)	1,366.32	
Provision on Off-Balance Sheet items	51.49	
Other provisions (note: 36)	16.60	
Total	1,651.86	
g) Gross Non Performing Assets (NPAs)	Gross Non Performing Assets of the bank is 16,194.08 Million	
Non Performing assets to outstanding investment	Non Performing assets to outstanding investment is 5.18%	
Movement of non performing assets	Opening balance	18,201.16
	Addition	
	Reduction	(2,007.08)
	Closing Balance	16,194.08
Movement of Specific provisions for Non performing assets	Opening Balance	7,812.08
	Add: Provision made during the year	1,118.52
	Less: Write-off	(1,331.93)
	Add: Write back of excess provision	
	Closing balance	7,598.68

E. EQUITIES: DISCLOSURES FOR BANKING BOOK POSITIONS

Qualitative Disclosures	
a) The general Qualitative Disclosures requirement with respect to equity risk, including:	
a) Differences between holdings on which capital gains are expected and those taken under other objectives including for relationship and strategic reasons ;and	<p>Social Islami Bank limited has two categories of equity investments namely (i) Quoted Shares- traded in the secondary market of DSE & CSE like common stock, mutual fund, bond etc. and (ii) Unquoted Shares- currently not tradable in the secondary market.</p> <p>Unquoted shares include shares and securities which are characterized and categorized as (i) Held to maturity (ii) long term investment i.e. the Bank does not have any intention to sell securities immediately or in the near future (iii) Securities acquired under private placement which will be traded in the secondary market only after completion of required legal formalities with the BSEC (Bangladesh Securities & Exchange Commission), DSE, CSE as per prevailing laws etc.</p>
b) Discussion of important policies covering the valuation and accounting of equity holdings in the banking book, This includes the accounting techniques and valuation methodologies used, including key assumptions and practices affecting valuation as well as significant changes in these practices.	<p>Investment in Shares and Securities are for gaining dividend income or capital gain. Dividend income are recognized in the books of accounts of the bank as and when such dividend is received or right to receive such dividend is established.</p> <p>Both Quoted shares and unquoted shares are valued at cost and necessary provisions are maintained if the price falls below the cost. At the time of calculation of unrealized gain or loss of quoted shares, sufficient provisions on shares & securities are made in the books of accounts after netting off the values of the portfolios but however unrealized gains are not accounted for. As per Bangladesh bank guidelines, HTF (Held for Trading) securities are revalued once in a week using marking to market concept and all such securities are revalued once in a year according to the Bangladesh bank guidelines.</p>

Quantitative Disclosures			
As on December 31,2021 (In million taka)			
	Particulars	Solo	Consolidated
a)	Value disclosed in the balance sheet of investments, as well as the fair value of those investments, for quoted securities a comparison to publicly quoted share values where the share price is materially different from fair value.	173.66	401.72
b)	The cumulative realized gains (losses) arising from sales & liquidations in the reporting period.	-	-
c)	Total unrealized gains (losses)	(17.19)	(17.19)
d)	Total latent revaluation gains (losses)	-	-
	Any amounts of the above included in tier-2 capital	-	-
e)	Capital requirements broken down by appropriate equity groupings, consistent with the bank's methodology, as well as the aggregate amounts and the type of equity investments subject to any supervisory provisions regarding regulatory capital requirements.		
	Specific Market Risk	156.46	384.53
	General Market Risk	156.46	384.53

F. PROFIT RATE RISK IN THE BANKING BOOK

Qualitative Discloser			
a) The general qualitative discloser requirement including the nature of Profit Rate Risk in the Banking Book (PRRBB) and key assumptions, including assumptions regarding Investment prepayments and behavior of non-maturity deposits, and frequency of PRRBB measurement	Profit rate risks in the banking book are taken into account as one of the most potential risk. Sources and types of profit rate risks in banking book are (i) Gap or mismatch risk (ii) basic risk (iii) Net position risk (iv) embedded option risk etc. Changes in Profit rate in the market may adversely affect the financial matters of a bank such as Current Earnings, Net Investment Income, Net Worth etc. In the long run, impact on cash flows of the earning assets is mostly visible which may lead to asset liability mismatch.		
Quantitative Discloser			
(b) The increase (decline) in earnings or economic value (or relevant measure used by management) for upward and downward rate shocks according to management's method for measuring IRRBB, broken down by currency (as relevant)			
Figure in Million			
Particulars	1-90 Days	Over 3 Month- Up to 6 Months	Over 6 Months - Up to 1 Year
RSA	1,19,753.10	42,752.20	60,346.30
RSL	1,34,072.20	45,862.80	59,742.00
Gap	-14,319.10	-3,110.60	604.30
Cumulative Gap	-14,319.10	-17,429.70	-2,506.30
Adjusted Profit Rate Change (PRC)	1.00%	1.00%	1.00%
Earnings Impact (Cum. Gap*PRC)	-143.191	-174.297	-25.063
Accumulated Earnings Impact to Date	-143.191	-317.488	-342.551

G. MARKET RISK

Qualitative Discloser	
a) i) Views of BOD on trading / investment activities	The board of Directors of Social Islami bank Limited approves policies related to market risks by setting up limits and reviews of compliance status regularly.
ii) Method used to measure market risk	Standardized approach is being used to measure the market risk. The total capital requirement in respect of market risk is the aggregate capital requirement calculated for each of the risk sub-categories. For each risk category minimum capital requirement is measured in terms of two separately calculated capital charges for "specific risk" and "general market risk".
iii) Market risk management system	The Treasury Division manages market risk covering liquidity, profit rate and foreign exchange risks with oversight from asset-liability Management Committee (ALCO) comprising senior executives of the Bank. ALCO is chaired by the Managing Director. ALCO meets at least once a month.
iv) Policies and processes for mitigating market risk	There are approved limits for Investment deposit ratio, liquid assets to total assets ratio, maturity mismatch, commitments for both on-balance sheet and off-balance sheet items and borrowing from money market and foreign exchange position. The limits are monitored and enforced regularly to protect the market risks. The exchange rate of the Bank is monitored regularly and the prevailing market condition, exchange rate, foreign exchange position and transactions are reviewed to mitigate foreign exchange risks.

Quantitative Disclosure		
	Figure in Million	
	As on December 31, 2021	
b) The capital requirements for	Solo	Consolidated
Profit rate risk	-	-
Equity position risk	31.29	76.91
Foreign exchange risk	68.65	68.65
Commodity risk	-	-
Total Capital Requirement	99.94	145.56

H. OPERATIONAL RISK

Qualitative Disclosures	
i) Views of BOD on system to reduce operational risk	Operational risk implies the risk of loss of harm resulting from inadequate or failure of internal processes, people and systems or from external events. Capability to carry out a large number of transactions effectively and accurately while complying with applicable laws and rules constitutes operational risk management activities of the bank. The policy for operational risks including internal control & compliance risk is approved by the board taking into account relevant guidelines of Bangladesh Bank. Audit Committee of the Board directly oversees the activities of internal control & Compliance to protect against all operational risk.
ii) Performance gap of executive and staffs	SIBL has a policy to provide competitive package and best working environment to attract and retain the most talented people available in the industry. SIBL's strong brand image plays an important role in employee motivation. As a result, there is no significant performance gap.
iii) Potential external events	No potential external events are expected to expose the Bank to significant operational risk.
iv) Policies and process for mitigating operational risk	The policy for operational risks including internal control & compliance risk is approved by the Board taking into account relevant guidelines of Bangladesh Bank. Policy guidelines on Risk Based Internal Audit (RBIA) system is in operation. As per RBIA branches are rated according to their risk grading/ scoring audit procedure and required frequent audit to the Branches are operated by the Audit Division. In addition, there is a Vigilance Cell established in the Bank to reinforce operational risk management of the Bank and to minimize the same. Bank's anti-money laundering activities are headed by (Chief Anti Money Laundering Compliance Officer) CAMLCO and their activities are devoted to protect against all money laundering and terrorist finance related activities. Apart from that, there is adequate check & balance at every stage of operation, authorities are properly segregated and there is at least dual control on every transaction to protect against operational risk.
v) Approach to calculating capital charges for operational risk	Basic indicator Approach is used for calculating capital charge for operational risk as of the reporting date.
Quantitative Disclosures	
As per risk based capital adequacy guidelines, capital charge for operational risk is equivalent to 15% of average annual gross income of three previous years where negative figures are excluded.	
As per risk based capital adequacy guidelines Social Islami bank Limited follows the Basic Indicator Approach for computing capital charge for operational risk.	

As on 31.12.2021	Amount in million Taka	
	Solo	Consolidated
Capital Requirement for		
Operational Risk	2,078.60	2,094.68

I. LIQUIDITY RATIO

In line with the provisions of liquidity risk management under Basel III, Bangladesh Bank on the basis of the relevant guideline of Bank for International Settlements (BIS) has identified the (i) Liquidity Coverage Ratio (LCR); (ii) Net Stable Funding Ratio (NSFR); and (iii) Leverage under the purview of 'Liquidity' ratio vide BRPD Circular No. 18 dated 21 December 2014 and DOS Circular No. 1 dated 1 January 2015.

Qualitative Disclosures		
a)	i) Views of Board of Directors (BOD) on system to reduce Liquidity Risk	<p>The Board of Directors reviews the liquidity risk of the Bank on quarterly rest while reviewing the Quarterly Financial Statements, Stress Testing Report etc. Besides, the EC of the Board also reviews the liquidity position while reviewing the management information system (MIS) report on monthly basis.</p> <p>Upon reviewing the overall liquidity position along with the outlook of SIBL funding need, investment opportunity, market/industry trend, the Board takes its strategic decision regarding deposits, funding, investments, loans as well as interest rates policies etc.</p> <p>The Board of SIBL always strives to maintain adequate liquidity to meet up Bank's overall funding need for the huge retail depositors, borrowers' requirements as well as maintain regulatory requirements comfortably.</p>
	ii) Methods used to measure Liquidity Risk	<p>The maintenance of Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR) are considered as the fundamental methods/tools to measure the liquidity position/risk of SIBL.</p> <p>However, under Basel III, the following methods and tools are mandated for measuring the liquidity risk.</p> <p>a) Liquidity coverage ratio (LCR): Liquidity Coverage Ratio ensures to maintain an adequate level of stock of high quality liquid assets that can be converted into cash to meet its liquidity needs (i.e. total net cash outflows) over the next 30 calendar days.</p> <p>b) Net Stable Funding ratio (NSFR): Net Stable Funding Ratio aims to limit over-reliance on short-term wholesale funding during times of abundant market liquidity and encourage better assessment of liquidity risk across all on- and off-balance sheet items. The minimum acceptable value of this ratio is 100 percent, indicating that, available stable funding (ASF) should be at least equal to required stable funding (RSF).</p> <p>ASF consists of various kinds of liabilities and capital with percentage weights attached given their perceived stability.</p> <p>RSF consists of assets and off-balance sheet items, also with percentage weights attached given the degree to which they are illiquid or "long-term" and therefore requires stable funding.</p>

		<p>In addition to the above, the following measures have been put in place to monitor the liquidity risk management position of the Bank on a continued manner:</p> <p>Asset-Liability Maturity Analysis (Liquidity profile);</p> <p>b) Whole sale borrowing capacity;</p> <p>c) Maximum Cumulative Outflow (MCO);</p> <p>Besides the above, the following tools are also used for measuring liquidity risk:</p> <p>a) Stress Testing (Liquidity Stress);</p> <p>b) Net open position limit - to monitor the FX funding liquidity risk;</p>								
	iii) Liquidity risk management system	<p>In SIBL, at the management level, the liquidity risk is primarily managed by the Treasury Division (Front Office) under oversight of ALCO which is headed by the Managing Director & CEO along with other senior management.</p> <p>Treasury Division (Front Office) upon reviewing the overall funding requirements on daily basis sets their strategy to maintain a comfortable/adequate liquidity position taking into consideration of Bank's approved investment (credit) deposit ratio, liquid assets to total assets ratio, asset-liability maturity profile, Bank's earning/profitability as well as overall market behavior and sentiment etc.</p> <p>Apart from the above, Risk Management Division also monitors & measures the liquidity risk in line with the Basel III liquidity measurement tools, namely, LCR, NSFR, Leverage Ratio. RMD addresses the key issues and strategies to maintain the Basel III liquidity ratios to the respective division (s) on regular interval.</p>								
	iv) Policies and processes for mitigating Liquidity Risk	<p>The Asset-Liability (ALCO) policy leads the process & procedures for mitigation of liquidity risk of SIBL.</p> <p>ALCO works under specific Terms of References (functions) approved by the Board.</p> <p>Treasury Division (Front Office) and ALM desk under regular supervision of Top Management reviews the overall liquidity position of SIBL and takes appropriate strategy, process in line with the industry position for managing liquidity risk of the Bank.</p>								
Quantitative Disclosures										
	i) Liquidity Coverage Ratio (LCR)	<p>The Liquidity Coverage Ratio (LCR) under Liquidity Ratios of Basel III of Social Islami Bank Limited as of 31 December 2021 was as under:</p> <p>Liquidity Coverage Ratio (LCR) = Stock of High quality liquid assets /Net cash outflows over the next 30 calendar day</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th rowspan="2" style="text-align: center;">particulars</th> <th colspan="2" style="text-align: center;">Ratio (%)</th> </tr> <tr> <th style="text-align: center;">BB requirement</th> <th style="text-align: center;">SIBL's position</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">Liquidity Coverage Ratio (LCR)</td> <td style="text-align: center;">≥ 100%</td> <td style="text-align: center;">226.75%</td> </tr> </tbody> </table>	particulars	Ratio (%)		BB requirement	SIBL's position	Liquidity Coverage Ratio (LCR)	≥ 100%	226.75%
particulars	Ratio (%)									
	BB requirement	SIBL's position								
Liquidity Coverage Ratio (LCR)	≥ 100%	226.75%								

	ii) Net Stable Funding Ratio (NSFR)	<p>The Net Stable Funding Ratio (NSFR) under Liquidity Ratios of Basel III of Social Islami Bank Limited as of 31 December 2021 was as under:</p> <p>Net Stable Funding Ratio (NSFR) = Available amount of stable funding (ASF) / Required amount of stable funding (RSF)</p> <table border="1" data-bbox="602 373 1409 499"> <thead> <tr> <th rowspan="2">particulars</th> <th colspan="2">Ratio (%)</th> </tr> <tr> <th>BB requirement</th> <th>SIBL's position</th> </tr> </thead> <tbody> <tr> <td>Net Stable Funding Ratio (NSFR)</td> <td>≥ 100%</td> <td>143.01%</td> </tr> </tbody> </table>	particulars	Ratio (%)		BB requirement	SIBL's position	Net Stable Funding Ratio (NSFR)	≥ 100%	143.01%
particulars	Ratio (%)									
	BB requirement	SIBL's position								
Net Stable Funding Ratio (NSFR)	≥ 100%	143.01%								
	iii) Stock of High Quality Liquid Assets (SHQLA)	As stipulated by BB vide DOS Circular Letter No. 1 dated 1 January 2015, the Stock of High Quality Liquid Assets (SHQLA) of Social Islami Bank Limited as of 31 December 2021 is Tk. 43,655.67 million.								
	iv) Total net cash outflows over the next 30 calendar days	As stipulated by BB vide DOS Circular Letter No. 1 dated 1 January 2015, total net cash outflows over the next 30 calendar days of Social Islami Bank Limited based on the position as of 31 December 2021 is Tk. 19,252.43 million.								
	v) Available amount of stable funding	<p>As stipulated by BB vide DOS Circular Letter No. 1 dated 1 January 2015, the available amount of stable funding (ASF) of Social Islami Bank Limited as of 31 December 2021 was as under:</p> <table border="1" data-bbox="602 846 1409 972"> <thead> <tr> <th>Particulars</th> <th>Amount (in million)</th> </tr> </thead> <tbody> <tr> <td>Available amount of Stable Funding (ASF)</td> <td>3,61,097.87</td> </tr> <tr> <td>Total</td> <td>3,61,097.87</td> </tr> </tbody> </table>	Particulars	Amount (in million)	Available amount of Stable Funding (ASF)	3,61,097.87	Total	3,61,097.87		
Particulars	Amount (in million)									
Available amount of Stable Funding (ASF)	3,61,097.87									
Total	3,61,097.87									
	vi) Required amount of stable funding	<p>As stipulated by BB vide DOS Circular Letter No. 1 dated 1 January 2015, the required amount of stable funding (RSF) of Social Islami Bank Limited as of 31 December 2021 was as under:</p> <table border="1" data-bbox="602 1108 1409 1234"> <thead> <tr> <th>Particulars</th> <th>Amount (in million)</th> </tr> </thead> <tbody> <tr> <td>Required amount of Stable Funding (RSF)</td> <td>2,52,490.96</td> </tr> <tr> <td>Total</td> <td>2,52,490.96</td> </tr> </tbody> </table>	Particulars	Amount (in million)	Required amount of Stable Funding (RSF)	2,52,490.96	Total	2,52,490.96		
Particulars	Amount (in million)									
Required amount of Stable Funding (RSF)	2,52,490.96									
Total	2,52,490.96									

J. LEVERAGE RATIO

Qualitative Disclosures										
i) Views of BOD on system to reduce excessive leverage	<p>The Board of Directors of SIBL primarily views on the growth of On and Off balance sheet exposures commensurate with its expected capital growth so that the excessive leverage is reduced. Within the</p> <p>On-balance components, again, the Board emphasizes on the growth of the prime component i.e. the loans and advances and maintaining good asset quality so as to maximize the revenue as well as the capacity to generate capital internally (in the form of retained earnings) to trade-off the excessive leverage supposed to be caused by asset growth.</p> <p>At the outset of asset growth, the Board also views the growth of its sources of fund i.e. deposit growth taking into consideration of projected business growth so that the investment (credit)-deposit ratio is maintained at a sustainable basis as well as to reduce the mismatches of asset- liability gap within the tolerable limit to manage the liquidity risk.</p>									
ii) Policies and processes for managing excessive on and off- balance sheet leverage	<p>First and foremost, Bank's policy is to maintain the Leverage Ratio (Tier 1 capital as proportion to total adjusted On and Off balance sheet asset) well above the regulatory requirement. To this end, the striking components of balance sheet, namely, the deposits & borrowing, loans & advances, other liquid assets (treasury bills, bonds, fund placements) are analyzed on monthly basis.</p> <p>Measures are taken to contain the growth of overall size of balance sheet (On and Off balance sheet exposures aggregately) considering short term outlook of the industry indicators as well as possible growth of equity (Tier 1 capital) of the Bank on quarterly rest.</p> <p>With regard to managing the excessive leverage, the regulatory stance through the monetary policy initiatives i.e. the scope of expected business potential (growth), estimated money supply, inflation, resulting the estimated overall liquidity of the industry as well as the Bank in particular is also considered.</p>									
iii) Approach for calculating exposure/ Leverage	<p>The exposures of balance sheet representing the overall position of the Bank as of the reporting date are calculated and presented in terms of applicable relevant accounting standards, i.e., IASs (BASs), IFRSs (BFRSs), etc.</p> <p>The accounting values of assets and liabilities are also presented and measured at gross. Netting of assets and liabilities are also made where permitted in compliance with the respective accounting standards and the regulatory instruction.</p> <p>For calculating "leverage", SIBL follows the 'Leverage Ratio' approach/method as suggested by Bangladesh Bank</p>									
Quantitative Disclosures										
i) Leverage Ratio	<p>Leverage Ratio (LR) under Basel III of Social Islami Bank Limited as of 31 December 2021 was as under:</p> <p>Leverage Ratio (LR) = Tier 1 Capital (after related adjustment) / Total Exposure (after related deductions)</p> <table border="1"> <thead> <tr> <th rowspan="2">Particulars</th> <th colspan="2">Ratio (%)</th> </tr> <tr> <th>BB requirement</th> <th>SIBL's position</th> </tr> </thead> <tbody> <tr> <td>Leverage Ratio (LR)</td> <td>> 3%</td> <td>5.36%</td> </tr> </tbody> </table>		Particulars	Ratio (%)		BB requirement	SIBL's position	Leverage Ratio (LR)	> 3%	5.36%
Particulars	Ratio (%)									
	BB requirement	SIBL's position								
Leverage Ratio (LR)	> 3%	5.36%								
ii) On balance sheet exposure	Total On-balance Sheet exposure for calculating Leverage Ratio under Basel III of Social Islami Bank Limited as of 31 December 2021 is Tk. 4,01,136.82 million.									
iii) Off balance sheet exposure	Total Off-balance Sheet exposure for calculating Leverage Ratio under Basel III of Social Islami Bank Limited as of 31 December 2021 is Tk. 22,163.12 million.									
iv) Total exposure	Total Exposures for calculating Leverage Ratio under Basel III of Social Islami Bank Limited as of 31 December 2021 is Tk. 4,23,105.38 million.									

K. REMUNERATION

Qualitative Disclosures	
a	Information relating to the bodies that oversee remuneration
i) Name of the bodies that oversee remuneration	<p>Board of Directors of the Bank is actually the main body to oversee the remuneration. The Board, however, generally suggest the management to place proposal for revision of remuneration from time to time.</p> <p>At the management level, primarily the Human Resources Division oversees the 'remuneration' in line with its HR management strategy/policy under direct supervision and guidance of the Board of Directors.</p>
ii) Composition of the main body overseeing remuneration	<p>Board of Directors of the Bank form a special committee consisting of competent directors for reviewing the proposal of the MANCOM regarding remuneration.</p> <p>The MANCOM is headed and chaired by the Managing Director& CEO of the Bank; along with other members of top executives and the Heads of different functional divisions of Head Office.</p>
iii) Mandate of the main body overseeing remuneration	The mandate of MANCOM as the main body for overseeing the Bank's remuneration is to review the position of remuneration and associated matters and recommend to the Board of Directors for approval of its restructuring, rearrangement and modification commensurate with the industry best practices as per requirement.
iv) External consultants whose advice has been sought, the body by which they were commissioned, and in what areas of the remuneration process.	The Bank has no External Consultant permanently regarding 'remuneration' and its process. However, experts' opinion may have been sought in case to case basis regarding income tax matter, lawyers' opinion for settlement of employees' dues in case of death, penalty etc. if required, by the management.
v) A description of the scope of the bank's remuneration policy (eg by regions, business lines), including the extent to which it is applicable to foreign subsidiaries and branches.	The Bank does not differentiate the 'Pay Structure' and 'employee benefits' by regions.
vi) A description of the types of employees considered as material risk takers and as senior managers, including the number of employees in each group.	The Bank has not categorized any group or grade of employees as material risk taker. The risks in different operational events of the Bank are borne by the concerned employees of those particular areas as a team. However, the members of senior management, senior most branch managers and Head of the functional division at Head Office are considered as senior managers.
b.	Information relating to the design and structure of remuneration processes.
i) An overview of the key features and objectives of remuneration policy.	Remuneration and other associated matters are guided by the Bank's Service Rule as well as instruction, guidance from the Board from time to time in line with the industry practice with the objectives of retention/hiring of experienced, talented workforce focusing on sustainable growth of the Bank.
ii) Whether the remuneration committee reviewed the bank's remuneration policy during the past year, and if so, an overview of any changes that were made.	Yes. A committee was formed to review the bank's remuneration policy under supervision of board of directors to revise the pay scale in line with the industry practice and accordingly bank allowed a revised pay scale to the employee of SIBL with effect from 01.02.2017.
iii) A discussion of how the bank ensures that risk and compliance employees are remunerated independently of the businesses they oversee.	<p>The risk and compliance employees are carrying out the activities independently as per specific terms of references, job allocated to them.</p> <p>Regarding remuneration of the risk and compliance employees, Human Resources Division does not make any difference with other mainstream/regular employees and sets the remuneration as per the prevailing rule of the Bank primarily governed by the employees' service rule of the Bank.</p>

c	Description of the ways in which current and future risks are taken into account in the remuneration processes.	
	i) An overview of the key risks that the bank takes into account when implementing remuneration measures.	The business risk including investment (credit)/default risk, compliance & reputational risk are mostly considered when implementing the remuneration measures for each employee/group of employee. Financial and liquidity risk are also considered.
	ii) An overview of the nature and type of the key measures used to take account of these risks, including risks difficult to measure.	Different set of measures are in practice based on the nature & type of business lines/segments etc. These measures are primarily focused on the business target/goals set for each area of operation, branch vis-à-vis the actual results achieved as of the reporting date. The most vital tools & indicators used for measuring the risks are the asset quality (NPL ratio), Net Interest Margin (NIM), provision coverage ratio, credit-deposit ratio, cost-income ratio, growth of net profit, as well the non-financial indicators, namely, the compliance status with the regulatory norms, instructions has been brought to all concerned of the Bank from time to time. While evaluating the performance of each employee annually, all the financial and non-financial indicators as per pre-determined set criteria are considered; and accordingly the result of the performance varies from one to another and thus affect the remuneration as well.
	iii) A discussion of the ways in which these measures affect remuneration.	While evaluating the performance of each employee annually, all the financial and non-financial indicators as per pre-determined set criteria are considered; and accordingly the result of the performance varies from one to another and thus affect the remuneration as well.
	iv) A discussion of how the nature and type of these measures has changed over the past year and reasons for the change, as well as the impact of changes on remuneration	Considering industry practice and competitiveness the Board of Directors of the bank revised pay scale to the employee of SIBL with effect from 01.02.2017.
d	Description of the ways in which the bank seeks to link performance during a performance measurement period with levels of remuneration.	
	i) An overview of main performance metrics for bank, top-level business lines and individuals.	The Board sets the Key Performance Indicators (KPIs) while approving the business target/budget for each year for the Bank and business lines/segments. The management sets the appropriate tools, techniques and strategic planning (with due concurrence/approval of the Board) towards achieving those targets. The most common KPIs are the achievement of loan, deposit and profit target with the threshold of NPL ratio, cost-income ratio, cost of fund, yield on loans, provision coverage ratio, capital to risk weighted asset ratio (CRAR), ROE, ROA, liquidity position (maintenance of CRR and SLR) etc.
	ii) A discussion of how amounts of individual remuneration are linked to bank-wide and individual performance.	The remuneration of each employee is paid based on her/his individual performance evaluated as per set criteria. And, accordingly, the aggregate amount of remuneration of the Bank as a whole is linked/impacted to the same extent.
	iii) A discussion of the measures the bank will in general implement to adjust remuneration in the event that performance metrics are weak. This should include the bank's criteria for determining "weak" performance metrics.	The Bank follows remuneration process as per set criteria with no in general adjustment in the event of weak performance metrics/scorecard.

e	Description of the ways in which the bank seek to adjust remuneration to take account of longer-term performance.				
	i) A discussion of the bank's policy on deferral and vesting of variable remuneration and, if the fraction of variable remuneration that is deferred differs across employees or groups of employees, a description of the factors that determine the fraction and their relative importance.	The Bank pays variable remuneration i.e. annual increment based on the yearly performance rating on cash basis with the monthly pay. While the value of longer term variable part of remuneration i.e. the amount of provident fund, gratuity fund are made provision on aggregate/individual employee basis; actual payment is made upon retirement, resignation etc. as the case may be, as per rule.			
	ii) A discussion of the bank's policy and criteria for adjusting deferred remuneration before vesting and (if permitted by national law) after vesting through claw back arrangements.	Not Applicable			
f	Description of the different forms of variable remuneration that the bank utilizes and the rationale for using these different forms.				
	i) An overview of the forms of variable remuneration offered (i.e. cash, shares and share-linked instruments and other forms. A description of the elements corresponding to other forms of variable remuneration (if any) should be provided.	The Bank pays variable remuneration on cash basis (i.e. direct credit to the employee Bank account and/or Payment Order/ Cheque), as the case may be, as per rule/practice.			
	ii) A discussion of the use of the different forms of variable remuneration and, if the mix of different forms of variable remuneration differs across employees or groups of employees), a description the factors that determine the mix and their relative importance.	The following variable remuneration has been offered by SIBL to its employees: Annual Increment Bank provides annual increments based on performance to the employees with the view of medium to long term strategy and adherence to SIBL values.			
Quantitative Disclosures					
g	Number of meetings held by the main body overseeing remuneration during the financial year and remuneration paid to its member.	There were 4 (Four) meetings of the MANCOM held during the year 2021. All the members of MANCOM are from the core banking area/operation of the Bank. No additional remuneration was paid to the members of the MANCOM for attending the meeting except their regular remuneration.			
h	i) Number of employees having received a variable remuneration award during the financial year.	The following Number of Employees were received a variable remuneration during the year 2021:			
		<table border="1"> <thead> <tr> <th>Particulars</th> <th>Number</th> </tr> </thead> <tbody> <tr> <td>Number of employees having received a variable remuneration award during the year 2021</td> <td>Not Applicable</td> </tr> </tbody> </table>	Particulars	Number	Number of employees having received a variable remuneration award during the year 2021
	Particulars	Number			
	Number of employees having received a variable remuneration award during the year 2021	Not Applicable			
ii) Number and total amount of guaranteed bonuses awarded during the financial year.	The following number and total amount of Guaranteed bonuses awarded during the year 2021: All employee of SIBL get two festival bonuses.				
iii) Number and total amount of sign-on awards made during the financial year.	There was no sign-on awards made in 2021.				
iv) Number and total amount of severance payments made during the financial year.	There was no severance payment made during the year 2021.				

i	i) Total amount of outstanding deferred remuneration, split into cash, shares and share-linked instruments and other forms.	Not Applicable							
	ii) Total amount of deferred remuneration paid out in the financial year.	Not Applicable							
J	Breakdown of amount of remuneration awards for the financial year to show:	i) Fixed and variable remuneration paid in 2020 are as follows: <div style="text-align: right;">Amount in Million Taka</div> <table border="1" data-bbox="690 472 1411 598"> <tr> <td>Fixed pay</td> <td style="text-align: right;">3,588.68</td> </tr> <tr> <td>Variable pay</td> <td style="text-align: right;">-</td> </tr> <tr> <td>Total fixed and variable pay</td> <td style="text-align: right;">3,588.68</td> </tr> </table> ii) Deferred and non-deferred (paid during the year). Not Applicable iii) Different forms used (cash, shares and share linked instruments, other forms). Remuneration is paid on cash basis (i.e. direct credit to the employee Bank account and/or Payment Order/ Cheque), as the case may be, as per rule/practice.		Fixed pay	3,588.68	Variable pay	-	Total fixed and variable pay	3,588.68
Fixed pay	3,588.68								
Variable pay	-								
Total fixed and variable pay	3,588.68								
k	Quantitative information about employees' exposure to implicit (e.g. fluctuations in the value of shares or performance units) and explicit adjustments (e.g. claw backs or similar reversals or downward revaluations of awards) of deferred remuneration and retained remuneration:								
	i) Total amount of outstanding deferred remuneration and retained remuneration exposed to ex post explicit and/or implicit adjustments.	Not Applicable							
	ii) Total amount of reductions during the financial year due to ex post explicit adjustments.	Not Applicable							
	iii) Total amount of reductions during the financial year due to ex post implicit adjustments.	Not Applicable							



**Sustainability
Performance**



INTEGRATED REPORTING

Social Islami bank limited aims to clearly and concisely tell the story of the SIBL, how it creates value, its strategy, opportunities and risks, its business model and governance, and the performance against its strategic objectives in a way that gives stakeholders a holistic view of the company and its future.

Integrated reporting aims to give a holistic view of the organization by putting all the information related to Our Vision, Mission, Commitments, and Strategic Objectives. It also includes SIBL Brand Values, Code of Conducts and ethical principles.

SIBL offers clear, comprehensible and correct information to its customers within the principle of reciprocal trust during services and transactions; and provide the customer services in a timely and complete manner. The bank always shows due diligence to support all kinds of social and cultural activities in the light of the principle of observing, aside from the profitability, the social benefit and respect environment.

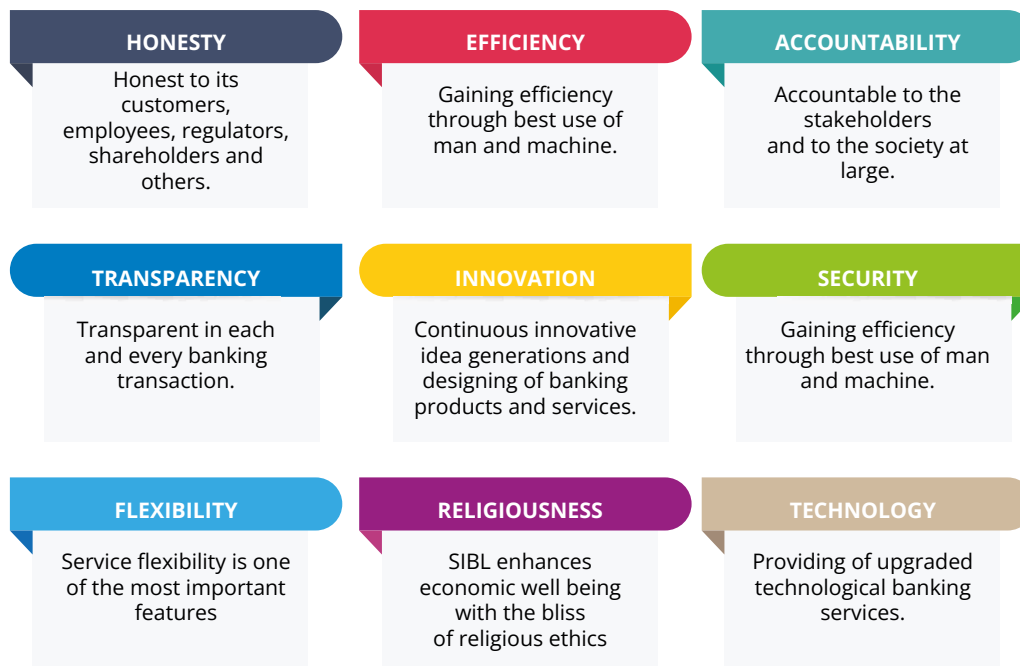
SIBL runs with a vision to minimize the poverty level in Bangladesh. In this regard, the inherent concept and credence of "Working together for a Caring Society" is always held high. to carry forward this commitment, the personnel of SIBL are imbued with the highest degree of enthusiasm, zeal and vigor to serve the society.

Mission of the bank is comprehended of-

- Establishing three sector banking model
- Transformation to a service oriented technology driven profit-earning bank.
- Fast, accurate and satisfactory customer service.
- Balanced & sustainable growth strategy.
- Optimum return on shareholders' equity.
- Introducing innovation islamic banking products.
- Attract and retain high quality human resources.
- Empowering real poor families and creating local income opportunities.
- Providing support for social benefit organizations by way of mobilizing funds and social services.

SIBL is committed to shariah, regulators, shareholders, nation, customers, employees, other stakeholder and environment.

CORE VALUES



OUR STRATEGIC OBJECTIVES

- Transformation into a service-oriented technology-driven profit earning bank.
- Ensure fast, accurate and best-in-class customer services with customers' satisfaction.
- Balanced and sustainable growth strategy. Optimum return on shareholders' equity.
- Introducing innovative Islamic Banking Products.
- Attract, motivate and retain high quality human resources.
- Empowering real poor families and create local income opportunities.
- Providing support for social benefit organizations-by way of mobilizing funds and social services
- To achieve global standards in Islamic Banking
- To invest in the priority sector for the overall economic development
- Ensure best CSR (Corporate Social Responsibilities) practices
- Ensure Green Banking

SUSTAINABILITY REPORTING

“With our diverse portfolio of products, we practically touch every life in the country some way or the other and this is a responsibility we take very seriously. Sustainability is therefore woven into our culture, practices, processes and the products we offer. The Sustainability Report covers our sustainability strategy, Key Performance Indicators, our annual and long-term targets and the work we have done so far.”

ABOUT THE REPORT

We began voluntary reporting on sustainability for the first time in 2015 with the first report published along with the Annual Report covering the period 1 January 2015 to 31 December 2015. Now it starts as a regular effort on presenting a Sustainability Report.

REPORT BOUNDARY

This report covers only banking operation run by Social Islami Bank office, its branches, SME service centers and other direct networks in Bangladesh.

Employee data includes management and non-management staff. All monetary amounts in this Report are in BDT, unless otherwise indicated.

REPORTING PERIOD

The report for 2021 has been prepared for a year basis for the period of January to December 2021. Text and statistics in the Report cover sites owned and operated wholly by Social Islami Bank during the period 1 January 2021 to 31 December 2021.

Data has mainly been obtained from our financial management reporting systems, corporate HR information management system etc.

REPORT CONTENT

The content of this report has been decided upon by the Sustainability Council and has been developed in accordance with our Sustainability framework based on the line of economic, social and environmental parameters.

DATA COLLECTION

All our data is derived from our central database. A quarterly reporting cycle is in practice and all related information is gathered and entered by respective businesses and functions while the top level management reviews and manages the data for Social Islami Bank as a whole. Data pertaining to integrity management, employment practices, sourcing and community investment is compiled and monitored by the Sustainability Council members responsible for each area.

CONTACT US

We encourage feedback on our Sustainability Report. If you would like to comment on the report or find out more about our Sustainability strategy and program, please e-mail us at: sustainability@sibl-bd.com

A soft copy of this report and additional information on our business units and products is available on our website at www.sibl-bd.com. If you are unable to access these resources or need further information, please contact: 90/1 Motijheel C/A, City Center Dhaka-1000.

STAKEHOLDERS' ENGAGEMENT

"Proactive engagement with our stakeholders is an essential part of being a responsible company. Sustainability is a shared journey and to move forward we need to involve our stakeholders in every step of the way. We try to engage our key stakeholders such as our shareholders, regulators, suppliers, customers, employees and the community on a regular basis by listening to their ideas, concerns and advice."

ENGAGING OUR STAKEHOLDERS

We intend to form tangible relations with our stakeholders. This is why our reporting perception has transitioned from an operation-oriented approach to a stakeholder-focused one. Such a focus is one of the purposes why we have mapped the possible effect that we have on various stakeholder groups before conclusions are made.

We engage with our stakeholders in many ways and at many levels, from the queries that reach us via our website to face-to-face meetings with government officials and regulators, customers, employees, community groups and others. Whilst focus on certain issues such as access to finance and customer satisfaction have increased over the years, most of the topics that stakeholders view as significant have remained consistent.

Moving forward, we expect to have better coordinated discussions with our stakeholders. While the concerns of our various stakeholder groups do not always overlap with each other or with the business objectives of the company, dealing with such dilemmas is an everyday part of doing business.

Stakeholder Group	Their Concern	Our Responsibilities
Shareholders and Analysts	<ul style="list-style-type: none"> Dividends and share value Performance and integrity of the Board and management Public goodwill and reputation of the Bank 	<ul style="list-style-type: none"> Generate profits and ensure optimal return on investment Proper oversight and control of the Board and management Bank's Code of Conduct, management oversight and response Public affairs management
Bangladesh Bank and other regulators	<ul style="list-style-type: none"> Good corporate governance and business ethics Legal compliance Support for government policy 	<ul style="list-style-type: none"> Develop and communicate a framework that promotes good governance and ethical behavior at all levels Ensure compliance at all times Providing timely and accurate information Immediate response to queries made by authorities Comply with rules and regulations
Customers	<ul style="list-style-type: none"> Dealing with SIBL is a positive experience Information provided by the Bank is accurate and reliable Customers' privacy is assured Promises to customers are kept 	<ul style="list-style-type: none"> Protect the privacy of our customers, including data protection and confidentiality Provide a positive customer experience Comply with company values and Code of Conduct
Employees	<ul style="list-style-type: none"> Health, safety and well being 	<ul style="list-style-type: none"> Ensure that we properly safeguard those who work for us and those who may be affected by our operations Promoting and maintaining an amicable relationship with all employees Shape future leaders Recognize exceptional performers Ensuring all employees have a proper work life balance Investment on Human Resource Information Systems
Society	<ul style="list-style-type: none"> Social Investment 	<ul style="list-style-type: none"> Do our part to improve the quality of life for all members of society Investment on citizens Investing in entrepreneurs Addressing rural youth Empowering women Encourage people for saving
Suppliers	<ul style="list-style-type: none"> Supply chain functions well Supply chain is sustainable 	<ul style="list-style-type: none"> Work with suppliers to address issues in the supply chain

SOCIAL RESPONSIBILITY INITIATIVES (CSR)

Corporate Social Responsibility is an integral part of Social Islami Bank. Through different projects we hope to contribute to the community, but our main focus is to help the underprivileged community in Bangladesh. SIBL has always been active in social responsibility projects since the beginning. SIBL always prioritizes the Bangladesh Bank CSR Guideline and focus on long-term programs rather than the short-term ones that have sustainable impact on the people and society of the country.”

CORPORATE SOCIAL RESPONSIBILITY OF SIBL

As part of Corporate Social Responsibility (CSR), welfare activities of Social Islami Bank Limited (SIBL) are being carried out mainly from-

- Profit of Cash Waqf Fund
- Compensation Fund
- Doubtful Income and
- Zakat Fund.

SIBL is a pioneer of Cash Waqf Program which has meanwhile achieved both local & international accreditation for its unique welfare approach. Cash Waqf Program of the Bank paved the way of doing welfare of mankind in various sectors such as-

- Family Rehabilitation,
- Education & Culture,
- Health & Sanitation and
- Social Utility and others in conformity with Shariah.

Cash Waqf is broadly categorized as-

General Cash Waqf : Where the Waqif (Donor) doesn't mention the name of beneficiary (may be individual or organization) for receiving the profit of Cash Waqf fund, we call those General Cash Waqf.

Specific Cash Waqf: In case of Specific Cash Waqf, the Waqif (Donor) specify the name of specific beneficiary (may be individual or organization). Profit of General Cash Waqf A/C are being sent to FAD, HO annually & profit of Specific Cash Waqf A/C are being sent to the specific beneficiary as per instruction of the Waqif once annually.

Social Islami Bank Ltd. is extending financial help to different orphanages, schools, madrasahs, social organizations & individuals who are suffering from fatal diseases like cancer, kidney failure, and heart diseases etc. from the fund which are being accumulated from the profit of Cash Waqf Fund, Compensation Fund, Doubtful Income and Zakat Fund.

Bangladesh Bank vide DOS Circular No. 01 dated 1 June, 2008 titled “Mainstreaming Corporate Social Responsibility (CSR) in banks and financial institutions” gave a comprehensive guideline on CSR.

We have been submitting quarterly CSR report to Bangladesh Bank as per format provided by them. The format has following dimensions:

Financial Inclusion: In the form of financing to Agriculture, SME, Women Entrepreneur, Renewable Energy, Solar Irrigation etc.

Donation to the individuals, covering: Education, Health, Disaster Management (Family Rehabilitation), Environment (Social Utility), Sports, Art & Culture, Others etc.

Donation to NGO's: For supporting such welfare activities.

CSR activities under-taken during the year

SIBL has contributed a sum of total Tk. 271.83 million in the field of Health, Education, Disaster Management (Family Rehabilitation), Sports, Art & Culture, Environment (Social Utility) & Others during year 2020, which are furnished hereunder:

(Figure in Tk.)

Sectors	Contribution	
	in 2021	in 2020
Health	5,23,01,033.00	16,91,370.00
Education	41,89,000.00	5,21,85,749.00
Disaster Management (Family Rehabilitation)	97,76,250.00	10,00,00,000.00
Sports	5,00,000.00	50,000.00
Art & Culture	0.00	0.00
Environment (Social Utility)	5,37,67,137.00	11,74,27,175.00
Others	0.00	4,75,845.00
Total	12,05,33,420.00	27,18,30,139.00

ENVIRONMENT RELATED INITIATIVES

“Social Islami Bank Limited believes it is important to promote environment–friendliness in society as a whole through the financial products and services it offers as part of its core business based on the knowledge and insight of a global financial group. From this perspective, SIBL is developing businesses that contribute to the environment according to the nature of their own operations.”

GREEN BANKING

Bangladesh Bank has recognized SIBL as one of the Top Ten Private Commercial Banks for their contribution to Green Banking activities across the country. We have unified our sustainable operations under the “Green Banking Unit” equipped with permanent employees. The Audit Committee of the Board is selected as the High Powered Committee of our Green Banking Unit for reviewing the Green Banking activities. Our Green Banking Policy Guidelines and Green Office Guide have been circulated to all our employees for creating awareness on Green Banking activities & providing instructions about conserving energy, water, saving paper, etc. Our Green Strategic Plan is enhanced to define our strategy in the coming years. SIBL developed its own Environmental Policies, which proves our commitment to the Environment for a sustainable future. As a Bank we play an intermediary role between economic development and conservation of the environment. Our Green Banking activities are on multidimensional areas which include both in-house Green activities and external green activities towards supporting Green Economy. In 2021, as part of our Green Banking initiative SIBL has spent significant amount for Green establishment, installation of solar panels, environment friendly brick plant based on HHK (Hybrid Hoffman Klin) technology etc.

GREEN TRANSFORMATION FUND (GTF)

We have provided USD 3129321.00 & Euro 4727233.00 to export oriented garments industries by BB Re-Financing Scheme under Green Transformation Fund (GTF) for the year 2021.

ONLINE BANKING

SIBL has been one of the pioneers in introducing Online Banking. SIBL is the 1st Islami Bank, who introduced Online Banking Service to our clients and it covers all our 172 branches, 166 own ATMs, 2852 shared ATMs. Clients can also have access to their accounts through Internet & Mobile Banking. Online banking system is a great way to reduce wastage of paper.

OUR FUTURE PLAN:

SIBL has the plan to focus on the following areas of operation for promoting Green Initiatives:

- To popularize Online Banking,
- To increase Internet, SMS & Mobile Banking
- To introduce Video Conferencing
- To increase Efforts towards near paperless banking
- To promote Tree Plantation Campaign
- To promote green initiatives through advertisement in print/electronic media
- To rationalize use of consumption of paper, water, electricity and utilities
- To reduce Emission of Carbon
- To conserve environment
- To protect air/water pollution.
- To establish green building/project.
- To enhance the export oriented project by re-financing scheme under Green Transformation Fund

Saving our ‘Mother Planet’ has become the crucial issue now-a-days. To save our beloved abode (the earth) from all types of erosion and pollution we, as global citizens, have some obvious responsibilities to keep our mother planet green remaining in our individual position we belong to.

ENVIRONMENTAL & SOCIAL OBLIGATIONS

"We are well aware of the social and environmental obligations we have to our customers, our staff and our planet. We take these responsibilities seriously and have implemented a program of ongoing assessment of working practices, adapting our operations to meet the following commitments."

SOCIAL OBLIGATIONS

SIBL actively participate in Corporate Social Responsibility (CSR) activities of the Bank. SIBL has contributed a sum of total Tk. 120.53 million in the field of Health, Education, Disaster Management (Family Rehabilitation), Sports, Art & Culture, Environment (Social Utility) & Others during year 2021. This is a reaffirmation of the commitment of SIBL towards the society.

ENVIRONMENTAL OBLIGATIONS

Environmental Performance

Energy

Energy Savings

Our new Corporate Office, where we have moved during the year 2011 has been designed to utilize maximum usage of natural lights, which reduces energy consumption substantially compared to other conventional building. Around a third of the bulbs being used in this office are of energy savings type. We are saving around 40% electricity (used for lighting purpose) by using the day light in our Corporate Office. Our electronic mail system has been operational since 2005, which is being extensively used for internal as well as external communication. Electronic communication substantially reduces paper consumption thereby reduce deforestation.

ENERGY CONSUMPTION

Energy Type	Million Taka
Electricity	97.76
Gas	-
Fuel	27.18

Financing Renewable Energy and Carbon Offset Projects

We have installed Solar panels in our 17 branches located at Patherhat, Patkelghata, Akhaura, Dewanhat, Bibirhat, Shahzadpur, Gobindagonj, Naogaon, Dhamrai, Fenchugonj, Atorar Dipo, Hajigonj, Chowgacha, Chandaikona, Fakirhat, Shayedpur and Dupchachia branches. During 2019 we

have disbursed Tk. 481.86 million to 17 business entities, which helps sequestration of Carbon.

Reducing Energy & Resource Consumption

Instruments of Green Banking offered by Cards Division include E-Statement, SMS Banking, SMS Alert, Net Banking, E Fund Transfer and Digital Attendance and Paperless Board of Directors meeting, E Mail corresponding, Video Conference, Tele Conference, which help reducing printing paper.

Sl. No.	Instruments
1	E-Statement
2	SMS Banking
3	SMS Alert
4	Net Banking
5	E Fund Transfer
6	Digital Attendance
7	E Mail corresponding
8	Video Conference
9	Tele Conference
10	Paperless Board of Directors Meeting
11	SIBL NOW Instant Banking

WATER

Reducing Carbon Footprint & Water Usage

As part of our commitment for our Green Economy we have refinance in Solar Energy, Bio- Gas, LED and Effluent Treatment Plant, Hybrid Hoffman Kiln (HHK), Bio-Flock Fish Cultivation & Energy Efficient Machineries.

During 2021, SIBL provided Tk. 382.45 million to Bricks which envisages of setting of a modern, environment friendly & energy efficient Brick Manufacturing project utilizing Hybrid Hoffmann Kiln/ Zigzag & Improvement Technology.

SUSTAINABLE HR DEVELOPMENT

“Human Resource Is The Corner Stone For Accelerated And Sustained Development Of Any Organization. The Bank Recognizes The Importance Of Skilled Human Resources For Overall Growth Of The Bank. The Meritorious And Talented Human Resources Team Is The Key For Continuous Development Of The Organization. Superior Human Resources Are An Important Source Of Competitive Advantage. To Attract Talented Human Resources Team And To Create Brand Image Bank Have Formulating And Executing Hr Systems—Hr Policies And Activities— That Produce The Employee Competencies And Behaviors Which The Bank Needs To Achieve. The Bank Has Been Trying To Ensure Maximum Output With Minimum Resources. So Quality Manpower With Good Academic Background Is Being Recruited In All Levels Of The Bank Every Year For Rendering Quality Services To Its Customers.”

HUMAN RESOURCE ACCOUNTING

Human resource accounting is the process of identifying and reporting the Investments made in the Human Resources of an organization that are presently not accounted for in the conventional accounting practices. Social Islami Bank Limited formally does not practice Human Resources Accounting but regularly works out and looks into some important areas for mathematical and co-relational understanding on the main business factors. Given below is the considerable index to the management on which human related decisions are taken:

Description	Yr-2021	Yr-2020	Yr-2019	Yr-2018	Yr-2017
Total number of employees	3,192	3,100	2,947	2,844	2,599
Total number of Branches	172	168	161	155	138
Employee Per Branch (nos)	19	18	18	18	19
Deposit per employee (million Tk)	107.04	103.99	97.37	87.22	88.03
Investment per employee (millionTk)	97.99	96.97	89.37	83.83	80.82
Operating profit per employee (million Tk)	1.42	1.40	2.14	2.16	2.37
Salaries & Allowances per employee (millionTk)	1.13	1.15	1.15	1.10	1.12
Salaries & Allowances as percentage of Operating profit	79.60%	82.14%	53.54%	51.21%	47.02%

EMPLOYEE BENEFITS

Social Islami Bank Limited is very keen to establish and retain a very congenial working atmosphere. The bank has a competitive & unique pay structure for its employees and always keep track on the necessity of revision on the passage of time that matches with the living standards of the employees in one hand and competitive with other banks on the other hand.

At present, SIBL is offering three types of long term employee benefits of which Provident Fund and Gratuity Fund is approved by the Revenue Board and are funded liability for the bank. Sufficient provisions have been provided in the financial statements of the bank for these two employee benefit funds as per International Accounting Standard 19 Accounting for Employee Benefit. Apart from these two, another welfare fund called “SIBL Employees’ Superannuation Fund’ has been maintaining solely for the purpose of welfare of the employees of the bank and also approved by NBR. All these funds are governed and maintained by separate trustee board and funds are investing in very safe mode. The nature of the Provident fund is 10% contributory from the both side of the employee and employer. The eligibility of such Provident fund is 5 years whereas the eligibility of the gratuity fund to the employee is equivalent to 1 basic pay for 7 years & above services, equivalent to 1.5 basic pay for 12 years & above services and equivalent to 2 basic pay for 20 years & above services.

Given below is the position of the employee's benefit funds:

(amount in million)

Particulars	2021	2020
Social Islami Bank Profit Dependent Employee's Provident Fund	2,814.53	2,449.71
Social Islami Bank Employee's Gratuity Fund	1,395.70	1,252.57
SIBL employees' Superannuation Fund	280.92	244.43
Total	4,491.15	3,946.71

SIBL is an employee welfare-oriented organization. For this reason, the management of the Bank always tries to sort out all possible ways it deems beneficial to promote its employees' professional skill and efficiency. It is observed that the employees who were trained, render good performance. Social Islam Bank Training Institute always conduct foundation training courses for the fresh Officers and Training, workshops and Seminar on different contemporary issues related to banking industries where different Officers and executives have participated.

Training performance of the year 2021

Total No. of Training conducted by TI on 2021	13 (572)
Total No. of Workshop conducted by TI on 2021	44 (5373)
Total participants (From January to December, 2021)	57 (5945)

Training of Staff conducted by Social Islami Bank Training Institute from 01st January, 2021 to December, 2021

SI	Name of the Training	Duration	Participant Number
01.	Training on " Foundation Course in Banking for Assistant Officers"	3rd January 2021 to 18th January 2021	39
02.	Training on " Foundation Course in Banking for Assistant Officers (Cash)"	19th January 2021 to 2nd February 2021	40
03.	Training on "Foundation Course in Banking for Assistant Officers (Cash)" through 'ZOOM'	07 February 2021 to 18 February 2021	35
04.	Training on " Foundation Course in Banking for Assistant Officers (General)"	24 February 2021 to 09 March 2021	28
05.	Training on "Investment Management"	10 March 2021 to 16 March 2021	45
06.	Training on Foreign Exchange and Foreign Trade	01 April to 10 April	41
07.	Training on " Foundation Course in Banking for Assistant Officers (General)"	From 18.05.2021 to 02.06.2021	47
08.	Training on " Foundation Course in Banking for Assistant Officers (General)"	08.06.2021 to 21 June 2021	50
09.	Training on " Foundation Course in Banking for Assistant Officers (Cash)"	23.06.2021 to 07.07.2021	50
10.	Training on " Investment Management"	24.08.2021 to 01.09.2021	51
11.	Training on " Investment Management"	12.09.2021 to 20.09.2021	52
12.	Training on Foreign Exchange and Foreign Trade	11 October to 21 October	52
13.	Training on " Investment Management"	07.11.2021 to 15.11.2021	42
Total			572

Workshop of Staff conducted by Social Islami Bank Training Institute from 01st January, 2021 to December, 2021

SI	Name of the Training	Duration	Participant Number
01	Workshop on "AML & CFT with special session on Trade Based ML Prevention Procedures "	16.01.2021	40
02	Workshop on "Agent Banking Operation for outlet officers at laxmipur Branch "	14.01.2021	26
03	Workshop on "AML & CFT with special session on Trade Based ML Prevention Procedures "	30.01.2021	40
04	Workshop on "Agent Banking Operation for outlet officers at laxmipur Branch "	30.01.2021	26
05	Workshop on "AML & CFT with special session on Trade Based ML Prevention Procedures" through ZOOM	13.02.2021	35
06	Workshop on "Agent Banking Operation for outlet Agents "	14.02.2021	25
07	Workshop on "Agent Banking Operation for outlet Agents "	15.02.2021	25
08	Workshop on "AML & CFT with special session on Trade Based ML Prevention Procedures" through ZOOM	06.03.2021	28
09	"Agent Banking Operation for the new Agents and their Officials of the outlets."	24.03.2021 & 25.03.2021	48
10	Workshop on "Operation of Family Empowerment Islamic Microfinance Program (FEIMP)".	27.03.2021	78
11	Workshop on "Remittance processing of Agent Banking outlet Agents "	31.03.2021	56
12	Workshop on "AML & CFT with special session on Trade Based ML Prevention Procedures" through ZOOM	29.05.2021	47
13	Workshop on "Leadership Development Programme" through ZOOM	05.06.2021	295
14	Workshop on "AML & CFT with special session on Trade Based ML Prevention Procedures" through ZOOM	19.06.2021	50
15	Workshop on "Introduction and Implementation of new/Revised format of SBS-2 Returns " through ZOOM	24.06.2021	210
16	Workshop on "Introduction and Implementation of new/Revised format of SBS-3 Returns " through ZOOM	23.06.2021	198
17	Workshop on "AML & CFT with special session on Trade Based ML Prevention Procedures" through ZOOM	03.07.2021	50
18	Workshop on "AML & CFT with special session on Trade Based ML Prevention Procedures" through ZOOM	31.07.2021	236
19	Workshop on "Cyber Security Awareness for Banking Operation" through ZOOM	03.08.2021	299
20	Workshop on "Automated Challan System for collecting Govt. Treasury Challan fund" through ZOOM	17.07.2021	59
21	Workshop on "Agent Banking" through ZOOM	25.08.2021 & 26.08.2021	42
22	Workshop on "Shariah Compliance in Banking operation " through ZOOM	28.08.2021	90
23	Workshop on "AML & CFT with special session on Trade Based ML Prevention Procedures" through ZOOM	25.09.2021	282
24	Workshop on "Agent Banking Operation" at Sonapur Branch	11.09.2021	26
25	Workshop on "Agent Banking Operation" at Akhaura Branch, Bramanbaria	28.09.2021	30

SI	Name of the Training	Duration	Participant Number
26	Workshop on "AML & CFT with special session on Trade Based ML Prevention Procedures" through ZOOM	09.10.2021	266
27	Workshop on "Agent Banking" through ZOOM	14.10.2021	34
28	Workshop on "AML & CFT with special session on Trade Based ML Prevention Procedures" through ZOOM	23.10.2021	279
29	Workshop on "AML & CFT with special session on Trade Based ML Prevention Procedures" through ZOOM	30.10.2021	284
30	Workshop on " Shariah compliance in Banking Operation " through ZOOM	06.11.2021	171
31	Workshop on "AML & CFT with special session on Trade Based ML Prevention Procedures" through ZOOM	13.11.2021	270
32	Workshop on "AML & CFT with special session on Trade Based ML Prevention Procedures" through ZOOM	20.11.2021	296
33	Workshop through Zoom Platform on "Automated Challan System for collecting Govt. Treasury Challan Fund"	23.11.2021	89
34	Workshop on "Investment classification and Determination of optimum provision" through ZOOM	25.11.2021	176
35	Workshop on "Recovery of Overdue, Classified and Written off Investments "on 28 & 29 November 2021.	28.11.2021 to 29.11.2021	71
36	Workshop on "AML & CFT with special session on Trade Based ML Prevention Procedures" through ZOOM	04.12.2021	286
37	Workshop on "AML & CFT with special session on Trade Based ML Prevention Procedures" through ZOOM.	11.12.2021	174
38	Workshop on "Integrated Supervision System (ISS) reporting"	15.12.2021	171
39	Workshop on "Outward Remittance through Western Union"	23.12.2021	46
40	Workshop on "Cyber Security Awareness for Banking Operation" through ZOOM	26.12.2021	283
41	Workshop on "Agent Banking" (Outreach)	27.03.2021	27
42	Workshop on "Agent Banking" (Outreach)	06.11.2021	34
43	Workshop on "Agent Banking" (Outreach)	06.11.2021	28
44	Workshop on "Agent Banking" (Outreach)	13.11.2021	47
Total			5373

Management of the bank has emphasized and specially focused on the development of employees and to bring out the persons' insider instinct into light, SIBL Training Institute (SIBL TI) has restructured aiming to create leaders.

SIBL is sincere to address its employee's health problem. The bank has appointed one full time doctor for the employees of Head Office and Dhaka city branches. SIBL placed First Aid Box in its premises to provide instant medical facility for all employees as and when needed. We have help desk, who are always besides to their ailing colleagues and their family members for proving all kinds of supports including pecuniary facility under SIBL Employees' Superannuation Fund and CSR.

In order to evaluate the level of efficiency, improve the healthy competition among the employees and in a way to generate motivation for the employees, Employees' Performance Evaluation and Key Performance Indicator (KPI) have been introduced from time to time. Upon the evaluation, the employees are motivated and awarded with promotion, accelerated promotion and other benefits. In addition to that, various types of drives are taken to keep and upgrade the standard of the Bank.

DEMOGRAPHIC DISTRIBUTION OF MANPOWER OF SIBL:**Breakdown by age group for permanent employees**

Age range	Gender	2021	2020	2019	2018	2017
< 30 years	Male	554	567	502	502	380
	Female	79	138	169	163	135
30-50 years	Male	1861	1787	1734	1687	1640
	Female	455	415	394	363	336
> 50 years	Male	214	174	137	119	101
	Female	29	15	11	10	07
Total		3192	3096	2947	2844	2599

Gender diversity among permanent employees

Employee Category	Gender	2021	2020	2019	2018	2017
Entry level	Male	1645	1545	1374	1352	1151
	Female	390	393	396	363	309
Mid-level	Male	946	942	961	921	824
	Female	173	174	176	171	158
Senior Management	Male	37	41	38	35	146
	Female	1	01	02	02	11
Total		3192	3096	2947	2844	2599



News & Events



Dr. Md. Mahbub Ul Alam, Chairman of the Board of Directors of Social Islami Bank Limited, along with Managing Director & CEO Mr. Zafar Alam, and Additional Managing Director Mr. Abu Reza Md. Yeahia, paid tribute to graveyard of the Father of the Nation Bangabandhu Sheikh Mujibur Rahman at Tungipara in Gopalganj.



Social Islami Bank Limited donated blankets to Prime Minister Relief Fund as a part of Corporate Social Responsibility (CSR) for distributing among cold-affected people of the country .



The 26th Annual General Meeting of Social Islami Bank Limited was held on 06 July 2021 on virtual platform. The Bank's shareholders approved 10 per cent dividend (5% cash, 5% stock).



Social Islami Bank Limited arranged Annual Risk Conference-2021 through Virtual Platform on January 16, 2021. Mr. Md. Kamal Uddin, Chairman of the Risk Management Committee of the Bank was the Chief Guest



Social Islami Bank Limited celebrated its 26th Anniversary by cutting a cake.



Two-day long Annual Business Conference-2022 of Social Islami Bank Limited was held at hotel Le Meridien Dhaka.



Social Islami Bank Limited (SIBL) arranged a discussion program on the importance and significance of the historic 7th March Speech at its head office.



Social Islami Bank Limited observed the National Mourning Day and 46th Anniversary of Martyrdom of Father of the Nation Bangabandhu Sheikh Mujibur Rahman on 15 August 2021 by placing a wreath at the mousoleum of Bangabandhu Sheikh Mujibur Rahman at Dhanmondi-32, Dhaka.



Social Islami Bank Limited achieved Bangladesh Innovation Award-2022 in the category of "Best Innovation- Finance Innovation in Banks" by Bangladesh Innovation Conclave at a ceremony held at Le Meridien.



Social Islami Bank Limited achieved the bronze award of "ICMAB Best Corporate Award 2019" in the private commercial bank (Islamic Operation) category.



A Shariah Supervisory Committee meeting held at Social Islami Bank Limited.



Social Islami Bank Limited Launched QR Code for Cash Withdrawal from any branch of the Bank across the country.



Social Islami Bank Limited launched three new deposit products with double investment facilities namely, SIBL Education Savings Scheme, SIBL Medical Savings Scheme, SIBL Marriage Savings Schemes.



Following the guidelines of Bangladesh Bank, Social Islami Bank Limited distributed compensation cheque to the family members of deceased employees who died of COVID-19.



A delegation team of Abu Dhabi Islami Bank visited Social Islami Bank Limited.



Social Islami Bank Limited inaugurated four new branches in 2021 namely Munshirhat Branch at Chauddagram (169th Branch), Shyamnagar Branch at Shatkhira (170th Branch), Chatteshwari Moor Branch at Chattogram (171st Branch), Subornochar Branch at Noakhali (172nd Branch).



Social Islami Bank Limited inaugurated new sub branches.



Social Islami Bank Limited inaugurated Agent Banking Outlets.



Social Islami Bank Limited distributed agricultural finance at 4% profit rate among soybean and chili cultivators of Subornochar, Noakhali



Social Islami Bank Limited donated school bags as a part of its CSR activities to the underprivileged and street children of Mojar School.



Social Islami Bank Limited Arranged a Client Get Together in Khulna



Social Islami Bank Arranged Employees Get Together in Cumilla

CORPORATE FINANCE



Project Name:
Ambar Denim
Financed By:
Principal Branch, Dhaka



Project Name:
Orion Pharma
Financed By:
Principal Branch, Dhaka



Project Name:
Infinia Spining Mills Limited
Financed By:
Gulshan Branch, Dhaka & Jubilee Road Branch, Chattogram



Project Name:
H F Power Limited
Financed By:
Mohakhali Branch, Dhaka



Project Name:
Crossline Knit Fabrics Ltd
Financed By:
Foreign Exchange Branch, Dhaka



Project Name:
Mars Textile Limited
Financed By:
Agrabad Branch, Chattogram

SME AND AGRI FINANCE



Project Name:

Soyabean Cultivation, Shubarnachar, Noakhali

Financed By:

Maizdee Branch, Noakhali



Project Name:

Flower Cultivation, Navaron, Jashore

Financed By:

Navaron Branch, Jashore



Project Name:

M. H. & Co. Ltd.

Financed By:

Dhanmondi Branch, Dhaka



Project Name:

Lal Teer

Financed By:

Panthapath Branch, Dhaka



Client's Name:

Btothers Textile and Weaving Mill

Financed By:

Dhanmondi Branch, Dhaka



Client's Name:

Grameen Solar Power

Financed By:

Paikgacha Branch, Khulna

SIBL MICROFINANCE PROGRAM (SMP)



Client's name : Mr. Md. Jamil Ashraf
Financed By : Sayedpur Branch



Client's Name : Mr. Md. Zakir Hossain
Financed By : Chowgacha Branch



Client's Name : Mr. Tuhin Sheek
Financed By : Pabna Branch



Client's Name : Md. Habibur Rahman Kamal
Financed By : Sreemongol Branch



Client's name : Md. Sadikur Rahamn Zahid
Financed By : Joydebpur Chowrasta Branch



Client's Name : Mr. Md. Fazlur Rahman
Financed By : Joydebpur Chowrasta Branch

শরী'আহ সুপারভাইজরী কমিটির বার্ষিক প্রতিবেদন-২০২১ইং

الْحَمْدُ لِلَّهِ وَالصَّلَاةُ وَالسَّلَامُ عَلَى رَسُولِ اللَّهِ وَعَلَى آلِهِ وَأَصْحَابِهِ وَمَنْ وَالَاهُ، أَمَا بَعْدُ:

সোশ্যাল ইসলামী ব্যাংক লিমিটেড-এর শরী'আহ সুপারভাইজরী কমিটি ২০২১ইং সালে বিভিন্ন সভায় মিলিত হয়ে পরিচালনা পর্ষদ ও ব্যবস্থাপনা কর্তৃপক্ষের প্রেরিত বিষয়াদি ও ব্যাংকের সার্বিক কার্যক্রম পর্যালোচনা পূর্বক শরী'আহ বিষয়ক মতামত ও সিদ্ধান্ত প্রদান করে। ২০২১ইং সালের বার্ষিক পরিকল্পনার আলোকে মুরাকীবদের মাধ্যমে ব্যাংকের শাখাসমূহের শরী'আহ অডিট এন্ড ইন্সপেকশন সম্পন্ন করা হয়েছে, আলহামদুলিল্লাহ। ইসলামী ব্যাংকিংয়ে শরী'আহ বিধিমালা সর্বোত্তমভাবে প্রয়োগের লক্ষ্যে শরী'আহ সুপারভাইজরী কমিটির পক্ষ হতে ব্যাংকের ব্যবস্থাপনা কর্তৃপক্ষকে প্রয়োজনীয় দিক নির্দেশনা প্রদান করা হয়েছে। শরী'আহ সুপারভাইজরী কমিটির পরামর্শের প্রেক্ষিতে ব্যবস্থাপনা কর্তৃপক্ষ ব্যাংকে কর্মরত কর্মকর্তাদের শরী'আহ পরিপালনের কমিটমেন্ট ও আন্তরিকতা বৃদ্ধির লক্ষ্যে স্পেশাল ওয়ার্কশপ ও ট্রেনিং প্রদান চলমান রেখেছে। উল্লেখ্য, শরী'আহ সুপারভাইজরী কমিটির দায়িত্ব হলো ব্যাংকের সামগ্রিক কার্যাবলী পর্যবেক্ষণ ও মূল্যায়ন করে তার ভিত্তিতে শরী'আহ মতামত এবং প্রয়োজনীয় দিক নির্দেশনা প্রদান করা। অপরদিকে ব্যাংকের দৈনন্দিন যাবতীয় কার্যক্রমে ইসলামী শরী'আহ পরিপালন নিশ্চিত করা ব্যাংকের ব্যবস্থাপনা কর্তৃপক্ষের দায়িত্ব।

ব্যাংকের ২০২১ইং সালের শরী'আহ অডিট এন্ড ইন্সপেকশন রিপোর্ট এবং আর্থিক প্রতিবেদন তথা ব্যালান্স শীট, লাভ-ক্ষতি হিসাব ও অন্যান্য আয়-ব্যয় হিসাব (নিরীক্ষিত) পর্যালোচনা পূর্বক শরী'আহ সুপারভাইজরী কমিটি নিম্নরূপ অভিমত ও পরামর্শ প্রদান করছে:

অভিমতঃ

- ব্যবস্থাপনা কর্তৃপক্ষ কর্তৃক পেশকৃত রিপোর্টে প্রতীয়মান হয়েছে যে, সোশ্যাল ইসলামী ব্যাংক লিমিটেড কর্তৃক আলোচ্য বছরে সম্পাদিত চুক্তিপত্র ও লেনদেনসমূহ ইসলামী শরী'আহ-এর নীতিমালা অনুযায়ী সম্পন্ন করা হয়েছে।
- মুদারাবা ডিপোজিট একাউন্ট সমূহে যে মুনাফা বন্টন করা হয়েছে, তা ইসলামী শরী'আহর মুদারাবা নীতিমালা ও সাহিবুল মাল তথা ডিপোজিটরদের সাথে ব্যাংকের চুক্তি মোতাবেক চুক্তিতে সন্নিবেশিত নীতিমালা অনুযায়ী করা হয়েছে।
- ব্যাংকের যাকাতযোগ্য সম্পদের ওপর প্রদেয় যাকাতের হিসাব ইসলামী শরী'আহর নির্ধারিত বিধি-বিধান অনুযায়ী সম্পাদন করা হয়েছে। ডিপোজিটর ও শেয়ার হোল্ডারদের হিসাব থেকে ব্যাংক যাকাত বাবদ কোন অর্থ কর্তন করে না; কেননা ডিপোজিট ও শেয়ারের বিপরীতে যাকাত প্রদান করা যথাক্রমে ডিপোজিটর ও শেয়ার হোল্ডারদের স্ব-স্ব দায়িত্ব।
- ইসলামী শরী'আহর নীতিমালা ও বিধিবিধান অনুযায়ী ব্যাংকের শরী'আহ অডিট এন্ড ইন্সপেকশন রিপোর্টে চিহ্নিত অননুমোদিত ও সংশয়পূর্ণ আয় বন্টনযোগ্য আয়ের মধ্যে অন্তর্ভুক্ত করা হয়নি।
- নিম্ন আয়ের মানুষের জীবনযাত্রার মান উন্নয়নে গ্রামাঞ্চলের শাখাসমূহে চালুকৃত 'এসআইবিএল মাইক্রো-ফাইন্যান্স প্রোগ্রাম' নিঃসন্দেহে একটি প্রশংসনীয় উদ্যোগ বলে কমিটি মনে করে, যা দেশের আর্থ-সামাজিক উন্নয়নে ইতিবাচক ভূমিকা রাখবে।

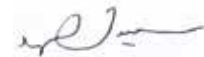


ড. মোহাম্মদ মানজুরে ইলাহী
সদস্য-সচিব
শরী'আহ সুপারভাইজরী কমিটি

পরামর্শঃ

- বাই' বা ক্রয়-বিক্রয় পদ্ধতির বিনিয়োগের ক্ষেত্রে ব্যাংক কর্তৃক সরাসরি পণ্য ক্রয়পূর্বক পণ্যের ওপর ব্যাংকের মালিকানা ও দখল নিশ্চিত করে গ্রাহকের নিকট হস্তান্তরে আরো সতর্কতা অবলম্বন করতে হবে। সরাসরি পণ্য ক্রয়ে একান্ত অপারগতার ক্ষেত্রে ব্যাংক তৃতীয়পক্ষ বা বিনিয়োগ গ্রাহককে ক্রয় প্রতিনিধি নিয়োগ করতে পারে, সেক্ষেত্রে ক্রয় প্রতিনিধি কর্তৃক ক্রয়কৃত পণ্যের ওপর ব্যাংকের মালিকানা ও দখল নিশ্চিতকরণে অধিক সতর্ক হওয়া প্রয়োজন।
- 'মাকাসিদুশ শরী'আহ' বা শরী'আহর উদ্দেশ্য ও লক্ষ্য বাস্তবায়নের লক্ষ্যে ব্যাংকের বিনিয়োগ খাতকে এমনভাবে বিন্যাস করতে হবে যাতে সমাজের মৌলিক চাহিদাগুলো অগ্রাধিকার ভিত্তিতে পূরণ হতে পারে।
- ব্যাংকের সর্বস্তরের জনশক্তিকে ইসলামী ব্যাংকিং বিষয়ক জ্ঞানে সমৃদ্ধ করা, দক্ষ জনশক্তি তৈরী এবং সকলের মধ্যে তাকুওয়া ও জবাবদিহিতার অনুভূতি বৃদ্ধির লক্ষ্যে ইসলামী ব্যাংকিং ও শরী'আহ বিষয়ে নিয়মিত প্রশিক্ষণ আরো বৃদ্ধি করা জরুরী।
- ইসলামী ব্যাংক ব্যবস্থার শ্রেষ্ঠত্ব ও কল্যাণকারিতা সম্পর্কে সর্বসাধারণকে অবহিত করা, বিশেষ করে ব্যাংকের সম্মানিত গ্রাহকদের মধ্যে শরী'আহ বিষয়ে সচেতনতা ও আন্তরিকতা সৃষ্টি করার লক্ষ্যে প্রধান কার্যালয়, জোন ও শাখা পর্যায়ে অধিক হারে গ্রাহক সমাবেশ, সেমিনার ও সিম্পোজিয়ামের আয়োজন করা দরকার।
- নিম্ন আয়ের মানুষের জীবনযাত্রার মান উন্নয়নে ব্যাংকের বিনিয়োগ খাতকে বহুমুখীকরণের লক্ষ্যে এসএমই ও কৃষি বিনিয়োগ এর পাশাপাশি বিদ্যমান 'এসআইবিএল মাইক্রো-ফাইন্যান্স প্রোগ্রাম' সকল শাখায়/উপশাখায় চালু করা এবং এগুলোতে সতর্কতার সাথে শরী'আহ পরিপালন নিশ্চিত করা।
- ব্যাংক ও গ্রাহকদের সামগ্রিক কল্যাণ ও যুগোপযোগী চাহিদা পূরণের লক্ষ্যে লাভ-লোকসানের অংশীদারিত্বমূলক মুদারাবা ও মুশারাকা বিনিয়োগ চালু করার কার্যকরী পদক্ষেপ গ্রহণ করা দরকার।
- সিএসআর কার্যক্রমের আওতায় সোশ্যাল ইসলামী ব্যাংক ফাউন্ডেশন এর অধীনে স্কুল, কলেজ, মাদ্রাসা ও মেডিকেল কলেজ প্রতিষ্ঠার মাধ্যমে অপেক্ষাকৃত গরীব, মেধাবী, দুঃস্থ ও রোগগ্রস্থদের বিনামূল্যে বা কম খরচে শিক্ষা ও চিকিৎসা সেবা প্রদান এবং অসহায় ও বেকার মানুষদের কর্মসংস্থান সৃষ্টি করার কর্মসূচি প্রণয়ন ও বাস্তবায়ন করা প্রয়োজন বলে শরী'আহ সুপারভাইজরী কমিটি মনে করে।

আল্লাহ রাব্বুল আলামীন আমাদের জীবনের সর্বক্ষেত্রে ইসলামী শরী'আহ পরিপালনের মাধ্যমে তাঁর সন্তুষ্টি অর্জনে সচেষ্ট হওয়ার তাওফীক দান করুন। আমীন।



মুফতি ছাদ্দী আহমদ মুজাদ্দেদী
চেয়ারম্যান
শরী'আহ সুপারভাইজরী কমিটি

INDEPENDENT AUDITORS' REPORT

TO THE SHAREHOLDERS OF SOCIAL ISLAMI BANK LIMITED

REPORT ON THE AUDIT OF THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

OPINION

We have audited the consolidated financial statements of Social Islami Bank Limited and its subsidiaries (the "Group") as well as the separate financial statements of Social Islami Bank Limited (the "Bank"), which comprise the consolidated and separate balance sheets as at 31 December 2021 and the consolidated and separate profit and loss accounts, consolidated and separate statements of changes in equity and consolidated and separate cash flow statements for the year then ended, and notes to the consolidated and separate financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying consolidated financial statements of the Group and separate financial statements of the Bank give a true and fair view of the consolidated financial position of the Group and the separate financial position of the Bank as at 31 December 2021, and of its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) as explained in note 2 and comply with the Bank Company Act, 1991 (as amended up to date), the Companies Act, 1994, the Rules and Regulations issued by the Bangladesh Bank, the Rules and Regulations issued by the Bangladesh Securities & Exchange Commission (BSEC) and other applicable Laws and Regulations.

BASIS FOR OPINION

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated and Separate Financial Statements section of our report. We are independent of the Group and the Bank in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), Bangladesh Securities and Exchange Commission (BSEC) and Bangladesh Bank, and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the Institute of Chartered Accountants of Bangladesh (ICAB) Bye Laws. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

EMPHASIS OF MATTER

We draw attention to note 16.5 of the financial statements, which describes that the Bank is required to maintain minimum capital to risk weighted assets (CRAR) 10% and 12.5% with conservation buffer as per Basel III guidelines where the Bank has maintained CRAR 11.60%. Our opinion is not modified in respect of this matter.

KEY AUDIT MATTERS

Key audit matters are those matters that, in our professional judgement, were of most significance in the audit of the consolidated and separate financial statements for 2021. These matters were addressed in the context of the audit of the consolidated and separate financial statements, and in forming the Auditors' opinion thereon, and we do not provide a separate opinion on these matters. For each matter below our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the Auditors' responsibilities for the audit of the consolidated and separate financial statements section of our report, including in relation to these matters.

Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatements of the consolidated and separate financial statements. These results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying consolidated and separate financial statements.

Description of key audit matters	Our response to key audit matters
Measurement of provision for investments	
<p>The process for estimating the provision for investments portfolio associated with credit risk is significant and complex.</p> <p>For the individual analysis for large exposure, provisions calculation considers the estimates of future business performance and the market value of collateral provided for credit transactions.</p> <p>For the collective analysis of exposure on portfolio basis, provision calculation and reporting are manually processed that deals with voluminous databases, assumptions and estimates.</p> <p>At year end the Group reported total gross Investments of BDT 311,983.82 million (2020: BDT 299,717.94 million) and provision for investments of BDT 13,564.09 million (2020: BDT 13,253.74 million).</p>	<p>We tested the design and operating effectiveness of key controls focusing on the following:</p> <ul style="list-style-type: none"> • Credit appraisal, investments disbursement procedures, monitoring and provisioning process; • Identification of loss events, including early warning and default warning indicators; and • Reviewed quarterly Classification of Investments; Our substantive procedures in relation to the provision for investments portfolio comprised the following: • Reviewed the adequacy of the general and specific provisions in line with related Bangladesh Bank guidelines; • Assessed the methodologies on which the provision amounts are based, recalculated the provisions and tested the completeness and accuracy of the underlying information; • Evaluated the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines. • Finally, compared the amount of provision requirement as determined by Bangladesh Bank inspection team to the actual amount of provision maintained.
See note no 7 and 14 to the financial statements	
Implementation of IFRS 16 Leases	
<p>IFRS 16 modifies the accounting treatment of operating leases at inception, with the recognition of a right of use (ROU) on the leased asset and of a liability for the lease payments over the lease contract term. With respect to operating leases of premises used by the Bank, at inception of the lease, the lessor receives a right of using the premises, in exchange of a lease debt, using an implicit discount rate.</p> <p>Our key audit matter was focused on all leasing arrangements within the scope of IFRS 16 are identified and appropriately included in the calculation of the transitional impact and specific assumptions applied to determine the discount rates for lease are inappropriate.</p>	<p>In responding to the identified key audit matter, we completed the following audit procedures:</p> <p>Assessed the design and implementation of key controls pertaining to the determination of the IFRS 16 Leases impact on the financial statements of the Bank;</p> <p>Assessed the appropriateness of the discount rates applied in determining lease liabilities;</p> <p>Verified the accuracy of the underlying lease data by agreeing to original contract and checked the accuracy of the IFRS 16 calculations through recalculation of the expected IFRS 16 adjustment; and</p> <p>Assessed whether the disclosures within the financial statements are appropriate in light of the requirements of IFRS.</p>
See note no 8, 14, 27 to the financial statements	
Impairment assessment of unquoted investments	
<p>In the absence of a quoted price in an active market, the fair value of unquoted shares and bonds, especially any impairment is calculated using valuation techniques which may take into consideration direct or indirect unobservable market data and hence require an elevated level of judgment.</p>	<p>We have assessed the processes and controls put in place by the Company to ensure all major investment decisions are undertaken through a proper due diligence process.</p> <p>We tested a sample of investments valuation as at 31 December 2021 and compared our results to the recorded value.</p> <p>Finally, we assessed the appropriateness and presentation of disclosures against relevant accounting standards and Bangladesh Bank guidelines.</p>

See note no 6 to the financial statements	
IT systems and controls	
<p>Our audit procedures have a focus on IT systems and controls due to the pervasive nature and complexity of the IT environment, the large volume of transactions processed in numerous locations daily and the reliance on automated and IT dependent manual controls.</p> <p>Our areas of audit focus included user access management, developer access to the production environment and changes to the IT environment. These are keys to ensuring IT dependent and application-based controls are operating effectively.</p>	<p>We tested the design and operating effectiveness of the Bank's IT access controls over the information systems that are critical to financial reporting. We tested IT general controls (logical access, changes management and aspects of IT operational controls). This included testing that requests for access to systems were appropriately reviewed and authorized. We tested the Bank's periodic review of access rights and reviewed requests of changes to systems for appropriate approval and authorization. We considered the control environment relating to various interfaces, configuration and other application layer controls identified as key to our audit.</p>
Legal and regulatory matters	
<p>We focused on this area because the Bank and its subsidiaries (the "Group") operates in a legal and regulatory environment that is exposed to significant litigation and similar risks arising from disputes and regulatory proceedings. Such matters are subject to many uncertainties and the outcome may be difficult to predict.</p> <p>These uncertainties inherently affect the amount and timing of potential outflows with respect to the provisions which have been established and other contingent liabilities.</p> <p>Overall, the legal provision represents the Group's and the Bank's best estimate for existing legal matters that have a probable and estimable impact on the Group's financial position.</p>	<p>We obtained an understanding, evaluated the design and tested the operational effectiveness of the Bank's key controls over the legal provision and contingencies process.</p> <p>We enquired to those charged with governance to obtain their view on the status of all significant litigation and regulatory matters.</p> <p>We enquired of the Bank's internal legal counsel for all significant litigation and regulatory matters and inspected internal notes and reports.</p> <p>We assessed the methodologies on which the provision amounts are based, recalculated the provisions, and tested the completeness and accuracy of the underlying information.</p> <p>We also assessed the Bank's provisions and contingent liabilities disclosure.</p>

OTHER INFORMATION

Management is responsible for the other information. The other information comprises all of the information in the Annual Report other than the consolidated and separate financial statements and our Auditors' report thereon. The Annual Report is expected to be made available to us after the date of this Auditors' report.

Our opinion on the consolidated and separate financial statements does not cover other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated and separate financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS AND INTERNAL CONTROLS

Management is responsible for the preparation and fair presentation of the consolidated financial statements of the Group and also separate financial statements of the Bank in accordance with IFRSs as explained in note 2 and 3, and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error. The Bank Company Act, 1991 and the Bangladesh Bank Regulations require the Management to ensure effective internal audit, internal control and risk management functions of the Bank. The Management is also required to make a self-assessment on the effectiveness of anti-fraud internal controls and report to Bangladesh Bank on instances of fraud and forgeries.

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's and the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group and the Bank or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's and the Bank's financial reporting process.

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditors' report to the related disclosures in the consolidated and separate financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditors' report. However, future events or conditions may cause the Group and the Bank to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

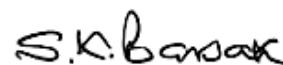
In accordance with the Companies Act, 1994, the Securities and Exchange Rules 1987, the Bank Company Act, 1991 and the rules and regulations issued by Bangladesh Bank, we also report that:

- i. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- ii. to the extent noted during the course of our audit work performed on the basis stated under the Auditors' Responsibility section in forming the above opinion on the consolidated financial statements and considering the reports of the Management to Bangladesh Bank on anti-fraud internal controls and instances of fraud and forgeries as stated under the Management's Responsibility for the financial statements and internal control:
 - a. internal audit, internal control and risk management arrangements of the Group as disclosed in the financial statements appeared to be materially adequate;
 - b. nothing has come to our attention regarding material instances of forgery or irregularity or administrative error and exception or anything detrimental committed by employees of the Group and its related entities (other than matters disclosed in these financial statements);
- iii. Consolidated financial statements of the Bank include two subsidiaries, namely SIBL Securities Limited and SIBL Investment Limited reflect total assets of BDT 4,302.46 million as at 31 December 2021 and total operating income of BDT 353.17 million for the year ended 31 December 2021. The results of these subsidiaries have been properly reflected in the Group's consolidated financial statements;
- iv. 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;
- v. the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- vi. the consolidated balance sheet and consolidated profit and loss account together with the annexed notes dealt with by the report are in agreement with the books of account and returns;
- vii. the expenditures incurred were for the purpose of the Bank's business for the year;
- viii. the consolidated financial statements have been drawn up in conformity with prevailing rules, regulations and accounting standards as well as related guidance issued by Bangladesh Bank;
- ix. adequate provisions have been made for advance and other assets as per DBI letter no: DBI-7/4(2)/2022-232 dated April 25, 2022 which are in our opinion, doubtful of recovery;
- x. the information and explanations required by us have been received and found satisfactory;
- xi. we have reviewed over 80% of the risk weighted assets of the Bank and spent over 9,600 person hours; and
- xii. The Bank is required to maintain minimum capital to risk weighted assets (CRAR) 10% and 12.5% with conservation buffer, where the Bank has maintained CRAR 11.60%.



Showkat Hossain, FCA
Partner
Enrolment no. 0137
Hoda Vasi Chowdhury & Co
Chartered Accountants
DVC No. 2204280137AS686252

Place: Dhaka
Date: April 28, 2022



Sampad Kumar Basak, FCA
Partner
Enrolment no. 0625
Shafiq Basak & Co.
Chartered Accountants
DVC No. 2204280625AS475773

SOCIAL ISLAMI BANK LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2021

Particulars	Note(s)	31.12.2021	31.12.2020
		Taka	Taka
PROPERTY AND ASSETS			
Cash in hand			
Cash in hand (including foreign currencies)	3(a)	3,416,614,856	2,973,262,850
Balance with Bangladesh Bank & its Agent Banks (including foreign currencies)	3.1	20,075,647,654	30,400,773,390
		23,492,262,510	33,374,036,240
Balance with other Banks and Financial Institutions			
In Bangladesh	4(a)	7,030,447,503	3,889,054,019
Outside Bangladesh	4.2	2,540,793,342	611,795,207
		9,571,240,845	4,500,849,226
Placement with Banks and other Financial Institutions			
	5	9,662,743,194	6,200,795,494
Investments in shares and securities			
Government	6(a)	20,165,050,000	14,462,160,000
Others		9,223,905,847	4,275,574,273
		29,388,955,847	18,737,734,273
Investments			
General investment etc.	7 (a)	296,821,586,727	287,594,854,278
Bills purchased and discounted		15,162,233,802	12,123,089,288
		311,983,820,529	299,717,943,566
Fixed assets including premises			
	8(a)	4,261,357,069	4,446,983,032
Other assets			
	9(a)	20,232,831,433	18,231,614,894
Non Banking assets			
		-	-
Total assets			
		408,593,211,428	385,209,956,725
LIABILITIES AND CAPITAL			
Liabilities			
Placement from Banks & other Financial Institutions			
	10	-	-
Deposits and other accounts			
	11		
Mudaraba savings deposits		37,308,169,943	33,622,114,210
Mudaraba term deposits		176,256,112,820	175,364,565,456
Other mudaraba deposits		80,399,200,511	72,789,409,014
Al-wadeeah current and other deposit accounts	11.2(a)	40,988,703,603	34,819,969,171
Bills payable	11.3	5,064,269,305	4,909,336,453
Cash waqf fund		382,356,998	377,056,255
		340,398,813,180	321,882,450,559
Bond			
SIBL mudaraba subordinated bond	12	5,600,000,000	8,000,000,000
SIBL mudaraba perpetual bond	13	5,000,000,000	1,500,000,000
		10,600,000,000	9,500,000,000
Other liabilities			
	14(a)	37,731,786,286	35,292,055,497
Deferred tax liabilities/ (assets)			
	15 (a)	465,541,725	439,019,598
Total liabilities			
		389,196,141,192	367,113,525,654
Capital/shareholders' equity			
Paid-up capital	16.2	9,849,088,440	9,380,084,230
Statutory reserve	17	7,605,264,974	7,030,390,821
General Reserve	17(a)	13,938,397	11,314,058
Others Reserve		8,500,000	-
Revaluation reserve on fixed assets	18	557,024,130	571,142,055
Retained earnings	19(a)	1,363,252,358	1,103,498,067
		19,397,068,299	18,096,429,231
Total shareholders' equity of parent Company, SIBL			
		1,937	1,840
Non controlling interest			
	19(b)	1,937	1,840
Total shareholders' equity of parent Company, SIBL with non controlling interest			
		19,397,070,236	18,096,431,071
Total liabilities and shareholders' equity of the group			
		408,593,211,428	385,209,956,725

Particulars	Note(s)	31.12.2021 Taka	31.12.2020 Taka
CONTINGENT LIABILITIES			
Acceptances and endorsements	20.1	21,739,997,400	21,329,871,746
Irrevocable letters of credit (including back to back bills)	20.2	21,109,424,352	15,362,950,636
Letters of guarantee	20.3	9,340,583,965	10,352,181,319
Bills for collection	20.4	7,273,898,617	5,394,930,566
Other contingent liabilities	20.5	-	-
Total		59,463,904,333	52,439,934,267
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		-	-
Total off balance sheet items including Contingent liabilities		59,463,904,333	52,439,934,267
Consolidated Net Asset Value per share (CNAV/share) (Prior year restated)	39(i)	19.69	18.37

Annexed notes (1 to 51) form an integral part of these financial statements



Chairman



Director



Director



Managing Director & CEO

Signed as per our report of same date



Showkat Hossain, FCA

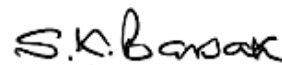
Enrollment no. 0137

Partner

Hoda Vasi Chowdhury & Co.

Chartered Accountants

DVC No. 2204280137AS686252



Sampad Kumar Basak, FCA

Enrollment no. 0625

Partner

Shafiq Basak & Co.

Chartered Accountants

DVC No. 2204280625AS475773

Dhaka, Bangladesh

Date: 28.04.2022

SOCIAL ISLAMI BANK LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2021

Particulars	Note(s)	31.12.2021 Taka	31.12.2020 Taka
Investment income	21(a)	24,102,157,455	27,114,836,024
Profit paid on deposits	22(a)	16,217,759,192	19,557,578,597
Net investment income		7,884,398,263	7,557,257,427
Income from investment in shares/securities	23(a)	825,534,629	778,358,729
Commission, exchange and brokerage	24(a)	1,635,295,855	1,486,658,285
Other operating income	25(a)	683,375,632	632,784,502
Total operating income		3,144,206,117	2,897,801,516
		11,028,604,380	10,455,058,943
Salaries and allowances	26(a)	3,623,403,593	3,584,686,809
Rent, taxes, insurances, electricity etc.	27(a)	505,610,267	390,764,845
Legal expenses	28	7,483,586	9,374,270
Postage, stamps, telecommunication etc.	29(a)	8,665,023	7,333,769
Stationery, printings, advertisements etc.	30(a)	105,278,351	122,909,565
Managing Director's salary and allowances	31	14,254,517	13,621,826
Directors' fees & expenses	32(a)	2,800,818	5,322,836
Shariah supervisory committee's fees & expenses	33	144,284	74,629
Auditors' fees		985,750	977,500
Charges on investment losses		-	-
Depreciation & repair of Bank's assets	34(a)	640,211,037	591,191,793
Zakat expenses		181,384,083	165,694,341
Other expenses	35(a)	1,202,686,945	1,181,269,234
Total operating expenses		6,292,908,253	6,073,221,416
Profit/(Loss) before provision		4,735,696,127	4,381,837,527
Provision for investments		1,635,265,599	1,272,053,993
Other provisions	36(a)	99,855,498	36,011,634
Total provision	37(a)	1,735,121,097	1,308,065,627
Total profit/(loss) before income taxes		3,000,575,030	3,073,771,900
Provision for taxation	38(a)	1,250,391,364	1,506,500,770
Current tax		1,215,533,867	1,499,394,282
Deferred tax		34,857,498	7,106,488
Net profit/(loss) after taxation		1,750,183,666	1,567,271,131
Appropriations			
Statutory reserve		574,874,153	608,129,552
Retained surplus		1,175,309,513	959,141,578
Attributable to:			
Equity holders' of the Bank		1,175,309,416	959,141,552
Non controlling interest		97	26
		1,175,309,513	959,141,578
Consolidated Earning Per Share (CEPS) (Prior year restated)	39(a)	1.78	1.59

Annexed notes (1 to 51) form an integral part of these financial statements


Chairman

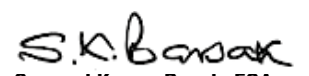

Director


Director


Managing Director & CEO

Signed as per our report of same date


Showkat Hossain, FCA
Enrollment no. 0137
Partner
Hoda Vasi Chowdhury & Co.
Chartered Accountants
DVC No. 2204280137AS686252


Sampad Kumar Basak, FCA
Enrollment no. 0625
Partner
Shafiq Basak & Co.
Chartered Accountants
DVC No. 2204280625AS475773

SOCIAL ISLAMI BANK LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2021

Particulars	Note(s)	31.12.2021 Taka	31.12.2020 Taka
Cash Flow from operating activities			
Investment Income receipt	40(a)	24,179,585,553	27,251,621,057
Profit paid on deposits		(15,098,234,761)	(18,550,348,689)
Dividend receipts		825,534,629	778,358,729
Fees & commission receipt		858,095,827	711,813,684
Cash payments to employees		(3,637,658,110)	(3,598,308,635)
Cash payments to suppliers		(113,943,374)	(130,243,334)
Income tax paid		(1,970,235,272)	(1,312,378,550)
Receipts from other operating activities	41(a)	1,402,834,855	1,370,377,559
Payments for other operating activities	42(a)	(2,243,180,999)	(2,042,307,306)
Operating profit before changes in operating assets and liabilities	43(a)	4,202,798,348	4,478,584,514
Increase/Decrease in operating assets and liabilities			
Statutory deposits		-	-
Net trading securities		(10,651,221,574)	(875,018,969)
Investments to other Banks		-	-
Investment to customers		(12,265,876,963)	(36,249,353,918)
Other assets	44(a)	(108,409,362)	1,087,045,459
Deposits from other Banks		(20,767,172,886)	2,771,192,536
Deposits received from customers		38,164,011,076	30,631,133,845
Other liabilities on account of customers		-	-
Trading liabilities		-	-
Other liabilities	45(a)	(272,665,868)	1,783,834,704
Sub Total		(5,901,335,577)	(851,166,342)
A. Net Cash flow from operating activities		(1,698,537,229)	3,627,418,172
Cash flows from investing activities			
Proceeds from sale of securities		-	-
Payment for purchases of securities		-	-
Proceeds from sale of fixed assets		-	-
Purchases of property, plant & equipment's		(339,633,776)	(1,339,587,820)
Purchase/Sale of subsidiaries		-	-
B. Net Cash flows from investing activities		(339,633,776)	(1,339,587,820)
Cash flows from financing activities			
Receipts from issue of debt instruments		-	-
SIBL Mudaraba Subordinated Bond		(2,400,000,000)	(1,400,000,000)
SIBL mudaraba perpetual bond		3,500,000,000	1,500,000,000
Receipts from issue of right shares/ordinary share		-	-
Dividend paid in cash		(469,004,212)	(446,670,678)
C. Net Cash flow from financing activities		630,995,788	(346,670,678)
D. Net increase/(decrease) in cash & cash equivalents (A+B+C)		(1,407,175,217)	1,941,159,675
E. Effects of exchange rate changes on cash & cash equivalents		57,740,805	37,251,544
F. Cash and cash equivalents at the beginning of the year		44,075,680,961	42,097,269,741
G. Cash and cash equivalents at the end of the year (D+E+F)	46(a)	42,726,246,549	44,075,680,961
Consolidated Net Operating Cash Flow Per Share (NOCFPS) (prior year restated)	39(ii)	(1.72)	3.68

Annexed notes (1 to 51) form an integral part of these financial statements


Chairman


Director


Director


Managing Director & CEO

SOCIAL ISLAMI BANK LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2021

Particulars	(Amount in Taka)									
	1	2	3	4	5	6	7	8	9	10=(2 to 9)
Balance as at 01 January 2021	9,380,084,230	7,030,390,821	11,314,058	7,030,390,821	11,314,058	571,142,055	1,103,498,067	1,840	18,096,431,071	
Changes in Accounting Policy	-	-	-	-	-	-	-	-	-	-
Restated Balance	-	-	-	-	-	-	-	-	-	-
Surplus / (Deficit) on account of Revaluation of Properties	-	-	-	-	-	-	-	-	-	-
Surplus / (Deficit) on account of Revaluation of Investment	-	-	-	-	-	-	-	-	-	-
Currency translation Difference	-	-	-	-	-	-	-	-	-	-
Net gain and losses not recognized in the Income Statement	-	-	-	-	-	-	-	-	-	-
Net profit for the year	-	-	-	-	-	-	1,750,183,569	-	-	1,750,183,569
Appropriation made during the year	-	-	-	574,874,153	2,624,339	8,500,000	(574,874,153)	-	-	11,124,339
Dividend:										
Cash Dividend	-	-	-	-	-	-	(469,004,212)	-	-	(469,004,212)
Bonus shares	469,004,210	-	-	-	-	-	(469,004,210)	-	-	-
Transferred to retained earnings	-	-	-	-	-	-	14,117,926	-	-	14,117,926
Transferred from deferred Tax	-	-	-	-	-	-	8,335,371	-	-	8,335,371
Adjustment for implementation of IFRS 16	-	-	-	-	-	-	-	-	-	-
Non-controlling interest	-	-	-	-	-	-	-	97	-	97
Total group shareholders' equity as on 31 December 2021	9,849,088,440	7,605,264,974	13,938,397	7,605,264,974	13,938,397	8,500,000	1,363,252,358	1,937	19,397,070,236	
CET 1 Capital Under Basel III:	9,849,088,440	7,605,264,974	13,938,397	7,605,264,974	13,938,397	8,500,000	1,363,252,358	1,937	18,831,544,169	
Less: Adjustment in CET-1 Capital	-	-	-	-	-	-	-	-	194,557,589	
Add: SIBL Mudaraba Perpetual bond (AT-1 Capital)	-	-	-	-	-	-	-	-	4,201,942,382	
Total Eligible Tier I Capital									22,838,928,961	
Add: General provision for unclassified investment	-	-	-	-	-	-	-	-	5,965,478,813	
Add: SIBL Mudaraba Subordinated Bond	-	-	-	-	-	-	-	-	3,800,000,000	
Total Tier II Capital									9,765,478,813	
Total Eligible Tier II Capital (as per RBCA guideline)									9,765,478,813	
Total eligible capital as on 31 December 2021									32,604,407,775	

Annexed notes (1 to 51) form an integral part of these financial statements


Chairman


Director


Managing Director & CEO

SOCIAL ISLAMI BANK LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2020

Particulars	(Amount in Taka)								
	1	2	3	4	5	6	7	8	9=(2 to 8)
Balance as at 01 January 2020	8,933,413,560	6,422,261,269	9,843,356	931,379,261	1,015,230,517	1,814	17,312,129,777		
Changes in Accounting Policy	-	-	-	-	-	-	-	-	-
Restated Balance	-	-	-	-	-	-	-	-	-
Surplus / (Deficit) on account of Revaluation of Properties	-	-	-	-	-	(337,208,183)	(337,208,183)	-	-
Surplus / (Deficit) on account of Revaluation of Investment	-	-	-	-	-	-	-	-	-
Currency translation Difference	-	-	-	-	-	-	-	-	-
Net gain and losses not recognized in the Income Statement	-	-	-	-	-	-	-	-	-
Net profit for the year	-	-	-	-	-	-	1,567,271,105	-	1,567,271,105
Appropriation made during the year	-	-	-	608,129,552	1,470,702	-	(608,129,552)	-	1,470,702
Dividend:									
Cash Dividend							(446,670,678)		(446,670,678)
Bonus shares		446,670,670					(446,670,670)		
Transferred for implementation of IFRS 16						(23,029,023)	23,029,023		
Non-controlling interest							(561,678)	26	(561,678)
Total group shareholders' equity as on 31 Dec 2020	9,380,084,230	7,030,390,821	11,314,058	571,142,055	1,103,498,067	1,840	18,096,431,071		
Eligible Capital Under Basel III:	9,380,084,230	7,030,390,821	11,314,058	-	1,103,498,067	-	17,525,287,175		
Add: SIBL Mudaraba Perpetual Bond							1,500,000,000		1,500,000,000
Add: General provision for unclassified investment							5,441,654,902		5,441,654,902
Add: SIBL Mudaraba Subordinated Bond							5,960,000,000		5,960,000,000
Total eligible capital as on 31 December 2020							30,426,942,077		30,426,942,077

Annexed notes (1 to 51) form an integral part of these financial statements



Chairman



Director



Managing Director & CEO

Dhaka, Bangladesh
Date: 28.04.2022

SOCIAL ISLAMI BANK LIMITED
BALANCE SHEET
AS AT 31 DECEMBER 2021

Particulars	Note(s)	31.12.2021 Taka	31.12.2020 Taka
PROPERTY AND ASSETS			
Cash in hand			
Cash in hand (Including foreign currencies)	3	3,415,594,063	2,972,709,048
Balance with Bangladesh Bank & its Agent Banks (Including foreign currencies)	3.1	20,075,647,654	30,400,773,390
		23,491,241,717	33,373,482,438
Balance with other Banks and Financial Institutions			
	4		
In Bangladesh		7,030,431,948	3,889,038,464
Outside Bangladesh		2,540,793,342	611,795,207
		9,571,225,290	4,500,833,672
Placement with Banks & other Financial Institutions			
	5	9,662,743,194	6,200,795,494
Investments in shares & securities			
	6		
Government		20,165,050,000	14,462,160,000
Others		8,992,484,206	4,025,207,661
		29,157,534,206	18,487,367,661
Investments			
	7		
General investments etc.		297,611,586,727	288,494,854,278
Bills purchased and discounted		15,162,233,802	12,123,089,288
		312,773,820,529	300,617,943,566
Fixed assets including premises			
	8	4,247,797,726	4,431,010,176
Other assets			
	9	19,298,793,002	17,388,277,852
Non Banking assets			
		-	-
Total assets			
		408,203,155,663	384,999,710,859
LIABILITIES AND CAPITAL			
Liabilities			
Placement from Banks & other Financial Institutions			
	10	-	-
Deposits and other accounts			
	11		
Mudaraba savings deposits		37,308,169,943	33,622,114,210
Mudaraba term deposits		176,256,112,820	175,364,565,456
Other mudaraba deposits		80,399,200,511	72,789,409,014
Al-wadeeah current & other deposit accounts	11.2	42,250,954,675	35,321,029,179
Bills payable	11.3	5,064,269,305	4,909,336,453
Cash Waqf fund		382,356,998	377,056,255
		341,661,064,252	322,383,510,566
Bond			
SIBL mudaraba subordinated bond	12	5,600,000,000	8,000,000,000
SIBL mudaraba perpetual bond	13	5,000,000,000	1,500,000,000
		10,600,000,000	9,500,000,000
Other liabilities			
	14	36,239,237,582	34,639,606,343
Deferred tax liabilities/ (assets)			
	15	465,429,994	438,206,855
Total liabilities			
		388,965,731,828	366,961,323,764
Capital/Shareholders' equity			
	16.2		
Paid-up capital		9,849,088,440	9,380,084,230
Statutory reserve	17	7,605,264,974	7,030,390,821
Revaluation reserve on fixed assets	18	557,024,130	571,142,055
Retained earnings	19	1,226,046,292	1,056,769,989
		19,237,423,835	18,038,387,095
Total shareholders' equity			
		19,237,423,835	18,038,387,095
Total liabilities & shareholders' equity			
		408,203,155,663	384,999,710,859

Particulars	Note(s)	31.12.2021	31.12.2020
		Taka	Taka
CONTINGENT LIABILITIES			
Acceptances and Endorsements	20.1	21,739,997,400	21,329,871,746
Irrevocable Letters of Credit (including Back to Back Bills)	20.2	21,109,424,352	15,362,950,636
Letters of Guarantee	20.3	9,340,583,965	10,352,181,319
Bills for Collection	20.4	7,273,898,617	5,394,930,566
Other Contingent Liabilities	20.5	-	-
Total		59,463,904,333	52,439,934,267
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		-	-
Total Off Balance Sheet Items including Contingent Liabilities		59,463,904,333	52,439,934,267
Net Asset Value per share (NAV/share) (Prior year restated)	39 (i)	19.53	18.31

Annexed notes (1 to 51) form an integral part of these financial statements



Chairman



Director



Director



Managing Director & CEO

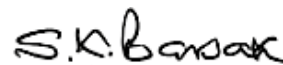
Signed as per our report of same date



Showkat Hossain, FCA
Enrollment no. 0137
Partner

Hoda Vasi Chowdhury & Co.
Chartered Accountants
DVC No. 2204280137AS686252

Dhaka, Bangladesh
Date: 28.04.2022



Sampad Kumar Basak, FCA
Enrollment no. 0625
Partner

Shafiq Basak & Co.
Chartered Accountants
DVC No. 2204280625AS475773

SOCIAL ISLAMI BANK LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2021

Particulars	Note(s)	31.12.2021	31.12.2020
		Taka	Taka
Investment income	21	23,960,778,190	27,036,266,956
Profit paid on deposits	22	16,146,371,912	19,484,793,192
Net investment income		7,814,406,278	7,551,473,764
Income from investment in shares and securities	23	793,239,363	762,379,471
Commission, Exchange and Brokerage	24	1,461,194,791	1,421,214,804
Other operating income	25	677,986,092	631,009,280
		2,932,420,246	2,814,603,555
Total operating income		10,746,826,524	10,366,077,319
Operating expenses			
Salaries and allowances	26	3,588,686,773	3,553,987,716
Rent, taxes, insurances, electricity etc.	27	504,872,866	390,000,739
Legal expenses	28	7,483,586	9,374,270
Postage, stamps, telecommunication etc.	29	6,765,111	6,359,275
Stationery, printings, advertisements etc.	30	104,704,930	122,607,574
Managing Director's salary and allowances	31	14,254,517	13,621,826
Directors' fees & expenses	32	2,447,818	4,786,836
Shariah supervisory committee's fees & expenses	33	144,284	74,629
Auditors' fees		920,000	920,000
Charges on investment losses		-	-
Depreciation & repair to Bank's assets	34	633,423,051	584,665,633
Zakat expenses		181,384,083	165,694,341
Other expenses	35	1,175,506,087	1,170,773,372
Total operating expenses		6,220,593,106	6,022,866,210
Profit/(loss) before provision		4,526,233,418	4,343,211,109
Provision for investments		1,635,265,599	1,272,053,993
Other provisions	36	16,597,056	30,509,355
Total provision	37	1,651,862,655	1,302,563,348
Total profit/(loss) before income taxes		2,874,370,763	3,040,647,761
Provision for taxation	38	1,214,665,183	1,489,712,278
Current tax		1,179,106,673	1,482,531,120
Deferred tax		35,558,510	7,181,158
Net profit/(loss) after taxation		1,659,705,580	1,550,935,483
Appropriations:			
Statutory reserve		574,874,153	608,129,552
Retained surplus		1,084,831,428	942,805,931
		1,659,705,580	1,550,935,483
Earning per share (EPS) (prior year restated)	39	1.69	1.57

Annexed notes (1 to 51) form an integral part of these financial statements



Chairman



Director



Director



Managing Director & CEO

Signed as per our report of same date



Showkat Hossain, FCA

Enrollment no. 0137

Partner

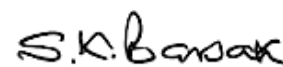
Hoda Vasi Chowdhury & Co.

Chartered Accountants

DVC No. 2204280137AS686252

Dhaka, Bangladesh

Date: 28.04.2022



Sampad Kumar Basak, FCA

Enrollment no. 0625

Partner

Shafiq Basak & Co.

Chartered Accountants

DVC No. 2204280625AS475773

SOCIAL ISLAMI BANK LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2021

Particulars	Note(s)	31.12.2021 Taka	31.12.2020 Taka
Cash Flow from operating activities			
Investment Income receipt	40	24,038,206,287	27,173,051,989
Profit paid on deposits		(15,026,847,480)	(18,477,563,284)
Dividend receipts		793,239,363	762,379,471
Fees & commission receipt		683,994,762	646,370,203
Cash payments to employees		(3,602,941,290)	(3,567,609,542)
Cash payments to suppliers		(111,470,041)	(128,966,849)
Income tax paid		(1,926,928,903)	(1,296,182,842)
Receipts from other operating activities	41	1,397,445,315	1,368,602,337
Payments for other operating activities	42	(2,213,619,275)	(2,029,750,248)
Operating profit before changes in operating assets and liabilities	43	4,031,078,739	4,450,331,235
Increase/Decrease in operating assets and liabilities			
Statutory deposits		-	-
Net trading securities		(10,670,166,544)	(848,382,580)
Investments to other Banks		-	-
Investment to customers		(12,155,876,963)	(36,349,353,918)
Other assets	44	(61,014,344)	1,216,563,089
Deposits from other Banks		(20,767,172,886)	2,771,192,536
Deposits received from customers		38,925,202,141	30,668,433,013
Other liabilities on account of customers		-	-
Trading liabilities		-	-
Other liabilities	45	(1,004,204,122)	1,704,042,885
Sub Total		(5,733,232,718)	(837,504,975)
A. Net Cash flow from operating activities		(1,702,153,979)	3,612,826,261
Cash flows from investing activities			
Proceeds from sale of securities		-	-
Payment for purchases of securities		-	-
Proceeds from sale of fixed assets		-	-
Purchases of property, plant & equipment's		(336,484,018)	(1,325,459,546)
Purchase/Sale of subsidiaries		-	-
B. Net Cash flows from investing activities		(336,484,018)	(1,325,459,546)
Cash flows from financing activities			
Receipts from issue of debt instruments		-	-
SIBL Mudaraba Subordinated Bond		(2,400,000,000)	(1,400,000,000)
SIBL mudaraba perpetual bond		3,500,000,000	1,500,000,000
Receipts from issue of right shares/ordinary share		-	-
Dividend paid in cash		(469,004,212)	(446,670,678)
C. Net Cash flow from financing activities		630,995,788	(346,670,678)
D. Net increase/(decrease) in cash & cash equivalents (A+B+C)		(1,407,642,209)	1,940,696,037
E. Effects of exchange rate changes on cash & cash equivalents		57,740,805	37,251,544
F. Cash and cash equivalents at the beginning of the year		44,075,111,603	42,097,164,021
G. Cash and cash equivalents at the end of the year (D+E+F)	46	42,725,210,201	44,075,111,603
Net Operating Cash Flow Per Share (NOCFPS) (prior year restated)	39(ii)	(1.73)	3.67

Annexed notes (1 to 51) form an integral part of these financial statements



Chairman



Director



Director



Managing Director & CEO

SOCIAL ISLAMI BANK LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2021

Particulars	(Amount in Taka)							
	1	2	3	4	5	6	7	Total
Balance as at 01 January 2021		9,380,084,230	-	7,030,390,821	-	571,142,055	1,056,769,989	18,038,387,095
Changes in Accounting Policy Restated Balance		-	-	-	-	-	-	-
Surplus / (Deficit) on account of Revaluation of Properties		-	-	-	-	-	-	-
Surplus / (Deficit) on account of Revaluation of Investment		-	-	-	-	-	-	-
Currency translation Difference		-	-	-	-	-	-	-
Net gain and losses not recognized in the Income Statement		-	-	-	-	-	-	-
Net profit for the year		-	-	-	-	-	1,659,705,580	1,659,705,580
Appropriation made during the year		-	-	574,874,153	-	-	(574,874,153)	-
Dividend:								
Cash dividend		-	-	-	-	-	(469,004,212)	(469,004,212)
Bonus Shares		469,004,210	-	-	-	-	(469,004,210)	-
Transferred to retained earnings		-	-	-	-	(14,117,926)	14,117,926	-
Transferred from deferred Tax		-	-	-	-	-	8,335,371	8,335,371
Total shareholders' equity as on 31 December 2021		9,849,088,440	-	7,605,264,974	-	557,024,129	1,226,046,292	19,237,423,835
CET 1 Capital Under Basel III:		9,849,088,440		7,605,264,974			1,226,046,292	18,680,399,705
Less: Adjustment in CET-1 Capital								194,557,589
Add: SIBL Mudaraba Perpetual bond (AT-1 Capital)								4,196,627,222
Total Eligible Tier I Capital								22,682,469,338
Add: General provision for unclassified investment								5,965,478,813
Add: SIBL Mudaraba Subordinated Bond								3,800,000,000
Total Tier II Capital								9,765,478,813
Total Eligible Tier II Capital (as per RBCA guideline)								9,765,478,813
Total eligible capital as on 31 December 2021								32,447,948,152

Annexed notes (1 to 51) form an integral part of these financial statements


Chairman


Director


Managing Director & CEO

SOCIAL ISLAMI BANK LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2020

Particulars	(Amount in Taka)							
	1	2	3	4	5	6	7	8=(2+3+4 +5+6+7)
Balance as at 01 January 2020	8,933,413,560	-	-	6,422,261,269	-	931,379,261	984,276,383	17,271,330,473
Changes in Accounting Policy	-	-	-	-	-	-	-	-
Restated Balance	-	-	-	-	-	-	-	-
Surplus / (Deficit) on account of Revaluation of Properties	-	-	-	-	-	(337,208,183)	-	(337,208,183)
Surplus / (Deficit) on account of Revaluation of Investment	-	-	-	-	-	-	-	-
Currency translation Difference	-	-	-	-	-	-	-	-
Net gain and losses not recognized in the Income Statement	-	-	-	-	-	-	-	-
Net profit for the year	-	-	-	-	-	-	1,550,935,483	1,550,935,483
Appropriation made during the year	-	608,129,552	-	-	-	-	(608,129,552)	-
Dividend:								
Cash dividend	-	-	-	-	-	-	(446,670,678)	(446,670,678)
Bonus Shares	-	446,670,670	-	-	-	-	(446,670,670)	-
Transferred to retained earnings	-	-	-	(23,029,023)	-	-	23,029,023	-
Total shareholders' equity as on 31 December 2020	9,380,084,230	7,030,390,821	-	7,030,390,821	-	571,142,055	1,056,769,989	18,038,387,095
Eligible Capital Under Basel III:	9,380,084,230	7,030,390,821					1,056,769,989	17,467,245,040
Add: SIBL Mudaraba Perpetual Bond								1,500,000,000
Add: General provision for unclassified investment								5,441,654,902
Add: SIBL Mudaraba Subordinated Bond								5,960,000,000
Total eligible capital as on 31 December 2020								30,368,899,942

Annexed notes (1 to 51) form an integral part of these financial statements



Chairman



Director



Managing Director & CEO

SOCIAL ISLAMI BANK LIMITED
LIQUIDITY STATEMENT
ASSETS AND LIABILITIES ANALYSIS
AS AT 31 DECEMBER 2021

Particulars	(amount in Taka)						
	1	2	3	4	5	6	8
	Upto 01 Month	01-03 Months	03-12 Months	01-05 Years	More than 05 years	Total Current Year	Total Previous Year
						7=(2+3+4+5+6)	
Assets							
Cash in hand	10,176,817,717	-	-	-	13,314,424,000	23,491,241,717	33,373,482,438
Balance with other Banks and Financial Institutions	2,716,756,840	6,854,468,450	-	-	-	9,571,225,290	4,500,833,672
Placement with Banks & other Financial Institutions	3,455,000,000	4,316,450,000	1,705,000,000	186,293,194	-	9,662,743,194	6,200,795,494
Investment (in Shares & Securities)	4,066,434,215	1,750,000,000	5,700,000,000	12,394,331,045	5,246,768,945	29,157,534,206	18,487,367,661
Investments	42,843,682,047	64,254,404,260	133,176,792,222	60,687,949,000	1,810,993,000	312,773,820,529	300,617,943,566
Fixed Assets including premises, furniture & fixtures etc.	-	-	-	2,123,898,863	2,123,898,863	4,247,797,726	4,431,010,176
Other Assets	10,672,253	624,820,743	1,641,313,692	4,803,289,465	12,218,696,850	19,298,793,002	17,388,277,852
Non-Banking Assets	-	-	-	-	-	-	-
Total Assets	63,269,363,073	77,800,143,452	142,223,105,914	80,195,761,567	44,714,781,658	408,203,155,663	384,999,710,859
Liabilities							
Placement from Banks & other financial institutions	-	-	-	-	-	-	-
Deposits and other accounts	61,851,306,409	76,408,013,679	138,022,081,152	51,830,641,730	13,549,021,281	341,661,064,252	322,383,510,566
Provision and other liabilities	37,499,610	16,239,101	1,881,235,783	20,606,218,958	24,298,044,129	46,839,237,582	44,139,606,343
Deferred tax liability	-	-	-	465,429,994	-	465,429,994	438,206,855
Total Liabilities	61,888,806,020	76,424,252,780	139,903,316,936	72,902,290,681	37,847,065,411	388,965,731,827	366,961,323,764
Net Liquidity Gap	1,380,557,053	1,375,890,672	2,319,788,979	7,293,470,886	6,867,716,247	19,237,423,835	18,038,387,095

Annexed notes (1 to 51) form an integral part of these financial statements



Chairman



Director



Managing Director & CEO

Dhaka, Bangladesh
Date: 28.04.2022

SOCIAL ISLAMI BANK LIMITED AND ITS SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS
AS AT AND FOR THE YEAR ENDED 31 DECEMBER 2021

1 THE BANK AND ITS ACTIVITIES

1.1 Status of the Bank

The Bank was incorporated as a Public Limited Company in Bangladesh on 22nd November 1995 under Companies Act, 1994. The Bank is one of the interest-free Shariah based Banks in the country and its modus- operandi are substantially different from other conventional Banks. The Bank within the stipulations laid down by Bank Company Act, 1991 (as amended in 2018) and directives as received from time to time from Bangladesh Bank, provides all types of commercial Banking services. Besides as a matter of policy the Bank conducts its business on the principles of Mudaraba, Musharaka, Murabaha, Bai-Muazzal and Hire Purchase transaction approved by Bangladesh Bank. The Bank is listed with Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited as a publicly traded Company. The Bank carries its Banking activities through one hundred seventy two (172) branches operating as per Islamic Shariah prevailing in the country.

The Registered Office of the Bank is located at its own premises at 'City Center', 90/1 Motijheel Commercial Area, Dhaka-1000.

1.2 Internet Banking services

SIBL has been providing anytime anywhere Banking service (24/7/365) through internet Banking since 2013. Recently, SIBL reshaped its internet Banking service with user friendly features like with a wide range of features as balance inquiry, fund transfer, credit card bill payment, bill payment, and statement view options. SIBL has introduced "SIBL NOW" mobile app to facilitate i-Banking services in the palm of hand. "SIBL NOW" internet Banking and mobile app comes up with various features including fund transfer (same Bank, other Bank, bKash), utility bill payment, mobile recharge, credit card bill payment, viewing transaction history, location view of branches/booths etc over the internet.

1.3 Agent Banking services

The Bank started operation of Agent Banking Services in 2015.

The principal activities of the Agent Banking Services are to provide Banking services to the Bank customers through engagement of agents who conducts Banking Transaction on behalf of the Bank under a valid agency agreements rather than Bank's own Tellers/Cashiers to deliver the services within the applicable rules & regulations and guidelines of Bangladesh Bank.

1.4 Enlistment with the stock exchanges

The Bank subscribed for IPO (Initial Public Offering) in the year 2000 and initially listed with Dhaka Stock Exchange (DSE) Ltd. and later on in the year 2005 with Chittagong Stock Exchange (CSE) Ltd.

Subsidiaries of SIBL:**1.5 SIBL Securities Limited**

SIBL Securities Limited, a wholly owned subsidiary of SIBL, was incorporated as a Public Limited Company under the Companies Act, 1994 vide certification of incorporation no. C - 85876/10 dated 20 July 2010 and obtained its certificate of commencement of business on the same day. The Company has already got its license for trading with Dhaka Stock Exchange (DSE) and Chittagong Stock Exchange (CSE). The Company started its commercial operation in the month of January 2012.

The principal place of business is the Registered Office at 3rd floor, 15 Dilkusha C/A, Dhaka-1000.

The principal objectives of the Company for which it was established are to carry on the business of stock brokers, dealers in relation to shares and securities dealings and other services as mentioned in the Memorandum and Articles of Association of the Company.

1.6 SIBL Investment Limited

SIBL Investment Limited, a wholly owned subsidiary of SIBL, was incorporated as a Public Limited Company under the Companies Act, 1994 vide certification of incorporation no. C - 86726/10 dated 30 August 2010 and obtained its certificate of commencement of business on the same day.

The principal objectives of the Company for which it was established are to carry on the business of stock brokers, dealers in relation to shares and securities dealings, to underwrite, manage and distribute the issue of stocks etc. and other services as mentioned in the Memorandum and Articles of Association of the Company.

	Name of the Company	Paid up Capital (Taka)	Percentage of Share Holding	
			SIBL	Others
1	SIBL Securities Limited	1,537,500,000	99.999922%	0.000078%
2	SIBL Investment Limited	250,000,000	99.999680%	0.000320%
Total capital		1,787,500,000		

1.7 Off-shore Banking unit (OBU)

Bangladesh Bank approved operation of Off-Shore Banking Unit (OBU) of Social Islami Bank Limited located at head office, through their letter no. BRPD(P-3)744(119)/2010-4652, Dated: 11.11.2010. The Bank has commenced the operation of its Off-Shore Banking Unit (OBU) from 02.05.2012.

The principal activities of the OBUs are to provide commercial banking services through its Units within the rules & regulations and guidelines of Bangladesh Bank applicable for the Off-shore Banking Units.

1.8 Compliance of International Accounting Standards (IAS) and International Financial Reporting standards (IFRS):

In compliance with	IAS 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 Reporting Period	10	Applied
Income Taxes	12	Applied
Property, Plant and Equipment	16	Applied
Employee Benefits	19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	20	N/A
The Effects of Changes in Foreign Exchange Rates	21	Applied
Borrowing Costs	23	N/A
Related Party Disclosures	24	Applied
Accounting and Reporting by Retirement Benefit Plans	26	N/A
Consolidated and Separate Financial Statements	27	Applied with in compliance with related BRPD Circular
Investments in Associates	28	N/A
Financial Instruments: Presentation	32	Applied with in compliance with related BRPD Circular
Earnings Per Share	33	Applied
Interim Financial Reporting*	34	Applied
Impairment of Assets	36	Applied
Provisions, Contingent Liabilities and Contingent Assets	37	Applied
Intangible Assets	38	Applied
Investment Property	40	N/A
Agriculture	41	N/A

In compliance with	IFRS No.	Status
First-time Adoption of International Financial Reporting Standards	1	N/A
Share-based Payment	2	N/A
Business Combinations	3	Applied
Insurance Contracts	4	N/A
Non-current Assets Held for Sale and Discontinued Operations	5	N/A
Exploration for and Evaluation of Mineral Assets	6	N/A
Financial Instruments: Disclosures	7	Applied to the extent of compliance with core risk management guideline of Bangladesh Bank.
Operating Segments	8	N/A
Financial Instruments	9	Applied to the extent of compliance with (Financial Instruments) which is mandatorily effective for periods beginning on or after 1 January 2019 with early adoption permitted (subject to local endorsement requirements. Applied to the context of compliance with BRPD circular no. 15, Dated: 09.11.2009, DOS circular no. 5, Dated: 26.05.2008 and DOS circular no. 5, Dated:28.01.2009.
Consolidated Financial Statements	10	Applied
Joint Arrangements	11	N/A
Disclosure of Interests in other Entities	12	Applied
Fair Value Measurement	13	Applied
Regulatory Deferral Accounts	14	N/A
Revenue from Contracts with customers	15	Applied
Leases IFRS -16	16	Applied

(*) Complied while the quarterly and half-yearly interim financial reports were prepared during the year as per regulations of Bangladesh Securities and Exchange Commission (BSEC).

2 BASIS OF PRESENTATION OF FINANCIAL STATEMENTS AND SIGNIFICANT ACCOUNTING POLICIES

2.1 Changes in significant accounting policies

Except for the changes below, the Bank has consistently applied the accounting policies to all periods presented in these financial statements.

IFRS 16 is effective for annual periods beginning on or after 1 January 2019. The Bank has initially adopted IFRS 16 Leases from 1 January 2020. IFRS 16 introduced a single, on-balance sheet accounting model for lessees. As a result, the Bank as a lessee, has recognised right-of-use assets representing its' rights to use the underlying assets and lease liabilities representing its obligation to make lease payments. Lessor accounting remains similar to previous accounting policies. The Bank has applied IFRS 16 using the modified retrospective approach, under which the cumulative effect of initial application is recognised at 1 January 2020.

2.2 Basis of preparation of the financial statements

2.2.1 Basis of accounting

The financial statements of the Bank have been prepared under historical cost convention except investments which are measured at present value and in accordance with "First Schedule" of the Bank Company Act, 1991 as amended under sub-section 38(4) of the Act, relevant Bangladesh Bank Circulars and International Financial Reporting Standards (IFRSs) adopted by the Institute of Chartered Accountants of Bangladesh (ICAB), the Companies Act, 1994, the Securities and Exchange Rules, 1987 and other rules and regulations applicable for Banks in Bangladesh.

In cases, any requirement of provisions and circulars issued by Bangladesh Bank differs with those of other regulatory authorities, the provisions & circulars issued by Bangladesh Bank prevailed.

2.2.2 Going concern estimation

The Financial Statements, namely, Balance Sheet, Profit and Loss Account, Cash Flow Statements, Statement of Changes in Equity, Statement of Liquidity Analysis and relevant notes to the financial statements and disclosures thereto, of the Bank are prepared under historical cost convention on a going concern basis. Management of the Bank has made an estimation that there are no possibility to liquidate the entity or to cease trading, or has no realistic alternative but to do so.

2.2.3 Statement of compliance

The Financial Reporting Act 2015 (FRA) was enacted in 2015. Under the FRA, the Financial Reporting Council (FRC) is formed and it is yet to issue financial reporting standards for public interest entities such as Banks. The Bank Company Act 1991 obliges Banks to prepare their financial statements under such financial reporting standards. Due to unavailability of any financial reporting standards by FRC, International Financial Reporting Standards (IFRS) as approved by the Institute of Chartered Accountants of Bangladesh (ICAB) are still applicable.

Accordingly, the financial statements of the Bank continue to be prepared in accordance with International Financial Reporting Standards (IFRS) and the requirements of the Bank Company Act 1991, the rules and regulations issued by Bangladesh Bank (BB), the Companies Act 1994, Securities and Exchange Rules 1987. In case any requirement of the Bank Company Act 1991, and provisions and circulars issued by Bangladesh Bank differ with those of IFRS, the requirements of the Bank Company Act 1991, and provisions and circulars issued by Bangladesh Bank shall prevail.

According to BRPD circular no 2 dated 25 February 2019 financial statements for the Bank is prepared on a solo basis from 2019 where OBU information is included in equivalent BDT denomination. However key financial informations of OBU is provided as "Annexure G" the solo financial statements of the Bank. Material deviations from the requirements of IFRS in preparing the financial statements are as follows:

i Presentation of financial statements

IFRS: As per IAS 1, a complete set of financial statements comprises a statement of financial position, a statement of profit or loss and other comprehensive income, a statement of changes in equity, a statement of cash flows, notes comprising a summary of significant accounting policies and other explanatory information and comparative information. IAS 1 has also stated the entity to disclose assets and liabilities under current and non-current classification separately in its statement of financial position.

Bangladesh Bank: The financial statements and certain disclosures therein are presented in a prescribed format (i.e. balance sheet, profit and loss account, cash flows statement, statement of changes in equity, liquidity statement) in accordance with the guidelines of the 'First Schedule' (section 38) of the Bank Companies Act 1991 as amended and BRPD circular no. 15 dated 09 November, 2009 and other subsequent guidelines of BB. In the prescribed format of BB there is no component of other comprehensive income and accordingly the elements of other comprehensive income and the tax thereon (if any) is recognized directly in the statement of changes in equity. The assets and liabilities are presented in accordance with the prescribed format of BB and accordingly not classified as current and non-current classification as required by IAS-1.

ii Investment in shares and securities

IFRS: As per requirements of IFRS-9 "Financial Instruments", investment in shares and securities are generally classified either at fair value through profit or loss or at fair value through other comprehensive income and measured initially at its fair value plus transaction costs that are directly attributable to the acquisition of the financial asset. However in the case of financial assets classified and measured at fair value through profit or loss, transactions costs are immediately recognised in profit or loss. Change in the fair value of shares and securities measured at fair value through profit or loss is recognised in the statement of profit or loss and changes in the fair value of shares (as measured in accordance with IFRS-13) and securities measured at fair value through other comprehensive income is recognised in the other comprehensive income and are never reclassified to profit or loss.

Bangladesh Bank: As per Banking Regulation and Policy Department (BRPD) circular no. 15 dated 09 November 2009 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 investment; otherwise investments are recognised at cost.

iii Provision on investments and off balance sheet

IFRS: As per IFRS 9 an entity shall recognise an impairment allowance on advances based on expected credit losses. At each reporting date, an entity shall measure the impairment allowance for advances at an amount equal to the lifetime expected credit losses if the credit risk on these advances has increased significantly since initial recognition whether assessed on an individual or collective basis considering all reasonable information, including that which is forward-looking. For those advances for which the credit risk has not increased significantly since initial recognition, at each reporting date, an entity shall measure the impairment allowance at an amount equal to 12 month expected credit losses that may result from default events on such advances that are possible within 12 months after reporting date.

Bangladesh Bank: As per BRPD circular No.24 (17 November 2019), BRPD circular No.6 (19 May 2019), BRPD circular No.4 (16 May 2019), BRPD circular No.3 (21 April 2019), BRPD circular No.15 (27 September 2017), BRPD circular No.16 (18 November 2014), BRPD circular No.14 (23 September 2012), BRPD circular No. 19 (27 December 2012), BRPD circular No. 05 (29 May 2013) and BRPD circular No.1 (20 February 2018) a general provision at 0.25% to 5% under different categories of unclassified advances (good/standard) has to be maintained regardless of objective evidence of impairment. Also specific provision for sub-standard advances, doubtful advances and bad losses has to be provided at 5%, 20%, 50% and 100% respectively for advances depending on time past due. Again as per BRPD circular no. 10 dated 18 September 2007 and BRPD circular no. 14 dated 23 September 2012, a general provision at 1% is required to be provided for all off-balance sheet exposures. Such provision policies are not specifically in line with those prescribed by IFRS 9.

iv Recognition of profit in suspense and compensation

IFRS: Advances to customers are generally classified at amortised cost as per IFRS 9 and profit on advance is calculated by using the effective profit rate method to the gross carrying amount over the term of the advance. Once an advance subsequently become credit-impaired, the entity shall apply the effective profit rate to the amortised cost of these advances.

Bangladesh Bank: As per BRPD circular no. 15 dated 09 November 2009, once an advance is classified as impaired, profit on such advance are not allowed to be recognised as income, rather the corresponding amount needs to be credited to an profit in suspense account, which is presented as a liability in the balance sheet.

v Other comprehensive income

IFRS: As per IAS 1 Other Comprehensive Income (OCI) is a component of financial statements or the elements of OCI are to be included in a single other comprehensive income statement.

Bangladesh Bank: Bangladesh Bank has issued templates for financial statements which will strictly be followed by all Banks. The templates of financial statements issued by Bangladesh Bank neither include Other Comprehensive Income nor are the elements of Other Comprehensive Income allowed to be included in a single other Comprehensive Income (OCI) Statement. As such the Bank does not prepare the other comprehensive income statement. However, elements of OCI, if any, are shown in the statement of changes in equity.

vi Financial instruments – presentation and disclosure

In several cases Bangladesh Bank guidelines categorise, recognise, measure and present financial instruments differently from those prescribed in IFRS 9. As such full disclosure and presentation requirements of IFRS 7 and IAS 32 cannot be made in the financial statements.

vii Financial guarantees

IFRS: As per IFRS 9, financial guarantees are contracts that require the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtors fails to make payment when due in accordance with the original or modified terms of a debt instrument. Financial guarantee liabilities are recognised initially at their fair value plus transaction costs that are directly attributable to the issue of the financial liabilities. The financial guarantee liability is subsequently measured at the higher of the amount of loss allowance for expected credit losses as per impairment requirement and the amount initially recognised less, income recognised in accordance with the principles of IFRS 15. Financial guarantees are included within other liabilities.

Bangladesh Bank: As per BRPD 15, financial guarantees such as letter of credit and letter of guarantee will be treated as off-balance sheet items. No liability is recognised for the guarantee except the cash margin. As per BRPD Circular No.01 dated 03 January 2018 and BRPD Circular No.14 dated 23 September 2012, the Bank is required to maintain provision at 1% against gross off-balance sheet exposures (which includes undrawn investment commitments).

viii Cash and cash equivalents

IFRS: Cash and cash equivalent items should be reported as cash item as per IAS 7.

Bangladesh Bank: Some cash and cash equivalent items such as money at call on short notice, treasury bills with maturity of more than three months and prize bond are not shown as cash and cash equivalents. Money at call on short notice is shown separately in the balance sheet. Treasury bills with maturity of more than three months and prize bond are shown under investment in the balance sheet.

ix Non-Banking assets

IFRS: No indication of Non-Banking assets is found in any IFRS.

Bangladesh Bank: As per BRPD 15, there is a separate balance sheet item named Non-Banking assets existed in the standard format.

x Cash flow statement

IFRS: The cash flow statement can be prepared using either the direct method or the indirect method as per IAS 7. 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 15, the cash flow statement is a mixture of both the direct and the indirect methods.

xi Balance with Bangladesh Bank: (Cash Reserve Ratio - CRR)

IFRS: CRR maintained with Bangladesh Bank should be treated as other asset as it is not available for use in day to day operations as per IAS 7.

Bangladesh Bank: Balance with Bangladesh Bank including CRR is treated as cash and cash equivalents.

xii Presentation of intangible assets

IFRS: Intangible assets must be identified and recognised, and the disclosure must be given as per IAS 38.

Bangladesh Bank: There is no regulation for intangible assets in BRPD 15.

xiii Off-balance sheet items

IFRS: As per IFRS, there is no requirement for disclosure of off-balance sheet items on the face of the balance sheet.

Bangladesh Bank: As per BRPD circular no. 15 dated 09 November 2009, off balance sheet items (e.g. Letter of credit, Letter of guarantee etc.) must be disclosed separately on the face of the balance sheet.

xiv As per IFRS 9 Investments net off provision

IFRS: Investments should be presented net of provision.

Bangladesh Bank: As per BRPD 15, provision on investments are presented separately as a liability and cannot be netted off against investments.

xv Charges on tax on retained earnings as per income tax ordinance (ITO) 1984

As per section 16(G) of the income tax ordinance 1984, proposed dividend of Listed companies should be disclosed in the Balance sheet as "amount to be distributed as dividend." However there is no such provision in BRPD 14 dated 25 June 2003 and BRPD 15 dated 09 November 2009 and IFRS restrict such presentation in the balance sheet.

xvi Comparative information of changes in equity

IFRS: As per IAS 1, Comparative information in to be provided with the financial statements.

Bangladesh Bank: As per BRPD 15, no comparative is suggested for statements changes in equity.

xvii Revaluation gains/losses on government securities

As per requirement of IFRS 9 "Financial Instruments: where securities will fall under the category of fair value through profit or loss account and any change in fair value of the asset is recognized through profit or loss account.

SIBL is a Bank running on Islamic Shariah principle. Hence, we do not participate in buying interest bearing Government securities.

xviii Disclosure of appropriation of profit

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

Bangladesh Bank: As per BRPD circular no. 15 dated 09 November 2009 an appropriation of profit should be disclosed in the face of profit and loss account.

xix Recognition of Profit in Suspense

IFRSs: Investment to customers are generally classified as “Loans and receivables” as per IFRS 9 and profit income is recognised through effective profit rate method over the term of the Investment. Once an investment is impaired, investment income is recognised in profit and loss account on the same basis based on revised carrying amount.

Bangladesh Bank: As per BRPD Circular No. 15 dated 09 November 2009, once an investment is classified, profit on such investment are not allowed to be recognised as income, rather the corresponding amount needs to be credited to an profit in suspense account, which is presented as liability in balance sheet.

2.2.4 Investment in shares and securities

The Bank investment in different securities has been valued on 31.12.2021 as under:

Quoted Bond & Shares	At fair value through profit and loss account
Unquoted Shares	At cost
Bangladesh Govt. Islamic Bond	At cost
CDBL Share, Preference Share & Others	At cost
Mudaraba Subordinated Bond	At cost
Mudaraba Perpetual Bond	At cost
Bangladesh Govt. Islamic sukuk	At cost

All investment in securities are initially recognized at cost, including acquisition charges associated with the investment. Premiums are amortised and discounts are accredited.

As per BRPD circular no. 15 (09 November 2009), 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 investment. As such the Company measures and recognizes investment in quoted and unquoted shares at cost if the year-end market value (for quoted shares) and book value (for unquoted shares) are higher than the cost. However as per requirements of International Financial reporting Standards (IFRS)- 9, classification and measurement of investment in equity investments (shares and securities) depends on how these are managed (the entity's business model) and their contractual cash flow characteristics. Based on these factors, it would it would generally fall either under 'at fair value through profit and loss account (FVTPL)' or under 'at fair value through other comprehensive income (FVTOCI)' (as measured in accordance with IFRS 13) at the year-end is taken to profit and loss account or other comprehensive income respectively. SIBL recognises its 'Investment in Shares and Securities' as per IFRS-9 and accounted for the required profit/(loss) after adjustment of the value of shares and securities through profit and loss account.

Derivatives

A derivative is an investment instrument that consists of a contract between parties whose value derives from and depends on the value of an underlying financial asset. In short, these are the instruments whose value depends on underlying asset. The underlying asset can be equity, index, commodity, bond or currency. Some of the examples of Derivatives are Forwards, Futures, Options and Swaps. As a shariah based Islami Bank, SIBL can not take part in issuing or purchasing any derivatives. Typical examples of derivatives are futures and forward, swap and option contracts. As a shariah based Islami Bank, SIBL can not take part in issuing or purchasing any derivatives.

2.2.5. Investments and provisions

In accordance with IFRS 9, Financial Instruments, with the exception of purchased or originated credit (investment) impaired financial assets, expected credit (investment) losses are required to be measured through a loss allowance at an amount equal to the 12-month expected credit (investment) losses (expected credit (investment) losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date; or full lifetime expected credit (investment) losses (expected credit (investment) losses that result from all possible default events over the life of the financial instrument). A loss allowance for full lifetime expected credit (investment) losses is required for a financial instrument if the credit (investment) risk of that financial instrument has increased significantly since initial recognition, as well as to contract assets or trade receivables that do not constitute a financing transaction in accordance with IFRS 15. Additionally, entities can elect an accounting policy to recognise full lifetime expected losses for all contract assets and/or all trade receivables that do constitute a financing transaction in accordance with IFRS 15. The same election is also separately permitted for lease receivables. For all other financial instruments, expected credit (investment) losses are measured at an amount equal to the 12-month expected credit (investment) losses.

However, Provision for classified and unclassified investment is made on the basis of year end review by the management and of instructions contained in Bangladesh Bank BRPD circular No. 24 (17 November 2019), BRPD circular No.6 (19 May 2019), BRPD circular No. 4 (16 May 2019), BRPD circular No.3 (21 April 2019), BRPD circular No.1 (20 February 2018), BRPD circular No.15 (27 September 2017), BRPD circular No.16 (18 November 2014), BRPD circular No.14 (23 September 2012), BRPD circular No. 19 (27 December 2012), BRPD circular No. 05 (29 May 2013), BRPD circular No.16 (21 July 2020), BRPD circular No. 52 (20 October 2020) and BRPD circular No. 56 (10 December 2020) is specified at the following rates:

Particulars	Rate
General Provision on Contingent Liability/ Non Funded Business	1%
General Provision on Unclassified Investment	1%
General Provision on Investment for Small and Medium Enterprise	0.25%
General Provision on Investment for Professionals	2%
General Provision on Investment for Share	2%
General Provision on Investment for House Financing	1%
General Provision on Investment for Consumer Financing	2%
General Provision on Investment for Short term Agri/ Micro credit	1%
General Provision on Special Mention Account	0.25%-2%
Specific Provision on Substandard Investment	5%, 20%
Specific Provision on Doubtful Investment	20%, 50%
Specific Provision on Bad or Loss Investment	100%
Specific Provision on Substandard Investment for Short term Agri/ Micro credit	5%
Specific Provision on Doubtful Investment for Short term Agri/ Micro credit	5%
Specific Provision on Bad or loss Investment for Short term Agri/ Micro credit	100%
Special General Provision-Covid 19 for all deferred facility investments	1%-2%

As per same circulars mentioned above SIBL has to maintain provision @ 20%, 50% and 100% for investments classified as sub-standard, doubtful and bad & loss category respectively depending on the duration of overdue.

As per BRPD Circular No.: 10 (18 September 2007) and BRPD Circular No.: 14 (23 September 2012), a general provision at 1% is required to be provided for all off-balance sheet risk exposures.

However, such general provision on general investment & off-balance sheet exposures and specific provisions on classified investments cannot satisfy the conditions of provision as per relevant IFRS or IAS.

2.2.6. Off-balance sheet items

Contingent liabilities

In accordance with IFRS, there is no requirement to disclose off-balance sheet items on the face of the balance sheet.

Any possible obligation that arises from 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. However, the amount of cash margin is recognised as liability.

As per BRPD Circular No.: 15, contingent liabilities are recognised as off balance sheet items in absence of any recommendation in IFRS.

2.3 Consolidation procedures (IAS-27)

The consolidated financial statements include the financial statements of Social Islami Bank Limited and its two (2) subsidiaries SIBL Securities Limited and SIBL Investment Limited, made up to the end of the financial year.

The consolidated financial statements have been prepared in accordance with **International Accounting Standard (IAS) 27: Separate Financial Statements**, International Financial Reporting Standards (IFRS):3- Business Combinations and International Financial Reporting Standards (IFRS):10- Consolidated Financial Statements. The consolidated financial statements are prepared to a common financial period ended 31 December 2021.

2.4 Measurement of elements in the financial statements

Measurement is the process of determining the monetary amounts at which the elements of the financial statements are to be recognized and carried in the financial statements. The measurement basis adopted by the Bank is historical cost except for land, building and few of the financial assets which are stated in accordance with the policies mentioned in the respective notes.

2.5 Subsidiary

Subsidiary is that enterprise which is controlled by the Bank. Control exists when the Bank has the power, directly or indirectly, to govern the financial and operating policies of an enterprise from the date that control commences until the date that control ceases. The financial statements of subsidiary are included in the consolidated financial statements from the date that control effectively commences until the date that the control effectively ceases. Subsidiary Company is consolidated using the purchase method of accounting.

2.5.1 Investment in subsidiaries in the Bank separate financial statements

When the Bank prepares separate financial statements, it accounts for investments in subsidiaries at cost.

2.6 Functional and presentation currency

These financial statements are presented in Bangladesh Taka (Tk) which is the Bank's functional currency. Except as indicated, figures have been rounded off to the nearest Taka. The functional currency of Off-shore Banking Unit (OBU) is United States Dollar and its financial statements have been translated to the presentation currency, i.e Bangladesh Taka following the guidelines of IAS 21, Changes in foreign Exchange Rates.

2.7 Accounting policies, changes in accounting estimates and errors: (IAS-8)

The preparation of the consolidated financial statements in conformity with IFRSs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results 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 periods affected.

2.8 Foreign currency transactions /translation

Foreign currency transactions are converted into equivalent Taka currency using the ruling exchange rates on the dates of such transaction(s).

Assets and liabilities in foreign currencies as on 31 December 2021 have been converted into Taka currency at the weighted average of the prevailing buying and selling rate of inter-Bank market as determined by Bangladesh Bank on the closing date of every month. Balances held in foreign currencies other than US dollar are translated into equivalent US dollar at buying rates of New York closing of the previous day. Differences arising through buying and selling transactions of foreign currencies on different dates during the period from January to December 2021 have been adjusted by debiting or crediting to the Profit and Loss Account.

2.9 Comparative information and rearrangement thereof

Comparative figures have been re-arranged wherever considered necessary to ensure better comparability with the current period without causing any impact on the profit and value of assets and liabilities as reported in the financial statements.

2.10 Adoption of new accounting standards

The Bank has consistently applied the accounting policies as set out above to all periods presented in these financial statements. The various amendments to standards, including any consequential amendments to other standards, with the date of initial application of 1 January 2019 have been considered. A number of standards and amendments to standards are effective for annual periods beginning after 1 January 2019 and earlier application is permitted. However, the Bank has not early applied these new standards and yet assess potential impact on its financial statements.

2.10.1 IFRS 16: Leases

In January 2016, the International Accounting Standards Board (IASB) issued IFRS-16. IFRS-16 replaces IAS-17, IFRIC 4, SIC 15 and SIC 27 which sets out the principles for recognition, measurement, presentation and disclosure of leases which is effective from annual reporting periods beginning on or after 01 January 2019. Social Islami Bank Limited has applied IFRS 16: "xs" for the first time with the date of initial application of 01 January 2020 using modified retrospective approach where the bank measured the lease liability at the present value of the remaining lease payments and recognized a right-of-use asset at the date of the initial application on a lease by lease basis. As IFRS-16 supersedes IAS-17 Lease, the bank has made recognition, measurement and disclosure in the financial statements-2020 both as Lessee and Lessor as per IFRS-16.

Bank as lessee:

"The bank assesses at initiation of a contract whether the contract is, or contains a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange of consideration, then the bank consider the contract as a lease contract. The bank as a lessee applies a single recognition and measurement approach for all leases, except for short-term leases, or, and lease of low value of assets. The bank recognizes lease liabilities to make lease payment and right-of-use assets representing the right to use the underlying assets. If tenor of a lease contract does not exceed twelve months from the date of initiation/application, the bank considers the lease period as short term in line with the recognition threshold of ROU assets as per FA policy of the bank. The Bank determine incremental borrowing rate to calculate the ROU assets and depreciate the asset over the useful life by straight line method. The right-of-use asset is measured at cost, which is made up of the initial measurement of the lease liability, any initial direct costs incurred by the Bank, an estimate of any costs to dismantle and remove the asset at the end of the lease, and any lease payments made in advance of the lease commencement date (net of any incentives received).

Subsequent to initial measurement, the liability will be reduced for payments made and increased for interest. It is premeasured to reflect any reassessment or modification, or if there are changes in in-substance fixed payments. The Bank has elected to account for short-term leases and leases of low-value assets using the practical expedients. Instead of recognizing a right-of-use asset and lease liability, the payments in relation to these are recognized as an expense in profit or loss on a straight-line basis over the lease term. On the statement of financial position, right-of-use assets have been included in property, plant and equipment and lease liabilities have been included other liabilities.

Right-of-use assets (ROU):

The bank recognises the right-of-use (ROU) assets at the commencement date of the lease (i.e. the date the underlying asset is available for use). The Right of use (ROU) are initially measured at the present value of unavoidable lease payments. The depreciation of the lease asset (ROU) is recognized in the profit or loss account over the lease term.

The bank assessed all lease contracts live in 2020 and recognised as ROU of assets of all leases, except short term and low value of assets as guided by Banks' own policy set as per IAS-16 and IFRS-16. The ROU assets are presented in the Note 8.00 of these financial statements. "

Lease Liabilities (Bank as a lessee):

"At the commencement of the lease, the bank recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed and variable lease payment (less any adjustment for initial payment), and amount is expected to be paid under residual value of guarantees. The lease liabilities are presented in the **Note 14.00** of these financial statements.

Social Islami Bank Limited has applied IFRS 16 in 01 January 2020 using modified retrospective approach where the bank measured the lease liability at the present value of the remaining lease payments and recognized a right-of-use asset at the date of the initial application on a lease by lease basis. But among 158 branches and sub-branches SIBL has applied IFRS-16 on only 29 branches.

2.10.2 IFRS 17: Insurance contracts

IFRS 17 was issued in May 2017 and applies to annual reporting periods beginning on or after 1 January 2023. IFRS 17 establishes the principles for the recognition, measurement, presentation and disclosure of insurance contracts within the scope of the standard. The objective of IFRS 17 is to ensure that an entity provides relevant information that faithfully represents those contracts. The Bank has not yet assessed in potential impact of IFRS 17 on its financial statements.

2.10.3 Approval of the financial statements

The Board of Directors of the Bank adopted the financial statements for the year ended 31 December 2021 as on its 480th board meeting held on 28 April 2022 and authorized the financial statements on 28 April 2022

2.10.4 Statement of changes in equity

The statement of changes in equity reflects information about the increase or decrease in net assets or wealth.

2.11 Liquidity statement

Liquidity Statement has been prepared based on the residual/remaining maturity of assets and liabilities as on 31 December 2021 as per the guidelines for islamic banking issued by Bangladesh Bank through BRPD Circular No. 15 dated 09.11.2009 and BRPD Circular No.14 dated 25.06.2003 as follows:

- i) Balance with other banks and financial institutions, etc. are on the basis of their respective maturity term;
- ii) Investments in shares & securities are on the basis of their respective maturity;
- iii) General investments are on the basis of their recovery/repayment schedule;
- iv) Fixed assets [property, plant & equipment] are on the basis of their useful lives;
- v) Other assets are on the basis of their realization/amortization;
- vi) Deposits and other accounts are on the basis of their maturity and payments;
- vii) Provisions and other liabilities are on the basis of their adjustment/settlement;
- viii) Due to perpetual in nature/maturity, Mudaraba Perpetual Bond (MPB) is reported under maturity more than 5 (five) years.
- ix) Mudaraba Redeemable Subordinated Bond is reported under maturity 1 (one) to 5 (five) years and more than 5 (five) years.

2.12 Measurement of property, plant & equipment after recognition

Cost model

After recognition as an asset, an item of property, plant and equipment shall be carried at its cost less any accumulated depreciation and any accumulated impairment losses.

Revaluation model

The revaluation model requires an asset, after initial recognition, to be measured at a revalued amount, which is its fair value less subsequent accumulated depreciation and impairment accumulated losses.

Where an asset's carrying amount is increased as a result of a revaluation, the increase is recognized in equity under the heading of revaluation surplus. However, the increase is recognized in profit or loss to the extent that it reverses a revaluation decrease of the same asset previously recognized in profit or loss.

Where an asset's carrying amount is decreased as a result of a revaluation, the decrease is recognized in profit or loss. However, the decrease is recognized in equity to the extent of any credit balance existing in the revaluation surplus in respect of that asset. The decrease recognized in equity reduces the amount accumulated under the heading of revaluation surplus.

The revaluation surplus included in equity in respect of an item of property, plant and equipment is transferred directly to retained earnings when the asset is derecognized. However, some of the surplus is transferred as the asset is used by the Bank. In such a case, the amount of the surplus transferred would be the difference between depreciation based on the revalued carrying amount of the asset and depreciation based on the asset's original cost.

The Bank revalued its fixed assets on 20.03.2011 by two separate valuers, namely- 'Commodity Inspection Services (BD) Ltd.' and 'Royal Inspection International Ltd.' But the effects on assets have been accounted for as on 30.03.2011.

Derecognition of property, plant and equipment

The carrying amount of an item of property, plant and equipment is derecognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the derecognition of an item of property, plant and equipment is included as other income in profit or loss when the item is derecognized.

Depreciation

The depreciation charge for each period is recognized in profit or loss unless it is included in the carrying amount of another asset. Depreciation of an asset begins when it is installed and available for use, i.e. when it is in the location and condition necessary for it to be capable of operating in the manner intended by management. Depreciation of an asset ceases at the earlier of the date that the asset is classified as held for sale and the date that the asset is derecognized. The residual value and the useful life of an asset is reviewed at least at each financial year-end and, if expectations differ from previous estimates, the change(s) shall be accounted for as a change in an accounting estimate.

Depreciation is calculated based on the cost/revalued amount of items of fixed assets [property, plant & equipment] less their estimated residual values using either of straight-line method (SLM) or reducing balance method (RBM) over their estimated useful lives and recognized in profit and loss. Land is not depreciated. Rates of depreciation considering the useful life of respective assets are as follows:

Particulars	Rate (%)	Estimated life(Years)
Building	2.5	40
Furniture & Fixtures	10	10
Office Equipment	20	5
Software	10	10
Vehicles	20	5
Books	10	10

2.13 Off-balance sheet exposures

In compliance with the instruction contained in BRPD Circular No. 10 dated 18 September 2007 issued by Bangladesh Bank, provision against the off-balance sheet exposures of the Bank as at reporting date has been made as under:

Category / status of Off-balance sheet exposures	Rates	
	Bangladesh Bank's requirement	Maintained by the Bank
General provision for Off-balance sheet exposures		
All types of Off-balance sheet exposures	1.00%	1.00%

2.14 Impairment of assets (IAS-36)

The policy for all assets or cash-generating units for the purpose of assessing such assets for impairment is as follows:

The Bank assesses at the end of each reporting period or more frequently if events or changes in circumstances indicate that the carrying value of an asset may be impaired, whether there is any indication that an asset may be impaired. If any such indication exists, or when an annual impairment testing for an asset is required, the Bank makes an estimate of the assets recoverable amount. When the carrying amount of an asset or cash-generating unit exceeds its recoverable amount, the asset or cash-generating unit is considered impaired and is written down to its recoverable amount by debiting to profit & loss account. Fixed assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may be impaired. However no changes have arisen during the year against impairment.

2.15 Capital/shareholders' equity

2.15.1 Authorised capital

Authorised capital is the maximum amount of share capital that the Bank is authorised by its Memorandum and Articles of Association.

2.15.2 Paid up capital

Paid up capital represents total amount of shareholder capital that has been paid in full by the ordinary shareholders. Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to vote at shareholders' meetings. In the event of a winding-up of the Bank, ordinary shareholders rank after all other shareholders and creditors and are fully entitled to any residual proceeds of liquidation. Details are shown in Note-15.2.

2.15.3 Statutory reserve

Statutory reserve has been maintained @ 20% of profit before tax in accordance with provisions of section 24 of the Bank Company Act, 1991 (as amended 2018) until such reserve equal to its paid up capital together with the share premium.

2.15.4 Non-controlling interest

Non-controlling interest is the equity in the subsidiaries that is not attributable, directly or indirectly to the parent. The Bank attributes the profit or loss and each component of equity to the owners of the parent and to the non-controlling interests. When the proportion of the equity held by non-controlling interests changes, the Bank adjusts the carrying amounts of the controlling and non-controlling interests to reflect the changes in their relative interests in the subsidiaries.

2.15.5 Regulatory capital in line with Basel-III

Till December 2014, as per Revised Regulatory Capital Framework in line with Basel III, full amount of general provision for unclassified investments and off-balance sheet items & Mudaraba Subordinated Bond as capital gone-concern. However, as per Guidelines on Risk Based Capital Adequacy (Revised Regulatory Capital Framework for Banks in line with Basel-III), BRPD No.18, dated 21 December 2014, Assets Revaluation Reserve and Revaluation Reserve of Securities has gradually been deducted in a transitional arrangement starting from January 2015 to December 2019 (20% each year). Accordingly regulatory capital for the period has been calculated complying with all of these changes as per Revised Regulatory Capital Framework for Banks in line with Basel-III.

2.16 Revenue recognition (IFRS-15)

(i) Investment income & revenue recognition

Profit on investments and deposits are recognized against the investment of fund under Mudaraba, Musharaka, Murabaha, Bai-Muazzal and Hire Purchase etc. in line with related approved policy of the Board. Profit on investment ceases to be taken into income when such investment accounts are classified. It is then kept in compensation/rent suspense account and the same is accounted for on cash basis as and when recovered or de-classified as per related BRPD circular.

Fees and commission income are recognized when it is earned.

Income from investment in shares and securities is recognized on actual basis except Bangladesh Govt. Mudaraba Bond income which is recognized on accrual basis.

Sharing of investment income

In case of Investment, Mudaraba fund gets preference over cost free fund. The investment income earned through deployment of Mudaraba Fund is shared by Bank and the Mudaraba Depositors at the predetermined ratio fixed by the Bank.

(ii) Profit paid on deposits and other expenses

Profit paid on deposits and other expenses are recognized on accrual basis.

As per Mudaraba principle of Islamic Shari'ah, the Mudaraba Depositors are entitled to get minimum 65% of the investment income earned through deployment of Mudaraba Fund as per weightage assigned to each type of Mudaraba Deposit. Moreover, in some Mudaraba deposits, additional rate was allowed over the rate as per weightage. Mudaraba Depositors do not share any income derived from various Banking services where the use of fund is not involved and any income derived from Investing Bank's Equity and other Cost Free Fund. Al-Wadeeah Depositors do not share any income of the Bank.

Profit is paid/provided to Mudaraba Deposit accounts at provisional rate on half yearly/anniversary basis considering overall growth, performance, and profitability of the Bank during the year. Final rates of profit of any accounting year are declared after finalization of Shari'ah Inspection Report and certifying the Investment Income of the Bank by the Statutory Auditors.

2.17 Provision for taxation (IAS-12)**(a) Current tax**

Provision for income tax has been calculated as per Income Tax Ordinance, 1984 as amended by the Finance Act 2021 considering all applicable allowances and disallowances.

(b) Deferred tax**Recognition of deferred tax liabilities**

The general principle in IAS 12 is that a deferred tax liability is recognised for all taxable temporary differences. There are three exceptions to the requirement to recognise a deferred tax liability, as follows: liabilities arising from initial recognition of goodwill, liabilities arising from the initial recognition of an asset/liability other than in a business combination which, at the time of the transaction, does not affect either the accounting or the taxable profit, liabilities arising from temporary differences associated with investments in subsidiaries, branches, and associates, and interests in joint arrangements, but only to the extent that the entity is able to control the timing of the reversal of the differences and it is probable that the reversal will not occur in the foreseeable future.

Recognition of deferred tax asset

A deferred tax asset is recognised for deductible temporary differences, unused tax losses and unused tax credits to the extent that it is probable that taxable profit will be available against which the deductible temporary differences can be utilised, unless the deferred tax asset arises from: the initial recognition of an asset or liability other than in a business combination which, at the time of the transaction, does not affect accounting profit or taxable profit. Deferred tax assets for deductible temporary differences arising from investments in subsidiaries, branches and associates, and interests in joint arrangements, are only recognised to the extent that it is probable that the temporary difference will reverse in the foreseeable future and that taxable profit will be available against which the temporary difference will be utilised. The carrying amount of deferred tax assets are reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow the benefit of part or all of that deferred tax asset to be utilised. Any such reduction is subsequently reversed to the extent that it becomes probable that sufficient taxable profit will be available. A deferred tax asset is recognised for an unused tax loss carryforward or unused tax credit if, and only if, it is considered probable that there will be sufficient future taxable profit against which the loss or credit carryforward can be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates/laws that have been enacted or substantively enacted by the end of the reporting period

The Bank has accounted for deferred tax as per International Accounting Standard (IAS)-12, "Income Taxes".

2.18 Zakat fund

The Bank has created a Zakat Fund @ 2.58% for the period ended 31 December 2021 on reserve retained through out the year. Hizri Calendar has been considered to calculate 2.5% of Zakat Fund. Since Hizri Calendar counts 11 days less than the English Calendar, the percentage 2.5% represents equivalent to 2.58% of English Calendar. It is to be noted here that shareholders should pay their individual Zakat based on face value (Taka- 10.00 per share) of their individual shareholding along with their other zakatable assets.

2.19 Retirement benefits (IAS-19)

Defined contribution plans:

(a) Provident fund

A "Defined Contribution Plan" is a post-employment benefit plan under which an entity pays fixed contribution into a separate entity and will have no legal constructive obligation to pay further amounts. Provident fund benefit is given to the eligible staffs of the Bank in accordance with the rules of the provident fund duly recognized by the National Board of Revenue of Bangladesh. The Bank operates a contributory provident fund duly approved by the Income Tax Authority. Both the employer and all eligible employees contribute @ 10% of basic salary to this fund. Trustee board administers this fund. The fund is managed separately from the Bank's assets, as per rules of the fund & section 399 of the Companies Act 1994.

b) Superannuation fund

The fund under the caption "Social Islami Bank Limited (SIBL) Employees' Superannuation Fund" came into force from 01 July 1999. It was established to benefit the employees in several ways which includes death benefit, scholarship etc. All employees contribute @1% of basic salary every month along with the same amount contribution by the Bank.

Defined benefit plans:

(a) Gratuity

As per service rules of the Bank, employee who has completed five years regular service, are eligible for yearly gratuity @ 1 (one) month basic salary for every full year of regular service and employee who has completed seven years regular service are eligible for yearly gratuity @ 2 months basic salary for full year regular service. The Bank has complied with International Accounting Standard (IAS) -19, "Employee Benefits" and necessary provision i.e @ 9.1% of basic salary of the regular employees have been made as per actuary valuation of Z. Halim & Associates, Actuarial & Pension Consultants for the period ended 31 December 2021. Meanwhile, early 2022 the Board of Directors revised the gratuity plan wherein the employees will be eligible for yearly gratuity @01 month, 1.5 month and 02 month basic salary who have completed their service for 07 years to below 12 years, 12 years to below 20 years and 20 years & above respectively for each completed years of regular service and fraction thereof.

2.20 Reconciliation of inter Bank / branch transactions

Books of accounts with regard to inter Bank/branch transactions (In Bangladesh and outside Bangladesh) are reconciled and there are no material differences that may affect the financial statements significantly.

2.21 Risk management

Today's most risky nature of Banking business has caused the Central Banks of every country much concerned about the risk factors affecting the financial position of the Banks. In this connection every Central Banks have come forwarded to establish a general framework to defeat the risk factors considering the laws of the land. Bangladesh Bank has also undertaken an overall core-risk management project under which every Bank shall be bounded to the authoritative covenants to install risk management system. Social Islami Bank Ltd. has established approved policies covering major areas such as (a) Investment Risk Management, (b) Foreign Exchange Risk Management, (c) Asset Liability Management Risk (d) Money Laundering Risk (e) Internal Control & Compliance Risk and (f) Information & Communication Technology Security Risk (g) Internal Audit (h) Fraud and Forgeries according to the DOS circular no: 04 (08 October 2018) regarding 'Risk Management Guidelines' for Banks, Bank Companies Act 1991 and other guidelines. of Bangladesh Bank.

In addition, the Bank is also following relevant Bangladesh Bank guidelines on risk based capital adequacy, stress testing and managing the Banking risks in other core risk areas.

The Bank has established an independent Risk Management Division (RMD) as per DOS circular no:04 (08 October 2018). RMD consists of five desk i.e i) Investment Risk Related Desk; ii) Market Risk Related Desk; iii) Operational Risk Related Desk; iv) Liquidity Risk Related Desk; v) Risk Research and Policy Desk and vi) Capital Adequacy Reporting Desk. Risk Management Division also conducts stress testing as per DOS circular no: 01 (23 February 2011), for examining the Bank's capacity of handling future shocks, as well as deals with all potential risks that might occur in future.

The prime objective of the risk management is that the Bank takes well calculative business risks while safeguarding the Bank's capital, its financial resources and profitability from various risks. In this context, the Bank took steps to implement the guidelines of Bangladesh Bank as under:

(a) Investment risk management

Investment risk is one of the major risks faced by the Bank. This can be described as potential loss arising from the failure of a counter party to perform as per contractual agreement with the Bank. The failure may results from unwillingness of the counter party or decline of financial condition. Therefore, the Bank's investment risk management activities have been designed to address all these issues.

The Bank has segregated duties of the Officers / Executives involved in investment related activities. A separate Corporate Division has been formed at Head Office, which is entrusted with the duties of maintaining effective relationship with the customer, marketing of credit products, exploring new business opportunities etc. Moreover, investment approval, administration, monitoring and recovery functions have been segregated. For this purpose, three separate units have been formed within the Credit Division. These are (a) Investment Risk Management Unit, (b) Investment Administration Unit and (c) Investment Monitoring & Recovery Unit. Investment Risk Management Unit is entrusted with the duties of maintaining asset quality, assessing risk in lending to a particular customer, sanctioning credit, formulating policy / strategy for lending operation etc.

A thorough assessment is done before sanctioning of investment facility at Investment Risk Management Unit. The risk assessment includes borrower risk analysis, financial analysis, industry analysis, historical performance of the customer, security of the proposed credit facility etc. The assessment process starts at Corporate Division by the Relationship Manager/ Officer and ends at Investment Risk Management Unit when individual executives. Proposal beyond their delegation are approved / declined by the Executive Committee and / or the Management.

In determining single borrower / large investment limit, the Bangladesh Bank instructions are strictly followed. Internal audit is conducted on periodical interval to ensure compliance of Bank's and regulatory policies. Investments are classified as per Bangladesh Bank's guidelines.

(b) Foreign exchange risk management

Foreign Exchange risk is defined as the potential change in earnings arising due to change in market prices. The foreign exchange risk of the Bank is minimal as all the transactions are carried out on behalf of the customers against underlying L/C commitments and other remittance of single borrower limit shown in note.

International Department independently conducts the transactions relating to foreign exchange and is responsible for verification of the deals and passing of their entries in the books of account. All foreign exchange transactions are revalued at Mark-to-market rate as determined by Bangladesh Bank at the month end. All NOSTRO Accounts are reconciled on monthly basis and the management for its settlement reviews outstanding entry beyond 30 days.

(c) Asset liability management risk

Asset Liability Management (ALM) has been defined as a planned, structured and systematic process of managing the asset and liability with a view to lead the Bank to a balanced and sustainable growth through minimizing various business risk factors - market risk and liquidity risk. According to the Bangladesh Bank guidelines and considering the most practical aspects of the Bank, an approved policy manual on ALM has been prepared so that it could be followed consistently every sphere of the management. To support the ALM process, the Bank has established a committee called "Asset Liability Committee (ALCO)" headed by the Managing Director and holds meeting at least one in every month. ALM Desk, an exclusive functional and operational desk for the asset liability management, is embodied herewith the ALCO to function under the direct control of Financial Administration Division (FAD).

ALCO reviews the liquidity requirement of the Bank, the maturity of assets and liabilities, deposit and lending, pricing strategy and the liquidity contingency plan at the threshold of stress liquidity situation. Besides that monitoring and analyzing of significant volatility in net investment income, investment value and exchange earnings etc. are the common and regular job of the ALM desk.

(d) Money laundering risk

Social Islami Bank Limited (SIBL) has framed an approved Money Laundering Prevention Policy Guideline so that it could be sufficient enough to protect the Bank from tribulations of money laundering.

As per Money Laundering Prevention Act, 2012 and Money Laundering Prevention circular, a Central Compliance Unit (CCU) has been formed at Head Office in SIBL and a designated person has been nominated to supply any information if required and report any abnormal and suspicious transactions to Bangladesh Bank through CCU. Chief Anti Money Laundering Compliance Officer (CAMALCO) has been designated at head office and Branch Anti Money Laundering Compliance Officers (BAMALCO) has been nominated at branches. The second man of the sixty-four branches of SIBL has been complying the responsibility for their respective branches as Branch Anti Money Laundering Compliance Officers (BAMALCO) as per the direction of Bangladesh Bank.

Know Your Customer (KYC) profile, Risk Rating and Assessment (RRA) profile and Transaction Profile (TP) have been introduced as per the direction of Bangladesh Bank. These profiles facilitate and ease the KYC procedures, risk categorization, transaction monitoring process, suspicious activity reporting process, self-assessment process, independent procedures testing system etc. Proper record keeping procedure has been established also.

The action plan regarding the KYC procedures of those accounts, which opened before 30-04-2002 already has been sent to the Bangladesh Bank. The branches, which are liable to act in accordance with this action plan, has been complying it properly and vigorously.

Various types of statements such as Quarterly STR, Quarterly KYC statement for legacy accounts, Bi-monthly statements etc has been sent to the Bangladesh Bank properly. "FIU Reporting System" Version-1.0.3 Software has been installed all of the branches as per the direction of central Bank. As a result, the soft copy of Cash Transaction Report (CTR) and Suspicious Transaction Report (STR) has been sent to Bangladesh Bank properly in due time.

The training procedure has been conforming as per the action plan, which was given to Bangladesh Bank. It provides significant role to develop and to aware the staffs of SIBL about Anti Money Laundering. The management of the Bank is committed to train all of its workforces regarding anti money laundering.

(e) Internal control and compliance risk

Internal controls ensure systematic and orderly flow of various operational activities within the organization. Now a day in the biggest and complex business environment, compliance becomes one of the major concern to the corporate being major risk involved in non-compliance of statutory requirements and operational procedures. To protect and safeguard the Bank from any means of fraud and error as well as loss - Social Islami Bank has introduced the "Internal control and Compliance guideline and also established a separate department called "Internal Control and Compliance Department (ICCD)" at Head Office staffed with some experienced senior Banker rest with the power and duties to train the employees of the Bank, give direction, monitor, audit and establish control on day to day operational procedures and statutory and non-statutory compliances.

ICCD collects different periodical reports, departmental control function check list etc. for documentation and also undertakes periodical and special audit of the branches and departments at Head Office for review of the operation and compliance of statutory requirements and the Board Audit Committee reviews the reports.

(f) Operational risk

Operational risk can be defined as the possibilities of losses resulting from inadequacy or failed internal processes, systems and people or from external events.

Operational risk includes legal and regulatory risk, business process and change risk, fiduciary or disclosure breaches, technology failure, financial crime and environmental risk. It exists in some form in every Bank business and function. Operational risk can not only result in financial loss, but also regulatory sanctions and damage to the Bank's reputation. SIBL is successful at managing operational risk with a view to safeguarding client assets and preserving shareholder value.

SIBL manages operational risks in the following manner:

- I. Risks are identified with reference to the relevant policy manuals, processes, and practices;
- II. Departmental Control Function Check List (DCFCL) is in place for evaluation of control;
- III. Review of safety and control measures of premises and equipments;
- IV. Management of technological and information security risks; and
- V. Ensuring the maintenance of the Bank's business continuity plan (BCP) and crisis management policy.

(g) Legal risks

In SIBL, legal risks are covered by recognizing potential losses from litigation or possible litigation at an early stage and by formulating solutions for reducing, restricting and avoiding such risks and creating adequate provision there-against.

(h) Business risk

Business risk covers the risk of losses arising from lower non-interest income and higher expenses from the budgeted amount. The business risk is resulted from the market condition, greater customer expectation and or technological development that may change compared to the assumptions made at the time of planning.

Business risk in SIBL is managed by setting clear targets for specific business units, in terms of business volume, income, cost, cost-income ratio, quality of assets etc. with an ongoing process of continuous improvement.

(i) Reputational risk

Reputational risk is defined as the risk of losses, falling business volume or income as well as reduced value of the Company arising from business events that may reduce the confidence of the customers & clients, shareholders, investors, counterparties, business partners, credit rating agencies, regulators and general public in SIBL.

The branches and operational divisions are directly responsible for reputational risks arising from their business operations. Reputational risks may also arise from a deficiency in managing other risks. All risk must therefore be managed effectively in order to uphold the Bank's reputation. The management ensures that SIBL is aware of any changes in market perceptions as soon as possible. Accordingly, all business policies and transactions are subjected to careful consideration. SIBL takes necessary precautions to avoid business policies and transactions that may result in significant tax, legal or environmental risks. Reputational risk is also factored into major credit decisions that may lead to credit proposal being declined.

(j) Compliance risk

The success of SIBL is largely dependent on the trust and confidence of our existing and potential customers, our shareholders, our staff, our regulators and the general public in our integrity and ethical standard. The confidence largely depends on meticulous compliance with applicable legal and regulatory requirements and internal policies of SIBL. The confidence also depends on conformity with generally accepted market norms and standards in our business operations. The Board of Directors is primarily responsible for compliance with all applicable norms and regulations. The Board discharges its responsibilities itself and through delegation of authorities to Executive Committee, Audit Committee and Risk Management Committee of the Board. The objective is to identify any compliance risks at an early stage that may undermine the integrity and the success of SIBL and to mitigate the risks in most appropriate way.

(k) Information and communication technology security risk

According to the latest requirement of the Bangladesh Bank on Core Risk Management, ICT policy guideline has been newly introduced at Social Islami Bank. The prime objective of such guideline is to protect data properties of the Banks from any means of loss, unauthorized use, forgery and destruction as well as documentation of all ICT related tasks to reduce man dependency and increase process dependency. According to this guideline, ICT department responses, monitors, trains and co-ordinates the total IT matter with other departments and branches so that man and machine could effectively co-opt on timely fashion. The ICT department ensures necessary guidelines / instructions to the Departments / Branches and monitors status of implementation strictly.

(l) Internal audit

The Bank initiates internal audit of the branches and head office divisions on a periodical basis, concurrent basis and surprise inspection is also done to check the compliance status of the cost centers of the Bank. The internal audit is supervised under ICCD and a separate division named 'Board Audit Cell (BAC)' also conducts internal audit under supervision and direct authority of Board Audit Committee. This BAC directly reports to the Chairman of Board Audit Committee. This way a strong internal audit of the cost centers as well as of Head Office Divisions are conducted to ensure all related compliance.

(m) Fraud and forgeries

Fraud and Forgeries are a critical dimension, the Banking industry is facing now a days. In order to safeguard the Bank from all probable fraud and forgeries that may occur in any respect, the Bank has taken all possible safety security measures that are undertaken under direct supervision of ICCD. Concurrent audit, internal audit, Board audit etc. are done periodically along with surprise audit from time to time. Moreover, there are a lot of safety measures initiated at the branch level also. The core Banking solution Ababil is designed to prevent IT related fraud and forgeries.

Additional risks required to be addressed under new regulatory requirements

(n) Environmental & social risk

As one of the shariah based Banks of Bangladesh, Social Islami Bank Limited (SIBL) have adopted Environmental & Social Risk Management (ESRM) System as one of its integral parts of Investment Risk Assessment to compute environmental & social risks from our financial footprints. SIBL is one of the Banks operating in Bangladesh to add "Environmental & Social Management System (ESMS)" within its framework, a global standard to minimize environmental & social risks from the organisational activities. Risks associated with E&S Risk in Credit/Investment Management includes 1. Credit Risk, 2. Legal Risk, 3. Operational Risk, 4. Liquidity Risk, 5. Reputational Risk etc. Applicability of the guideline includes for investments disbursed to the sectors Agriculture, SME, Corporate Finance, Project Finance and Trade, Retail & Microfinance. All national regulations pertaining to E&S governance is applicable while carrying out E&S due diligence of a particular transaction. This means all relevant E&S permits, consents, licenses, and monitoring of E&S parameters as per the national regulations are to be considered as mandatory compliance requirements for evaluation of an investment application. If clients have management systems in place as per international frameworks such as ISO 14001 for environmental management, OHSAS 18001 for occupational health and safety, SA8000 for socially acceptable practices in the workplace then it is considered as good practices. Adherence to IFC Performance Standards is considered in case of large project financing as a good practice and optional requirement.

2.22 Earnings per share (IAS-33)

Earning Per Share (EPS) has been computed by dividing the basic earning by the weighted average number of ordinary shares outstanding at the end of the year as per IAS 33 Earning Per Share

Basic earnings

This represents earnings for the year attributable to ordinary shareholders. Net profit after tax less preference dividend has been considered as fully attributable to the ordinary shareholders.

Weighted average number of ordinary shares outstanding during the year

This represents the number of ordinary shares outstanding at the beginning of the year plus the number of ordinary shares issued during the year multiplied by a time weighted factor. The time weighting factor is the number of days the specific shares are outstanding as a proportion of the total number of days in the year.

The basis of computation of number of shares is in line with the provision of IAS 33 Earning Per Share. The logic behind this basis is that the bonus shares are issued to the existing shareholders without any consideration, and therefore, the number of shares outstanding is increased without an increase in resources generating new earnings. In contrast, other shares were issued against consideration in cash or in kind, and accordingly there is an increase in resource generating new earnings. Therefore, the total number of shares issued in 2021 has been multiplied by a time weighting factor which is the number of days the specific shares were outstanding as a proportion of total number of days in the period.

2.23 Events after reporting period

As per IAS - 10 "Events after the Reporting Period" events after the reporting period are those events, favorable and unfavorable, that occur between the end of the reporting period and the date when the financial statements are authorized for issue. Two types of event can be identified:

(a) Adjusting events after the reporting period which provide evidence of conditions which existed at the end of the reporting period; and

(b) Non adjusting events after the reporting period, are those that are indicative of conditions that arose after the reporting period.

The details about the events after reporting period is shown at note - 51.

2.24 Segment reporting

As per IFRS 8 "Operating Segments", an operating segment is a component of an entity:

(i) That engages in business activities from which it may earn revenues and incur expenses (include revenues and expenses relating to transactions with other components of the same entity);

(ii) Whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performances, and

(iii) For which discrete financial information is available.

The Bank identifies segment based on its business segment as well as its subsidiaries. Business segment comprises SME, Retail, Corporate and Treasury under Islamic Banking.

The Bank reviews the segments at the end of each reporting period to identify which of its segments are reportable and disclose the related information for those reportable segments accordingly.

2.25 Asset retirement obligations (ARO)

Asset retirement obligations (ARO) are recognized when there is a legal or constructive obligation as a result of past event for dismantling and removing an item of property, plant and equipment and restoring the site on which the item is located and it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount of obligation can be made. A corresponding amount equivalent to the provision is also recognized as part of the cost of the related property, plant and equipment. The amount recognized is the estimated cost of decommissioning, discounted to its present value. Changes in the estimated timing of decommissioning or decommissioning cost estimates are dealt with prospectively by recording an adjustment to the provision, and a corresponding adjustment to property, plant and equipment. The periodic unwinding of the discount is recognized in the statement of profit or loss as a finance cost as it occurs.

2.26 Off-shore Banking Units (OBU)

The Off-shore Banking Units maintain its accounting records in USD from which accounts are prepared according to the Bank Company Act, 1991 as amended, International Financial Reporting Standards (IFRSs) and other applicable directives issued by Bangladesh Bank. All the financial statements relating to the OBU has already been accounted for in the separate financial statements of the Bank (considering necessary adjustments relating to intra-units transactions and balances). Along with that, this financial statements relating to OBU only is prepared and disclosed in compliance with the requirements of Bangladesh Bank.

2.27 Dividend payments

Final dividend is recognized when it is approved by the shareholders in Annual General Meeting (AGM). The proposed dividend for the year 2021, therefore, has not been recognized as a liability however disclosed in the balance sheet in accordance with IAS-10 "Events after the Reporting Period". Dividend payable to the Bank's shareholders is recognized as a liability and deducted from the shareholders' equity in the period in which the shareholders' right to receive the dividend is established.

2.28 Other earnings

Profit received from the balances held with foreign banks and from foreign currency clearing account with Bangladesh Bank are not credited to income, since it is not permissible as per Shari'ah. These are expended for charitable purposes after payment of corporate income tax thereon.

2.29 Inter-branch transactions

Transactions with regard to inter-branches and units are reconciled regularly and efforts are taken to minimize the unreconciled entries at the end of the year.

2.30 Regulatory and legal compliance

Among others, the Bank complied with the requirements of the following circular, rules and regulations:

- a) The Bank Companies Act, 1991 as amended
- b) The Companies Act, 1994
- c) BRPD Circular No. 14 dated 25.06.2003 and "Guidelines for Islamic Banking" issued by Bangladesh Bank through BRPD Circular No. 15 dated 09.11.2009
- d) Other circulars, rules and regulations issued by Bangladesh Bank from time to time

- e) The Securities and Exchange Rules, 2020 as amended
- f) The Securities and Exchange Ordinance, 1969
- g) The Securities and Exchange Commission Act, 1993
- h) Income Tax Ordinance, 1984 as amended
- j) Value Added Tax and Supplementary Duty Act, 2012, Value Added Tax Rules, 2016 as amended
- j) Standards issued by AAOIFI
- k) The Stamp Act-1899
- l) The Customs Act-1969
- m) Dhaka Stock Exchange Limited (DSE), Chittagong Stock Exchange (CSE) and Central Depository Bangladesh Limited (CDBL) rules and regulations
- n) The Money Laundering Prevention Act, 2012
- o) The Anti Terrorism (Amendment) Act, 2012 etc.

The Bank identifies segment based on its business segment as well as its subsidiaries. Business segment comprises SME, Retail, Corporate and Treasury under Islamic Banking.

The Bank reviews the segments at the end of each reporting period to identify which of its segments are reportable and disclose the related information for those reportable segments accordingly.

2.31 Workers profit participation fund and welfare fund

SRO-336-AIN/2010 dated 5-10-2010 issued by the 'Ministry of Labour and Employment' declares the status of business of certain institutions and companies along with Bank & insurance companies as "Industrial Undertakings" for the purposes of Chapter-XV of the Bangladesh Labour Act, 2006 (as amended up to 2013) which deals with the workers' participation in Company's profit by way of 'Workers Participation Fund' and 'Welfare Fund'. This Act requires the "Industrial Undertakings" to maintain provision for workers' profit participation fund @ 5% on net profit. Since this requirement contradicts with the 'Section 11' of the 'Bank Company Act 1991 (as amended up to 2018)', Banks in Bangladesh took up the issue collectively and sought opinion from 'Association of Bankers Bangladesh Limited (ABB)' on the same. ABB wrote a letter to the 'Ministry of Finance' of Government of People's Republic of Bangladesh on 09.03.2016 to draw attention of the honorable Finance Minister regarding relevance and applicability of Chapter XV of the Bangladesh Labour Act, 2006 (as amended up to 2013) for Bank Companies and to obtain a direction on the issue. The 'Ministry of Finance' revealed their opinion that WPPF should not be relevant for Bank Companies and therefore, it should not be applied there. They also sought for an opinion on this issue from Bangladesh Bank. Subsequently, Bangladesh Bank agreed on all the logics and legal opinion collected by the ABB and expressed their consensus with them on 29.11.2016. In this backdrop, the 'Ministry of Finance' has given their instruction, vide letter no. 53.00.0000.311.22.002.17.130 dated 14.02.2017, for not applying Chapter XV of the Bangladesh Labour Act, 2006 (as amended up to 2013) in Bank Companies. Therefore, no provision in this regard has been made in the financial statements for the year ended on December 31, 2021.

2.32 Use of estimates and judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses, and disclosure requirements for contingent assets and liabilities during and at the date of the financial statements. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions of accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

Information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements include depreciation, amortization, impairment, post employment benefits liabilities, accruals, taxation and provision.

2.33 Related party transactions

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or common significant influence. Related party transaction is a transfer of resources, services or obligations between related parties, regardless of whether a price is charged as per IAS 24 "Related Party Disclosures", Bangladesh Bank & BSEC guidelines. Details of the related party transactions have been disclosed in Note - 49.

				31.12.2021	31.12.2020
				Taka	Taka
3	Cash				
	In hand:				
	In local currency			2,689,606,676	2,492,410,437
	In foreign currencies			36,952,461	49,036,144
	ATM balance			689,034,927	431,262,467
				3,415,594,063	2,972,709,048
	In Foreign Currencies				
		Foreign Currency	Amount in FC	Exchange Rate	
		USD	237,470	85.80	20,374,926
		EURO	159,765	97.25	15,537,833
		GBP	8,965	115.72	1,037,416
		S. Riyal	100	22.85	2,285
				36,952,461	49,036,144
3(a)	Consolidated balance of cash in hand				
	Social Islami Bank Limited			3,415,594,063	2,972,709,048
	Cash in hand of Subsidiary companies			1,020,793	553,803
	SIBL Securities Limited			734,863	528,602
	SIBL Investment Limited			285,930	25,201
				3,416,614,856	2,973,262,850
3.1	Balance with Bangladesh Bank and its agent Bank (Sonali Bank)				
	Balance with Bangladesh Bank (Note-3.1.1)			19,784,191,100	29,856,531,522
	Balance with Sonali Bank (as an agent of BB) (Note-3.1.2)			291,456,554	544,241,868
				20,075,647,654	30,400,773,390
3.1.1	Balance with Bangladesh Bank (Including foreign currencies)				
	In local currency			17,916,790,090	29,005,056,916
	In foreign currencies			1,867,401,010	851,474,606
				19,784,191,100	29,856,531,522
3.1.2	Balance with Sonali Bank (as an agent of Bangladesh Bank)				
	In local currency			291,456,554	544,241,868

3.2 Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR)

Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with the clause (1) of Article 36 of Bangladesh Bank Order, 1972 (as amended upto 2003) and clause (1) of Section 33 of the Bank Companies Act, 1991 (as amended upto 2013) respectively and subsequent DOS circular no: 05/2008, DOS circular letter no.05/2009, DOS circular letter no.21/2009 DOS circular letter no.01, dated: 19/01/2014, MPD Circular no. 01, dated 23/06/2014 and MPD Circular no. 01, dated 03/04/2018.

According to latest MPD Circular no. 03, dated 09/04/2020, the statutory cash reserve requirement (CRR) on Bank's time and demand liabilities @3.50% on daily basis and @4.00% on Bi-weekly average basis has been calculated and maintained with Bangladesh Bank (BB) in current account and @5.5% statutory liquidity ratio (SLR) on the same liabilities has also been maintained in the form of BD Govt. Islamic Bond including FC (Foreign Currency) balances with Bangladesh Bank used in BDT, Cash in hand, balance with Sonali Bank as agent of BB, balance with Islamic Refinance Fund A/C and daily excess reserve of CRR maintained on a Bi-weekly average requirement. Both the reserves are maintained by the Bank in excess of the statutory requirements, as shown below:

	31.12.2021 Taka	31.12.2020 Taka
3.3 Cash Reserve Requirement (CRR): 3.50% for DBO and 1.5% for OBO (on daily basis) of average Demand and Time Liabilities		
Required Reserve	11,639,111,000	10,423,322,000
Actual Reserve held as per GL balance (in local currency)	17,916,790,090	29,005,056,916
Excess Reserve	6,277,679,090	18,581,734,916
3.4 Cash Reserve Requirement (CRR): 4.00% for DBO and 2.00% for OBO (on bi-weekly average basis) of average Demand and Time Liabilities		
Required Reserve	13,314,424,000	11,914,481,000
Actual Reserve held as per GL balance (in local currency)	17,916,790,090	29,005,056,916
Excess Reserve	4,602,366,090	17,090,575,916
3.5 Statutory Liquidity Ratio (SLR)		
Required Reserve	18,428,438,000	16,402,749,000
Actual Reserve held as per GL balance (Note- 3.6)	28,474,466,708	35,069,686,832
Surplus	10,046,028,708	18,666,937,832
3.6 Held for Statutory Liquidity Ratio		
Cash in hand (Note- 3)	3,415,594,063	2,972,709,048
Balance with Bangladesh Bank and its Agent Banks (Note-3.1)	-	-
Balance with Sonali Bank (as an agent of BB) (Note-3.1.2)	291,456,554	544,241,868
Excess reserve of CRR (Note-3.4)	4,602,366,090	17,090,575,916
Balance with Islamic Refinance Fund (Note-6)	250,000,000	250,000,000
Bangladesh Govt. Islamic Bond (Note- 6)	19,915,050,000	14,212,160,000
	28,474,466,708	35,069,686,832
4 Balance with Other Banks and Financial Institutions (Other than Mudaraba Term Deposit)		
In Bangladesh (Note - 4.1)	7,030,431,948	3,889,038,464
Outside Bangladesh (Note- 4.2)	2,540,793,342	611,795,207
	9,571,225,290	4,500,833,672
4(a) Consolidated balance of other Banks and Financial Institutions		
In Bangladesh		
Social Islami Bank Limited	7,030,431,948	3,889,038,464
Add: Account Balance of subsidiaries of SIBL with SIBL Principal Branch	1,262,251,073	501,060,008
SIBL Securities Limited (Current account and MTDR)	1,155,890,554	396,156,756
SIBL Investment Limited	106,360,519	104,903,252
	8,292,683,022	4,390,098,473
Less: Inter Company balance eliminated	1,262,251,073	501,060,008
SIBL Securities Limited (Current account and MTDR)	1,155,890,554	396,156,756
SIBL Investment Limited	106,360,519	104,903,252
Add: Account Balance of subsidiaries of SIBL with other Banks and financial institutions	15,555	15,555
SIBL Securities Limited	15,555	15,555
SIBL Investment Limited	-	-
Consolidated balance with Banks and Financial Institutions	7,030,447,503	3,889,054,019

The balances are held with the 'Principal Branch' of SIBL bearing current account no: 0002-13300056882 and 0002-13300057058 respectively.

		31.12.2021	31.12.2020
		Taka	Taka
4.1	In Bangladesh		
a)	Current Account		
	Islami Bank Bangladesh Limited	53,654	43,119
	Sonali Bank Limited	44,940,487	30,364,123
	Agrani Bank Limited	1,425,930	18,275
	Pubali Bank Limited	2,261	2,261
	Rupali Bank Limited	70,658,115	61,126,220
	Trust Bank Limited (ATM settlement Account)	37,643,899	23,433,312
	Standard Chartered Bank (ATM settlement Account)	21,239,152	6,758,300
		175,963,498	121,745,609
b)	Mudaraba Short Notice Deposits		
	Al- Arafah Islami Bank Limited	806,212,944	783,162,184
	ICB Islami Bank Limited	8,805	9,187
	Shahjalal Islami Bank Limited	515,504,860	19,196,450
	Prime Bank Limited (Islami Banking Branch)	7,539	7,455
	Bank Asia Limited (Islami Banking Branch)	591,058	582,992
	Islami Bank Bangladesh Limited	292,756,041	81,100,933
	Jamuna Bank Limited (Islami Banking Branch)	561,966	557,106
	Pubali Bank Limited (Islami Banking Branch)	1,749,386,613	3,156,669
	Exim Bank Ltd.	38,257,175	9,115,185
	Janata Bank Limited	18,713	19,226
	Southeast Bank Ltd.	3,359,067	3,338,774
	AB Bank Ltd.	23,569,964	315,904
	The City Bank Ltd.	11,316	11,859
	Agrani Bank Ltd.	702,751,461	257,655,395
	First Security Islami Bank Ltd.	30,907,601	32,817,096
	NRB Global Banl Ltd.	748,373,127	1,028,573,976
	Union Bank Ltd.	1,942,190,201	1,547,672,464
		6,854,468,450	3,767,292,855
c)	Mudaraba Savings Deposits	-	-
	Total	7,030,431,948	3,889,038,464

4.2 Outside Bangladesh (NOSTRO Account)

31.12.2021

	Current Account with	Currency	F.C. Amount	Rate	Taka
1	SCB, MUMBAI	ACUD	781,452.22	85.80	67,048,600
2	SUMMIT Bank, KARACHI	ACUD	23,784.82	85.80	2,040,738
3	SONALI Bank, KOLKATA	ACUD	299,250.29	85.80	25,675,675
4	MASHREQ Bank, MUMBAI	ACUD	540,085.65	85.80	46,339,349
5	NEPAL BANGLADESH Bank	ACUD	56,422.86	85.80	4,841,081
6	Bank OF BHUTAN, PHUENTSHOLING	ACUD	228,340.71	85.80	19,591,633
7	UNITED Bank OF INDIA	ACUD	125,167.03	85.80	10,739,331
8	AB Bank, MUMBAI	ACUD	14,907.28	85.80	1,279,045
9	MEEZAN Bank LIMITED	ACUD	213,522.39	85.80	18,320,221
10	MCB Bank, KARACHI, PAKISTAN	ACUD	395.34	85.80	33,920
11	AXIS Bank LIMITED	ACUD	140,028.93	85.80	12,014,482
12	HDFC Bank LTD., MUMBAI	ACUD	235,625.31	85.80	20,216,652
13	MASHREQ Bank, NEW YORK, (OBU)	USD	1,193,888.47	85.80	102,435,631
14	MASHREQ Bank PSC, NEW YORK, USA	USD	10,836,769.18	85.80	929,794,796
15	SCB, NY, USA	USD	10,814,153.56	85.80	927,854,375
16	KOREA EXCH. Bank, KOREA	USD	5,081.06	85.80	435,955
17	HABIB AMERICAN Bank	USD	3,436,339.13	85.80	294,837,897
18	COMMERZ Bank AG, FRANKFURT	USD	416,220.42	85.80	35,711,712
19	COMMERZ Bank AG, CHF	CHF	8,337.32	93.71	781,282
19	MASHREQ Bank, PSC MUMBAI	ACU EURO	497.92	97.25	48,425
20	SCB, FRANKFURT	EURO	101,096.20	97.25	9,832,040
21	COMMERZ Bank AG, FRANKFURT	EURO	27,102.85	97.25	2,635,869
22	SCB, LONDON, UK	GBP	16,262.78	115.72	1,881,905
23	SCB, TOKYO	JPY	3,191,421.00	0.75	2,379,524
24	RIYAD BANK	RIYAL	174,367.00	22.85	3,984,303
25	Bank AL JAZIRA	RIYAL	1,702.50	22.85	38,902
				Total	2,540,793,342

Currency wise Distribution:	31.12.2021	31.12.2020	31.12.2021	31.12.2020
Foreign Currency	Composition	Composition	Taka	Taka
USD/ACU	97.75%	97.05%	2,483,499,381	593,763,313
CHF	0.03%	-	781,282	-
GBP	0.07%	0.11%	1,881,905	698,148
EUR	1.90%	1.27%	48,228,046	7,744,465
YEN	0.09%	0.07%	2,379,524	412,663
RIYAL	0.16%	1.50%	4,023,206	9,176,617
	100%	100%	2,540,793,342	611,795,207

Please see 'Annexure-C' for details comparative statement of 31.12.2021 & 31.12.2020 of foreign currency amount and rate.

		31.12.2021	31.12.2020
		Taka	Taka
4.3	Maturity-wise groupings of balance with other		
	Banks and Financial Institutions (Both in Bangladesh and outside Bangladesh)		
	On Demand	2,716,756,840	733,540,816
	Not more than 3 months	6,854,468,450	3,767,292,855
	Over 3 months but not more than 1 year	-	-
	Over 1 year but not more than 5 years	-	-
	More than 5 years	-	-
		9,571,225,290	4,500,833,672
5	Placement with Banks & other Financial Institutions		
	Placement with Banks (Note-5.1)	3,636,293,194	1,986,395,494
	Placement with other Financial Institutions (Note-5.2 & 5.3)	6,026,450,000	4,214,400,000
		9,662,743,194	6,200,795,494
5.1	Mudaraba Term Deposits with Banks		
	ICB Islamic Bank Limited	186,293,194	186,395,494
	Union Bank Limited	1,800,000,000	1,800,000,000
	Al-Arafah Islami Bank Limitd	150,000,000	-
	EXIM Bank Limited	1,500,000,000	-
		3,636,293,194	1,986,395,494
5.2	Mudaraba Term Deposits with Other Financial Institutions		
	IPDC Finance Ltd.	-	250,000,000
	International Leasing & Financial Services Ltd.	355,000,000	355,000,000
	Union Capital Limited	200,000,000	200,000,000
	Bay Leasing & Investment Ltd.	50,000,000	50,000,000
	Fas Finance and Investment Limited	300,000,000	300,000,000
	First Finance Limited	100,000,000	100,000,000
	Islamic Finance & Investment Ltd.	25,000,000	25,000,000
	AVIVA Finance Limited/Realiance	1,680,000,000	1,680,000,000
	Investment Corporation of BD Ltd. (ICB)	1,000,000,000	1,000,000,000
		3,710,000,000	3,960,000,000
5.3	FC Placement with Banks & other Financial Institutions		
	Al-Arafah Islami Bank Ltd.	343,200,000	254,400,000
	First Security Islami Bank Ltd.	257,250,000	-
	Islami Bank Ltd.	1,287,000,000	-
	Shahjalal Islami Bank Ltd.	429,000,000	-
		2,316,450,000	254,400,000
5.4	Maturity-wise groupings of placement with		
	Banks and other Financial Institutions		
	On Demand	3,455,000,000	3,635,000,000
	Not more than 3 months	4,316,450,000	2,354,400,000
	More than 3 months but less than 1 year	1,705,000,000	25,000,000
	More than 1 year but less than 5 years	186,293,194	186,395,494
	More than 5 years	-	-
		9,662,743,194	6,200,795,494

	31.12.2021 Taka	31.12.2020 Taka
6 Investment in Shares & Securities		
Government		
Government Bond (Islamic Investment Bond) (Note 6.1)	11,100,000,000	12,450,000,000
7 Years Treasury BOND (5%)	319,300,000	319,300,000
7 Years Treasury BOND (0%)	123,000,000	123,000,000
Investment in BD GOVT. Investment Sukuk	8,372,750,000	1,319,860,000
	19,915,050,000	14,212,160,000
BD Government Islamic Refinance Fund	250,000,000	250,000,000
	20,165,050,000	14,462,160,000
Others		
Investment in Shares, Quoted (Note 6.3 & 6.6)	428,947,081	655,101,435
Investment in Shares, Unquoted/bond (Note 6.4 & 6.5)	8,580,727,751	3,327,938,395
	9,009,674,832	3,983,039,830
Fair value adjustment through profit or loss (FVTPL) (note: 6.6)	(17,190,627)	42,167,831
Value of Investment in Shares and securities, Others	8,992,484,206	4,025,207,661
Grand Total	29,157,534,206	18,487,367,661
Maturity-wise Grouping of Investment in Securities:		
Upto one month	4,066,434,215	4,955,117,669
Not more than 3 months	1,750,000,000	250,000,000
Over 3 months but not more than 1 year	5,700,000,000	7,700,000,000
Over 1 year but not more than 5 years	12,394,331,045	4,972,981,048
More than 5 years	5,246,768,945	609,268,945
	29,157,534,206	18,487,367,661
6(a) Consolidated Investment in Shares and Securities		
Social Islami Bank Limited		
Government		
Investment in Government Islamic Bond	11,100,000,000	12,450,000,000
BD Government Islamic Refinance Fund	250,000,000	250,000,000
7 Years Treasury BOND (5%)	319,300,000	319,300,000
7 Years Treasury BOND (0%)	123,000,000	123,000,000
Investment in BD GOVT. Investment Sukuk	8,372,750,000	1,319,860,000
	20,165,050,000	14,462,160,000
Others sectors	8,992,484,206	4,025,207,661
Add: Investment in Shares and Securities by subsidiary companies	231,421,642	250,366,611
SIBL Securities Limited	191,318,687	142,155,281
SIBL Investment Limited	40,102,955	108,211,330
	9,223,905,847	4,275,574,273
Total consolidated balance of Investment in shares and securities	29,388,955,847	18,737,734,273

6.1 Bangladesh Bank introduced a new type of investment opportunity solely for the purpose of Shariah Banks in the year 2005 being inherent limitation on the part of Shariah Compliant Banks to take part in buying and selling of treasury bill etc as a very common form of treasury management. The fund has been operated under Mudaraba Principle and are being used as a part of SLR (Statutory Liquidity Requirement) vide Bangladesh Bank Circular Letter ref. no: AMA/AUSOBI/SANCHAY/S-03/2004/262 dated September 2, 2004.

The mobilized fund from Islamic Bond is invested by Bangladesh Bank and a portion of realized profit is distributed amongst the bond holders as per mudaraba principle of Islamic Shariah on the basis of the tenure of the bond. So, the rate of return from Islamic Bond is not prefixed rather dependent on fund deployment by Bangladesh Bank.

		31.12.2021	31.12.2020
		Taka	Taka
6.2	Investment (Cost) in Shares (Quoted)		
	Bd. Submarine Cable Co	-	44,452,104
	Baraka Power	-	9,710,124
	Aamra Net	-	2,960,002
	Aman Feed Ltd	-	7,459,915
	Aamra Tech	10,624,861	77,786,555
	MBL 1st Mutual Fund	2,219,993	-
	IFIC 1ST Mutual Fund	2,010,000	3,220,000
	Trust Bank 1ST Mutual Fund	-	2,880,000
	1FIL Islami Mutual Fund	2,159,000	-
	AB 1st Mutual Fund	-	2,050,000
	ICB Agrani Mutual Fund	2,529,900	-
	Al-Arafah Islami Bank Limited	-	1,621,481
	Exim Bank Limited	-	15,135,009
	Standard Bank Limited	6,246,346	-
	Titas Gas Limited	8,950,000	65,569,565
	MJL Bangladesh	-	9,845,458
	Desco	-	5,561,840
	Padma Oil	-	6,966,289
	BSRM Steel	-	15,183,797
	Bashundhara Paper Mills Ltd.	-	7,068,709
	Jamuna Oil	16,240,000	29,468,515
	Unique Hotel	-	4,212,337
	ACME Pesticide	133,800	-
	Square Pharmaceuticals	-	37,526,672
	Bangladesh Shipping Corporation	-	14,238,401
	RAK Ceramics Limited	-	14,581,323
	BSRM Ltd.	-	11,223,280
	Beximco Sukuk Al Isti	10,000,000	-
	Apex Foot Wear Limited	-	4,439,556
	Square Textile	-	3,290,184
	Walton Ltd.	1,416,566	-
	Summit Power Limited	-	62,104,401
	BBS Cables	-	14,860,701
	Powergrid Company Limited	-	1,796,220
	Lub-rref Bd.	96,400,000	-
	Square Pharmaceuticals	6,465,000	-
	IFADAuto Ltd.	-	2,530,762
	Meghna Petroleum	18,260,000	33,237,184
		183,655,466	510,980,387

		31.12.2021	31.12.2020
		Taka	Taka
6.3	Capital Market (special fund)		
	Aamra Tech	18,290,060	13,316,476
	ACI	9,687,174	-
	Baraka Power	2,776,508	-
	BSRM LTD	15,916,274	-
	BSRM Steel	7,152,058	-
	Confident Cement	28,425,590	-
	Desco	5,754,553	-
	Batashoe	-	1,399,490
	BBS Cables	-	5,388,689
	Exim Bank Limited	12,245,860	3,403,560
	First Security Islami Bank Limited	-	4,794,693
	Shahjalal Islami Bank Limited	23,545,598	-
	IFADAuto Ltd.	8,971,082	2,157,255
	Jamuna Oil	15,993,867	16,472,051
	Padma Oil	6,192,520	-
	MJLBD	3,993,960	-
	ICB Agrani 1st Mutual Fund	3,007,635	-
	KPCL	-	4,720,970
	Linde BD.	2,636,374	2,050,777
	Meghna Petroleum	17,971,399	18,536,099
	RAK Ceramics Limited	-	5,491,341
	Renata	2,131,062	4,794,890
	Singerbd	8,515,528	3,462,635
	Square Pharmaceuticals	16,871,930	19,161,391
	Summit Power Limited	17,246,549	18,938,026
	Titas Gas Limited	17,966,034	15,899,531
	Unique Hotel	-	4,133,176
		245,291,615	144,121,048
6.4	Investment (Cost) in Shares (Unquoted)		
	CDBL Share	1,569,450	1,569,450
	Orion Infrastructure Ltd. (Cumulative)	500,000,000	500,000,000
	Orion Infrastructure Ltd. (Redeemable)	169,900,000	169,900,000
	Lub-RREF (BD) Limited. Pre-IPO	-	52,000,000
	Awqaf Properties Investment fund (APIF)	166,968,945	166,968,945
	Central Counterparty Bangladesh Ltd.(CCBL)	37,500,000	37,500,000
	Investment in SWIFT (Foreign Share)	4,789,356	-
	Invest. in Beximco Green Sukuk (Special)	800,000,000	-
		1,680,727,751	927,938,395
6.5	Subordinated Bond		
	FSIBL Mudaraba Subordinate Bond (2nd & 3rd Bond)	1,300,000,000	1,400,000,000
	UBL Mudaraba Subordinate Bond	1,000,000,000	1,000,000,000
	Investment in FSIBL Mud. Per. Bond	1,600,000,000	-
	Investment in STBL Mud. Per. Bond	1,500,000,000	-
	Investment in SJIBL Mud. Per. Bond	1,500,000,000	-
		6,900,000,000	2,400,000,000
	Total Investment (Cost) in Shares (Unquoted)/Bond	8,580,727,751	3,327,938,395

Investment in Subsidiaries represents the amount invested in 'SIBL Securities Limited' and 'SIBL Investment Limited' that were incorporated on 20 July 2010 and 30 August 2010 respectively vide certificate of incorporation no: C-85876/10 and C-86726/10. SIBL holds 15,374,988 and 2,499,994 nos. shares of 'SIBL Securities Limited' and 'SIBL Investment Limited' respectively with a face value of Tk. 100 each and also representing holding of 99.99% shares in both the subsidiaries.

Awqaf Properties Investment fund (APIF) is operated by Islamic Development Bank (IDB). APIF provides financing for the development of Awqaf properties both in member countries and Islamic communities in non-member countries. The objective of APIF is to develop and invest in accordance with the principles of Islamic Shariah, in Awqaf real estate properties that are socially, economically, and financially viable, in member countries of IDB and Islamic communities in non-member countries. Its main activities are poverty alleviation programmes, disaster relief, free health services, imparting religious and contemporary education, heritage, culture, and environment.

6.6 Details of Shares & Securities in quoted and unquoted other than in subsidiaries

				31.12.2021	
				Taka	
Particulars	No. of Shares/ Securities	Market price per Shares	Fair value/ Market value as on 31-12-2021	Cost price as on 31-12-2021	Fair value adjustment
Quoted Shares					
Aamra Tech	445,500	28.10	12,518,550	10,624,861	1,893,689
MBL 1st Mutual Fund	267,469	7.90	2,113,005	2,219,993	(106,988)
IFIC 1ST Mutual Fund	300,000	5.50	1,650,000	2,010,000	(360,000)
1FIL Islami Mutual Fund	317,500	6.40	2,032,000	2,159,000	(127,000)
ICB Agrani Mutual Fund	281,100	9.00	2,529,900	2,529,900	-
Standard Bank Limited	600,000	10.70	6,420,000	6,246,346	173,654
Titas Gas Limited	250,000	36.30	9,075,000	8,950,000	125,000
Jamuna Oil	100,000	171.10	17,110,000	16,240,000	870,000
ACME Pesticide	13,380	26.80	358,584	133,800	224,784
Beximco Sukuk Al Isti	100,000	100.00	10,000,000	10,000,000	-
Walton Ltd.	1,000	1,148.80	1,148,800	1,416,566	(267,766)
Lub-rref Bd.	2,000,000	37.70	75,400,000	96,400,000	(21,000,000)
Square Pharmaceuticals	30,000	214.30	6,429,000	6,465,000	(36,000)
Meghna Petroleum	100,000	196.80	19,680,000	18,260,000	1,420,000
			166,464,839	183,655,466	(17,190,627)
Preference Shares					
Orion Infrastructure Ltd. (Cumulative)	50,000,000	-	500,000,000	500,000,000	-
Orion Infrastructure Ltd. (Redeemable)			169,900,000	169,900,000	-
			669,900,000	669,900,000	-
Unquoted Shares/ Bond					
CDBL Share	571,181	-	1,569,450	1,569,450	-
Awqaf Properties Investment fund (APIF)			166,968,945	166,968,945	-
Central Counterparty Bangladesh Ltd.(CCBL)			37,500,000	37,500,000	-
Investment in SWIFT (Foreign Share)			4,789,356	4,789,356	-
Invest. in Beximco Green Sukuk (Special)			800,000,000	800,000,000	-
FSIBL Mudaraba Subordinate Bond (2nd & 3rd Bond)			1,300,000,000	1,300,000,000	-
UBL Mudaraba Subordinate Bond			1,000,000,000	1,000,000,000	-
Investment in FSIBL Mud. Per. Bond			1,600,000,000	1,600,000,000	-
Investment in STBL Mud. Per. Bond			1,500,000,000	1,500,000,000	-
Investment in SJIBL Mud. Per. Bond		-	1,500,000,000	1,500,000,000	-
			7,910,827,751	7,910,827,751	-
Grand Total			8,992,484,206	9,009,674,832	(17,190,627)

Management conducted impairment assessment of investment in unquoted shares as on 31 December 2021 satisfied that impairment provision is required.

		31.12.2021	31.12.2020
		Taka	Taka
6.7	Industry wise classification of shares at market price		
	Quoted shares		
	Banks	6,246,346	22,373,587
	Mutual Funds	8,918,893	212,454,716
	Others	168,490,227	276,152,083
		183,655,466	510,980,387
6.8	Cost of shares and securities of quoted and unquoted, other than investment in subsidiaries	9,009,674,832	3,983,039,830
	Fair value adjustment {Profit/(Loss)} to be made through profit and loss account	(17,190,627)	42,167,831
	Value of shares and securities, Quoted and Unquoted other than investment in subsidiaries	8,992,484,206	4,025,207,661
	Investments in Shares and Securities' other than investments in subsidiaries under the category 'Financial Assets at fair value through profit or loss (FVTPL)' has been recognised at fair value and the unrealized profit or loss i.e. difference between fair value and cost has been charged to profit and loss account and value of the investment has been reduced by the same amount as per requirements of International Financial reporting Standards (IFRS)-9, Financial Instruments.		
7	Investments		
	In Bangladesh		
	General Investments etc. (Note-7.1)	297,611,586,727	288,494,854,278
	Bills purchased and discounted-net (Note- 7.2)	3,469,088,561	2,458,098,719
	Outside Bangladesh		
	Bills purchased and discounted-net (Note- 7.2)	11,693,145,241	9,664,990,569
		312,773,820,529	300,617,943,566
7 (a)	Consolidated Investment		
	General Investments etc.	297,611,586,727	288,494,854,278
	Less: InterCompany balance eliminated		
	SIBL Securities Limited		
	Quard Investment with SIBL- Principal branch	790,000,000	900,000,000
	SIBL Investment Limited		
	Total consolidated general investment	296,821,586,727	287,594,854,278
	Bills purchased and discounted-net	15,162,233,802	12,123,089,288
	Grand total	311,983,820,529	299,717,943,566
	Maturity wise Classification of Investments:		
	With a residual maturity of		
	Re-payable on Demand	42,843,682,047	35,752,994,623
	Not more than 3 months	64,254,404,260	64,247,337,188
	Over 3 months but not more than 1 year	133,176,792,222	125,502,816,755
	Over 1 year but not more than 5 years	60,687,949,000	62,813,150,000
	Over 5 years	11,810,993,000	12,301,645,000
		312,773,820,529	300,617,943,566

		31.12.2021	31.12.2020
		Taka	Taka
7.1	Mode-Wise Investment (General)		
	a) In Bangladesh		
	Musharaka	247,948,307	221,690,407
	Murabaha	9,783,345,114	7,087,218,568
	Mudaraba	5,071,054,090	4,308,095,641
	Bai-Muazzal	204,476,232,728	198,926,795,932
	Hire-Purchase Sirkatul Meelk	60,528,283,545	62,882,333,115
	Quard	13,511,828,373	10,565,217,449
	Bai-Salam	569,928,680	905,733,176
	Staff Loan	2,156,635,896	2,308,715,593
	Ijarah	412,031,312	530,405,560
	Visa Card	854,298,684	758,648,835
		297,611,586,727	288,494,854,278
	Mode-Wise Investment (General)		
	b) Outside Bangladesh		
	Musharaka	-	-
	Murabaha	-	-
	Bai-Muazzal	-	-
	Hire-Purchase Sirkatul Meelk	-	-
	Installment Investment Scheme	-	-
	Quard	-	-
	Bai-Salam	-	-
	Others	-	-
		-	-
7.2	Bills Purchased and discounted		
	In land Bill Purchase	3,469,088,561	2,458,098,719
	Outside Bangladesh		
	Foreign Bill Purchased	79,202,046	60,424,380
	Murabaha Bill of Exchange	1,722,350,710	1,517,484,462
	Baim-Wes bills	9,891,592,484	8,087,081,727
		11,693,145,241	9,664,990,569
	Grand total of net Bills Purchased and Discounted	15,162,233,802	12,123,089,288
7.2.1	Bills Purchased and Discounted		
	Payable in Bangladesh	5,292,226,212	4,096,589,743
	Payable outside Bangladesh	10,153,727,970	8,343,893,127
	Gross Bills Purchased and Discounted	15,445,954,182	12,440,482,871
	Less: Profit receivable on Bills Purchased and Discounted	283,720,381	317,393,583
	Net Bills Purchased and Discounted	15,162,233,801	12,123,089,287
	Maturity wise Classification of Bills Purchased and Discounted:		
	On demand	3,032,446,760	2,424,617,857
	Over 1 month but less than 3 months	7,581,116,900	6,061,544,644
	Over 3 months but less than 1 year	4,548,670,140	3,636,926,786
	1 year or more	-	-
		15,162,233,801	12,123,089,287

			31.12.2021	31.12.2020
			Taka	Taka
7.3	Investments on the basis of significant concentration			
		31.12.2021	31.12.2020	
	Investments to allied concern of Directors	0.00%	0.00%	-
	Investments to Executives & Staffs	0.69%	0.78%	2,167,849,126
	Investments to Customer Groups	52.82%	54.02%	165,217,943,003
	Industrial Investment	46.48%	45.20%	145,388,028,398
	Others	0.00%	0.00%	-
		100.00%	100.00%	312,773,820,529
				300,617,943,566

Investments allowed to individual customer exceeding 15% of Bank's total capital:

Number of Client with amount of outstanding Investment to whom Investments sanctioned exceeds 15% of total capital of the Bank is reported hereunder. Total capital of the Bank was Tk. 3,244.79 Crore as on 31.12.2021 and was used as base figure to calculate the single party exposure limit-funded liability; and such limit was fixed at Tk. 486.72 crore (3,244.79 crore x 15%) till 31.12.2021. It is mentioned here that as per Bank Companies Act, 1991, single party exposure limit has been fixed at 15% for funded and 20% non-funded investment based on capital maintained for non export oriented clients whereas 15% funded and 35% non-fundend limit for 100% export oriented clients.

Total Principal outstanding amount to such customers at end of the year (Funded)	1226.84 crore*	1277.10 crore
Number of such types of customers	02	03
Amount of Classified Investments thereon	Nil	Nil
Measures taken for recovery	Not applicable	Not applicable

* As per BRPD circular no. 2, dated: 16 January 2014, single party exposure limit 15% is not applicable for the client doing business in power sector. The principal amount limit for such client is 25% of total capital, i.e Taka-811.20 crore as on 31.12.2021.

7.4 Customer group and industry wise classification of Investment

(Amount in Taka)

Sector	2021		2020	
	Amount	Composition	Amount	Composition
Commercial lending	66,983,216,806	21.42%	63,085,991,368	20.99%
Export Financing	10,018,240,417	3.20%	7,421,291,294	2.47%
House Building Investment	3,864,365,305	1.24%	4,016,753,073	1.34%
Investment against Scheme & MTDR	6,907,453,322	2.21%	5,291,700,741	1.76%
Small and Medium Enterprises	57,263,505,578	18.31%	61,920,979,098	20.60%
Micro Investment	785,791,674	0.25%	678,555,344	0.23%
Other Investments	14,324,315,811	4.58%	15,673,861,882	5.21%
Off-shore Banking Unit	5,071,054,090	1.62%	4,308,095,641	1.43%
Executives & Staffs of SIBL	2,167,849,126	0.69%	2,333,636,172	0.78%
Agricultural Industries	3,251,358,104	1.04%	3,123,138,160	1.04%
Textile & Allied Industries	44,333,363,875	14.17%	41,971,323,395	13.96%
Food & Allied Industries	14,171,054,554	4.53%	13,678,729,468	4.55%
Pharmaceutical Industries	1,791,887,029	0.57%	1,756,699,072	0.58%
Leather, Chemical, Cosmetic etc.	4,205,065,075	1.34%	4,215,657,911	1.40%
Construction Industries	9,933,688,170	3.18%	9,140,136,470	3.04%
Cement and Ceramic Industries	5,014,614,486	1.60%	5,027,401,867	1.67%
Service Industries	13,314,958,894	4.26%	16,686,788,763	5.55%
Transport and Communication Industries	2,794,855,884	0.89%	4,143,127,206	1.38%
Other Industries	46,577,182,327	14.89%	36,144,076,640	12.02%
Total	312,773,820,529	100.00%	300,617,943,566	100.00%

	31.12.2021	31.12.2020
	Taka	Taka

7.5 Geographical Location-wise Classification of Investments

Sector	(Amount in Taka)			
	2021		2020	
	Amount	Composition	Amount	Composition
i) Within Bangladesh				
a) In Rural Areas	28,766,289,119	9.20%	28,753,581,886	9.56%
b) In Urban Areas	284,007,531,409	90.80%	271,864,361,679	90.44%
Sub-total (a+b)	312,773,820,529	100.00%	300,617,943,566	100.00%
ii) Outside Bangladesh	-	-	-	-
Total (i+ii)	312,773,820,529	100.00%	300,617,943,566	100.00%

7.6 Division-wise Investments

Division	(Amount in Taka)			
	As at 31 December 2021		As at 31 December 2020	
	Amount	Composition	Amount	Composition
Dhaka	229,706,004,293	73.44%	219,164,567,260	72.90%
Chattagram	64,502,642,480	20.62%	62,316,540,044	20.73%
Sylhet	536,130,298	0.17%	559,850,559	0.19%
Rajshahi	6,352,500,803	2.03%	6,443,695,356	2.14%
Khulna	6,296,518,408	2.01%	6,429,542,620	2.14%
Rangpur	2,165,276,204	0.69%	2,390,991,771	0.80%
Barisal	1,346,655,415	0.43%	1,434,312,616	0.48%
Mymensingh	1,868,092,627	0.60%	1,878,443,339	0.62%
Total	312,773,820,529	100.00%	300,617,943,566	100.00%

7.7 Investments (Classification wise)

Unclassified

Standard

Special Mentioned Account

Classified

Substandard

Doubtful

Bad or Loss

Standard (short term agri / micro inv.)

Special Mentioned Account (short term agri/ micro inv.)

Substandard (short term agri / micro inv.)

Doubtful (short term agri / micro inv.)

Bad or Loss (short term agri/micro inv.)

Staff Investment

	31.12.2021	31.12.2022
	Taka	Taka
	279,421,381,293	264,989,783,318
	13,232,379,120	12,959,999,501
	697,785,173	2,111,157,964
	134,017,193	414,777,440
	15,298,187,291	15,606,044,145
	308,783,750,070	296,081,762,367
	1,758,134,358	2,133,360,697
	-	-
	958,949	12,810,901
	11,968,211	813,137
	51,159,815	55,560,291
	1,822,221,333	2,202,545,026
	2,167,849,126	2,333,636,172
	312,773,820,529	300,617,943,566

		31.12.2021	31.12.2020
		Taka	Taka
7.8	Particulars of provision required for general investment		
	Unclassified (Excluding Off-balance sheet exposures)	5,443,543,536	4,971,204,865
	Classified	7,598,676,652	7,812,088,173
	Unclassified- Off-balance sheet exposures	521,935,277	470,450,037
		13,564,155,465	13,253,743,075

7.8.1 Detail Particulars of Provision for Investment

Unclassified	Rate	Base for Provision	Provision Required	
Standard	1%	222,533,534,743	2,225,335,347	2,056,447,612
Special General Provision-COVID-19 (As per BRPD Circular letter No.56 dt. 10.12.2020)	1%	-	597,373,154	732,164,047
Special General Provision-COVID-19 (As per BRPD Circular letter No.52 dt 29.12.2021.)	1.5 & 2%	-	768,946,219	-
Staff Investment	0%	-	-	-
Consumer Finance (Other than HF and LP)	2%	1,029,563,324	20,591,266	20,175,499
Small and Medium Enterprise	0.25%	51,595,308,736	128,988,272	141,866,778
Housing Finance (HF)	1%	1,814,771,164	18,147,712	20,063,224
Loan for Professionals (LP)	2%	-	-	96,134
Share	2%	2,448,203,329	48,964,067	30,162,087
SMA Investment (Same as UC i.e 0.25%, 1%, 2%)	2%	12,881,368,700	1,617,616,156	1,948,895,876
Unclassified Off Balance Sheet Items	1%	52,193,527,700	521,935,277	470,450,037
Classified				
Substandard	20%	458,475,202	91,695,040	94,595,546
Substandard (CMSME)	5%	-	-	1,699,854
Doubtful (CMSME)	20%	12,191,980	2,438,396	2,183,128
Doubtful	50%	28,733,937	14,366,968	22,172,549
Bad or Loss	100%	7,479,924,058	7,479,924,058	7,676,453,920
			13,536,321,933	13,217,426,292
Provision Required (Short term Agricultural & Micro Credit)	Rate	Base for Provision	Provision Required	
Unclassified				
Standard (short term agri /micro credit)	1%	1,758,134,358	17,581,344	21,333,607
Classified				
Substandard (short term agri ,micro credit & CMSME)	5%	29,290,253	1,464,513	183,057
Doubtful (short term agri /micro credit)	5%	3,038,399	151,920	6,099
Bad or Loss (Short term agri /micro credit)	100%	8,635,756	8,635,756	14,794,021
			27,833,532	36,316,783
Required provision for Investments (Grand Total)			13,564,155,465	13,253,743,075
Total provision maintained			13,564,155,465	13,253,743,075
Provision Surplus/(Shortfall)			-	-

			31.12.2021	31.12.2020
			Taka	Taka
Provision Made: (Other than Short term Agricultural & Micro Credit)				
Unclassified				
	Standard		4,330,281,314	3,471,425,418
	SMA		1,617,616,156	1,948,895,876
Classified				
	Substandard		91,695,040	96,295,400
	Doubtful		16,805,364	24,355,677
	Bad or Loss		7,479,924,058	7,676,453,920
			13,536,321,933	13,217,426,292
Provision Made: (Short term Agricultural & Micro Credit)				
	Standard (short term agri credit)		17,581,344	21,333,607
	Substandard (short term agri credit)		1,464,513	183,057
	Doubtful (short term agri credit)		151,920	6,099
	Bad or Loss (Short term agri credit)		8,635,756	14,794,021
			27,833,532	36,316,783
Grand Total			13,564,155,465	13,253,743,075
Required provision - Provision made = Surplus/ (Shortfall)			-	-
7.8.2	Particulars of provision for Off-Balance Sheet items			
	Status	Rate	Basis for Provision	
	Off-Balance Sheet Items	1%	59,463,904,333	521,935,277
	Required provision for Investments			470,450,037
	Provision maintained {note # 14.1(c)}			521,935,277
	Surplus Provision			470,450,037
				-
7.9	Particulars of Investments:			
(i)	Investment considered good in respect of which the Banking Company is fully secured		175,303,117,106	193,992,330,243
(ii)	Investment considered good for which the Banking Company holds no other security other than the debtor's personal security		129,986,698,242	99,759,553,524
(iii)	Investment considered good and secured by personal security of one or more parties in addition to the personal security of the debtors		7,484,005,182	6,866,059,800
(iv)	Investment considered bad or doubtful not provided for		-	-
	Total		312,773,820,529	300,617,943,566
(v)	Investment due by directors or officers of the Banking Company or any of them either severally or jointly with any other person		2,167,849,126	2,333,636,172
(vi)	Investment due by companies or firms in which the directors of the Banking Company are interested as directors, partners or managing agents or, in the case of private companies as members.		-	-
(vii)	Maximum total amount of investments, including temporary investments made at any time during the period to directors or managers or officers of the Banking Company or any of them either severally or jointly with any other persons.		9,153,724	9,797,168

	31.12.2021	31.12.2020	
	Taka	Taka	
(viii)	Maximum total amount of Investments including temporary Investment granted during the period to the companies or firms in which the directors of the Banking Company are interested as directors, partners or managing agents or in the case of private companies as members	Nil	Nil
(ix)	Investment due from other Banks	Nil	Nil
(x)	Classified Investment on which profit has not been charged	15,349,347,106	15,661,604,436
(xi)	Particulars of written off investments		
	a) Cumulative amount of written off/Waiver of Investments since inception to 31 December last year	6,015,207,978	5,989,846,325
	b) Amount of written off / waiver of Investment during the year	1,331,928,908	25,361,653
	Total amount of written off (a+b)	7,347,136,886	6,015,207,978
	c) Amount recovered against debts which are previously written off (cumulative balance)	470,723,441	463,647,741
	d) Amount of Investments written off/waiver against which cases have been filed for recovery	7,347,136,886	6,015,207,978
(xii)	e) Amount of compensation suspense as at year end.	3,762,471,567	3,579,826,001

7.10 Large Investment Restructuring

Large Investment Restructuring is made as per BRPD Circular no: 04, Dated: 29 January 2015, of the investments having minimum outstanding amount of Taka-500 crore and above in aggregate. The Eligibility criteria as per the circular are:

- Investments of a particular borrower or group in a Bank, singly or in clubbed together form, shall be eligible for restructuring. Borrower having exposure in multiple Banks may also approach by forming a consortium.
- Minimum outstanding investment amount for restructuring shall be Taka-500.00 crore or above in aggregate.
- Restructuring facility will be provided to a particular investment only once.

Total outstanding amount of such restructured investment for the year 2021 amounts to Taka- 93.08 crore.

8 Fixed Assets including Premises (Including Intangible Assets)

A. Cost

Land	12,330,000	12,330,000
Building	2,320,220,714	2,320,220,714
Furniture & Fixtures	1,452,020,200	1,348,301,260
Office Equipment	1,944,935,278	1,790,969,871
Software	305,954,860	291,981,062
Vehicles	150,656,690	150,527,921
Right of use Assets as per IFRS-16 *	1,076,018,197	1,011,325,434
Books	1,768,620	1,764,278
	7,263,904,559	6,927,420,539

B. Accumulated Depreciation

Land	-	-
Building	498,010,625	451,943,280
Furniture & Fixtures	630,860,366	547,891,338
Office Equipment	1,234,710,679	1,079,806,659
Software	111,397,271	91,645,655
Vehicles	143,065,270	133,011,069
Right of use Assets as per IFRS-16	396,890,377	191,010,137
Books	1,172,246	1,102,226
	3,016,106,833	2,496,410,364
	4,247,797,726	4,431,010,176

Carrying value

- * The cost of the right of use assets (ROU) (lease assets) comprises lease liabilities which is present value of lease payments and the advance rent. While calculating right of use assets, the bank has not considered the present value of lease payments against its ATM booth if the agreement was made separately as considering it as low value assets and if the contract period of the rental premises did not exceed twelve months.

		31.12.2021	31.12.2020
		Taka	Taka
8.1	Intangible assets		
	Core Banking solution 'ABABIL' is used in SIBL which was incorporated in the year 2010. The value of all the softwares under the head 'Intangible Assets' is Taka-305,954,860.00 and being amortized @ 10% following the same method of reducing balancing method as applied for fixed assets. Written down value of the software as on 31.12.2021 is Taka -194,557,589.00		
	For details please refer to Annexure-A		
8(a)	Consolidated written down value of Fixed Assets including intangible assets		
	Social Islami Bank Ltd.	4,247,797,726	4,431,010,176
	Fixed assets of subsidiaries	13,559,344	15,972,856
	SIBL Securities Ltd.	13,559,344	15,972,856
	SIBL Investment Ltd.	-	-
	Carrying value of Fixed assets of the Group	4,261,357,069	4,446,983,032
9	Others Assets		
	Stock of stationery, stamps and printing materials etc. (valued at cost)	41,842,032	36,210,869
	Advance rent	82,826,821	81,946,417
	Security Deposit	3,433,149	3,495,026
	Branch Adjustments (SIBG) (Note: 9.1)	824,507,472	1,561,206,224
	Suspense Accounts (Note: 9.2)	287,840,919	285,122,898
	Other Prepayments	86,608,018	64,517,296
	Share Trading A/C Receivable from SIBL Securities Ltd.	624,820,743	239,242,987
	Advance Income Tax	13,908,264,598	11,981,335,696
	Investment in subsidiary: SIBL Securities Limited	1,537,499,000	1,229,999,000
	Investment in subsidiary: SIBL Investment Limited	249,999,400	249,999,400
	Profit Receivable from SIBL Securities Limited	70,747,842	72,049,180
	Receivable from SIBL Investment Limited	1,903,690	1,903,690
	Protested Bills against Investment	325,014,570	325,014,570
	Profit Receivable from Banks, NBFi and BD Govt.	254,088,308	528,810,265
	Investment with Off-shore Banking Unit	551,722,606	4,053,637,881
	Receivable from Off-shore Banking Unit	43,694,699	77,990,079
	Dividend Receivable Account	702,536,619	555,193,696
	Profit Receivable from Mudaraba Subordinated Bond	52,926,027	56,815,069
	Profit Receivable for SME Stimulous fund	80,385,089	-
	Profit Receivable from Mudaraba Perpetual Bond	94,477,398	-
	Profit Receivable from Beximco Green Sukuk	3,164,835	-
	Others (Note: 9.3)	22,211,772	37,425,491
		19,850,515,608	21,441,915,733
	Less: Balance with OBU for elimination		
	Investment with Off-shore Banking Unit	551,722,606	4,053,637,881
	Grand total after elimination of balance with OBU	19,298,793,002	17,388,277,852

		31.12.2021	31.12.2020
		Taka	Taka
9(a)	Consolidated other Assets		
	Social Islami Bank Limited	19,298,793,002	17,388,277,852
	Add: Other assets of subsidiary companies		
	SIBL Securities Limited	2,666,365,438	2,351,445,232
	Membership of Chittagong Stock Exchange	307,000,000	307,000,000
	Membership of Dhaka Stock Exchange	682,770,683	682,770,683
	Advance Income Tax	146,372,333	104,889,269
	Advance for IPO	34,172,500	-
	Receivable from Regulators	14,016,896	31,824,621
	Receivable from client	1,393,839,599	1,129,885,060
	Receivable from DSE, CSE ,Bai-Muajjal & Dividend Income	87,973,426	94,855,599
	Security Deposit to CDBL, DSE	200,000	200,000
	Security Deposit to BTCL & Duncan Products	20,000	20,000
	SIBL Investment Limited	127,822,925	45,843,081
	Advance Income Tax	2,526,305	703,000
	Accounts receivable	125,296,619	45,140,081
	Less: InterCompany balance eliminated		
	Investments in Subsidiaries	1,787,498,400	1,479,998,400
	Investment in subsidiary: SIBL Securities Limited	1,537,499,000	1,229,999,000
	Investment in subsidiary: SIBL Investment Limited	249,999,400	249,999,400
	Less: Inter Company transactions eliminated:	72,651,532	73,952,870
	Receivable from SIBL Securities Limited	70,747,842	72,049,180
	Receivable from SIBL Investment Limited	1,903,690	1,903,690
		20,232,831,433	18,231,614,894

9.1 The balance of Branch adjustment (SIBG) represents unresponded Inter branch and head office transactions at balance sheet date. The balance of Debit and Credit unrespondent entries as on 21 April 2022 were Taka- Nil Details of which are as follows:

	Number of		Amount (in Tk) of	
	Unrespondent entries		Unrespondent entries	
	31.12.2021	31.12.2020	31.12.2021	31.12.2020
Upto 3 months	-	14	-	762,976
Over 3 months but within 6 months	-	4	-	6,099,371
Over 6 months but within 9 months	-	1	-	26,064,389
Over 9 months	-	17	-	596,323,619
	-	36	-	629,250,355

9.2 Suspense Account represents advance against TA/DA, Entertainment Expenses, Advertisement Expenses, Branch Decoration Expenses, Legal Charges and suspense -others. Necessary provision on others assets has been made in the accounts according to the BRPD Circular no: 14 dated June 25, 2001 para Kha (1) & (2).

		31.12.2021	31.12.2020
		Taka	Taka
9.3	Others		
	D.D. Paid without advice	650	650
	Adjusting A/c debit balance	10,004,610	32,696,146
	Advance VAT paid	3,833,285	3,815,178
	BEFTN adjustment A/c	-	53,444
	Cards Accrued Income	666,993	860,073
	Incentive disbursement Fund	7,706,233	-
		22,211,772	37,425,491
10	Placement from Banks & Other Financial Institutions		
	Bangladesh Govt. Islamic Bond.		
	The Bank has no outstanding balance of borrowing as on 31.12.2021 & 31.12.2020	-	-
11	Deposits and Other Accounts		
	Mudaraba Savings Deposits (MSD)	37,308,169,943	33,622,114,210
	Mudaraba Term Deposits (MTDR)	176,256,112,820	175,364,565,456
	Other Mudaraba Deposit	80,399,200,511	72,789,409,014
	Mudaraba Short Notice Deposits (MSND)	19,970,707,175	17,394,576,463
	Mudaraba Scheme Deposits (Note-11.1)	60,428,493,336	55,394,832,551
	Al- Wadeeah Current Deposit and other accounts (AWCD) (Note- 11.2)	42,250,954,675	35,321,029,179
	Bills payable (Note-11.3)	5,064,269,305	4,909,336,453
	Cash Waqf Fund	382,356,998	377,056,255
		341,661,064,252	322,383,510,566
11.1	Mudaraba Scheme Deposits		
	Mud. Hajj/ Umrah Savings Scheme	159,658,362	145,686,733
	Mud. Pension Savings Scheme	1,165,116,800	2,195,822,146
	Mud. Education Savings Scheme	33,494,517	32,294,535
	Mud. Monthly Sav. Deposit Sche	55,192,581	50,958,911
	Mud. Monthly Profit Deposit	2,088,726,027	2,567,883,861
	Mud. Bashstan Savings Scheme	428,520,446	538,620,684
	Mud. Millionaire Scheme	855,154,998	962,954,420
	M.Lakhopoti Deposit Scheme	15,267,899	29,677,722
	M. Double Benefit Deposit Scheme	562,870,200	1,085,639,666
	M.Marriage Savings Scheme	70,623,288	76,698,825
	M.Mohorana Savings Scheme	22,143,873	20,315,894
	Subarnalata Special Scheme(Women)	21,954,222	22,072,023
	Subarna Rekha Special Deposit(Women)	1,592,916,210	1,888,587,448
	Shabug Chya Special Deposit	23,255,492	25,755,489
	Shabuj Shayanna Special Deposit	489,573,074	728,336,850
	Sanchita Special Deposit scheme	279,694,378	218,281,516
	Sonali Din Pension Deposit Scheme	14,522,654,792	14,842,980,995
	Sukher Thikana Savings Scheme	19,673,857	17,105,321
	Sacchandey Protidin Monthly Profit Deposit	1,110,359,351	1,292,496,846
	Samriddir Sopan Scheme Deposit	111,407,856	195,323,252
	Sopner Siri Deposit Scheme	71,146,047	83,603,865
	Sharna Shikhar (Mudaraba Billinior Deposit S	1,269,931,771	1,135,861,519
	Proshanti (Mudaraba Zakat Savings Deposit S	27,246,698	14,554,373
	SIBL Astha (Mudaraba Monthly Pension scheme)	28,998,139,447	23,306,153,512
	SIBL Super DPS (Mudaraba Pension scheme)	4,499,511,474	1,964,539,094
	SIBL Digun Prottasha (Double Benefits Scheme)	1,927,222,165	1,952,627,052
	Al-Wasiah bill Waqf	7,037,511	-
		60,428,493,336	55,394,832,551

Amount of Mudaraba Scheme Deposit mentioned above are inclusive of Profit payable on the scheme deposits.

		31.12.2021	31.12.2020
		Taka	Taka
11.2	AI-Wadeeah Current Deposit & other A/c		
	AI Wadeeah current deposit	12,102,949,908	12,284,405,405
	Un-claimed dividend (Note: 11.2.1)	79,312,047	71,123,669
	Sundry deposit	8,162,678,626	6,153,653,694
	Social fund deposit	17,075	17,075
	Supervision charge	847,161	861,490
	Risk fund deposit	2,920,921	4,064,434
	FC deposit	11,415,547,205	8,681,982,247
	Convertible Taka A/c*	188,928,019	137,449,361
	F. C. held against B.B. L/C	4,400,834,559	2,956,663,236
	Bangladesh Bank Fund for COVID	3,937,061,938	2,943,987,857
	Profit payable A/c	1,941,229,633	2,069,967,856
	Compensation Realized	18,627,587	16,852,856
		42,250,954,675	35,321,029,179
11.2.1	Unclaimed Dividend		
	Dividend remained unclaimed which were declared for the year:-		
	SIBL dividend Payable A/C	480,068	480,908
	SIBL Fraction dividend (Bonus share)	77,120	77,120
	Initially primary offer (IPO)	2,801,380	2,805,530
	SIBL rights Share	3,662,231	3,666,381
	Cash dividend 2001	297,434	297,434
	Fraction dividend & Rights share issue 2008	343,986	346,436
	SIBL rights Issue 2010	1,374,202	1,378,352
	SIBL cash dividend 2011	5,779,925	5,784,770
	SIBL cash dividend 2012	4,513,061	4,517,680
	SIBL cash dividend 2013	11,733,001	11,796,433
	SIBL cash dividend 2014	11,455,713	11,468,540
	SIBL cash dividend 2015	7,525,029	7,553,182
	SIBL cash dividend 2016	12,521,562	12,611,385
	SIBL cash dividend 2019	8,013,396	8,339,519
	SIBL cash dividend 2020	8,733,940	-
		79,312,047	71,123,669
	*Balance of Convertible Taka A/c represents the portion of unsettled balance.		
11.2(a)	Consolidated balance of AI-Wadeeah Current Deposit & Other A/c		
	Social Islami Bank Limited	42,250,954,675	35,321,029,179
	Less: InterCompany balance eliminated	1,262,251,073	501,060,008
	SIBL Securities Limited	1,155,890,554	396,156,756
	SIBL Investment Limited	106,360,519	104,903,252
	Consolidated balance of Current deposit and other accounts	40,988,703,603	34,819,969,171

The balances are held with the 'Principal Branch' of SIBL bearing current account no: 0002-13300056882 and 0002-13300057058 respectively. For consolidation purpose the balances have been eliminated.

		31.12.2021	31.12.2020
		Taka	Taka
11.3	Bills Payable		
	Payment Order (PO)	5,062,059,023	4,888,620,857
	Demand Draft (DD)	1,725,611	1,820,911
	B/P awaiting remittance	484,671	18,894,685
		5,064,269,305	4,909,336,453
11.4	Maturity wise classification of Deposits		
	Payable on demand	25,930,464,283	24,223,376,144
	Up to 1 month	35,920,842,126	40,880,859,777
	More than 1 month but up to 6 months	125,314,505,895	113,938,374,563
	More than 6 months but up to 1 year	89,115,588,937	86,011,770,908
	More than 1 year but up to 5 years	51,830,641,730	45,277,361,980
	More than 5 years but up to 10 years	13,549,021,281	12,051,767,194
		341,661,064,252	322,383,510,566
11.5	Segregation of deposits & other accounts		
	i) Client Deposit		
	Al-Wadeeah Current deposit & other accounts	42,250,641,808	35,320,581,444
	Bills Payable	5,064,269,305	4,909,336,453
	Mudaraba Savings Deposits	36,892,529,213	29,859,722,499
	Mudaraba Short Notice Deposits	19,884,562,571	16,588,144,822
	Mudaraba Term Deposit	174,646,112,820	157,054,565,456
	Mudaraba Scheme Deposits	60,428,493,336	55,394,832,551
	Cash Waqf Fund	382,356,998	377,056,255
		339,548,966,052	299,504,239,480
	ii) Bank Deposit		
	Mudaraba Term Deposit Receipt (MTDR)	1,610,000,000	18,310,000,000
	Mudaraba Short Notice Deposit (MSND)	86,144,603	806,431,641
	Al-Wadeeah Current deposit (AWCD)	312,868	447,735
	Mudaraba Savings Deposit (MSD)	415,640,730	3,762,391,711
		2,112,098,201	22,879,271,087
	Grand Total of deposits and other accounts	341,661,064,252	322,383,510,566
12	SIBL Mudaraba Subordinated Bond	5,600,000,000	8,000,000,000

SIBL has three subordinated bonds namely "SIBL Mudaraba Subordinated Bond of Tk. 300 crore", SIBL 2nd Mudaraba Subordinated Bond of Tk. 400 crore and SIBL 3rd Mudaraba Subordinated Bond of Taka-500.00 crore to support and strengthen Tier-II capital base of the Bank under Basel-III capital regulation of Bangladesh Bank.

SIBL Mudaraba Subordinated Bond of Tk. 300 Crore

Social Islami Bank Limited issued 'SIBL Mudaraba Subordinated Bond of Tk. 300 Crore' in accordance with the regulatory approval from Bangladesh Securities and Exchange Commission (BSEC) and Bangladesh Bank (BB) vide their letter ref no. BSEC/CI/DS-13/2014/598 & BRPD (BFIS) 661/14 B(P)/2014-6027, Dated: 26 August 2014 & 16 September 2014 respectively. The bond was fully subscribed by 14 nos of investors and the subscription of the bond closed on 31.03.2015. As on 31.12.2021 the bond has been fully redeemed.

	31.12.2021	31.12.2020
	Taka	Taka
Investors of SIBL Mudaraba Subordinated Bond		
Al-Arafah Islami Bank Limited	-	100,000,000
Bank Asia Limited	-	40,000,000
Bank Asia Limited Employees' Gratuity Fund	-	14,000,000
Islami Bank Bangladesh Limited	-	100,000,000
Padma Islami Life Insurance Limited	-	10,000,000
Prime Islami Life Insurance Limited	-	10,000,000
Pubali Bank Limited	-	40,000,000
Reliance Insurance Limited	-	10,000,000
Rupali Bank Limited	-	100,000,000
Shahjalal Islami Bank Limited	-	20,000,000
Sonali Bank Limited	-	100,000,000
Square Pharmaceuticals Workers Profit Participation Fund	-	10,000,000
United Finance Limited	-	26,000,000
Uttara Bank Limited	-	20,000,000
	-	600,000,000

SIBL 2nd Mudaraba Subordinated Bond of Tk. 400 Crore

Social Islami Bank Limited issued 'SIBL 2nd Mudaraba Subordinated Bond of Tk. 400 Crore' in accordance with the regulatory approval from Bangladesh Securities and Exchange Commission (BSEC) and Bangladesh Bank (BB) vide their letter ref no. BSEC/CI/DS-13/2014/28 & BRPD (BFIS) 661/14 B(P)/2017-1252, Dated: 17 January 2017 & 01 March 2017 respectively. The bond was fully subscribed by 12 nos of investors and the subscription of the bond closed on 20.06.2017. The list of investor with present outstanding balance is as follows:

Investors of SIBL 2nd Mudaraba Subordinated Bond

Bank Asia Limited	40,000,000	60,000,000
Central Depository Bangladesh Ltd	80,000,000	120,000,000
Dhaka Stock Exchange Limited	160,000,000	240,000,000
Eastern Bank Limited	100,000,000	150,000,000
Mercantile Bank Limited	100,000,000	150,000,000
Midland Bank Limited	80,000,000	120,000,000
National Life Insurance Co. Ltd	40,000,000	60,000,000
Pubali Bank Limited	200,000,000	300,000,000
Rupali Bank Limited	200,000,000	300,000,000
Shahjalal Islami Bank Limited	200,000,000	300,000,000
Trust Bank Limited	200,000,000	300,000,000
Uttara Bank Limited	200,000,000	300,000,000
	1,600,000,000	2,400,000,000

SIBL 3rd Mudaraba Subordinated Bond of Tk.500 Crore

Social Islami Bank Limited issued 'SIBL 3rd Mudaraba Subordinated Bond of Tk. 500 Crore in accordance with the regulatory approval from Bangladesh Securities and Exchange Commission (BSEC) and Bangladesh Bank (BB) vide their letter ref no. BSEC/CI/DS-13/2014/670 & BRPD(BFIS)661/14B(P)/2018-7647, Dated: 27 September 2018 & 11 October 2018 respectively. The list of investor with present outstanding balance is as follows:

Investors of SIBL 3rd Mudaraba Subordinated Bond

Agrani Bank Limited	2,000,000,000	2,500,000,000
EXIM Bank Limited	400,000,000	500,000,000
Islami Bank Bangladesh Limited	1,600,000,000	2,000,000,000
	4,000,000,000	5,000,000,000

	31.12.2021	31.12.2020
	Taka	Taka
13 SIBL Mudaraba Perpetual Bond of Tk.500 Crore		
Social Islami Bank Limited issued 'SIBL Mudaraba Perpetual Bond of Tk. 500 Crore in accordance with the regulatory approval from Bangladesh Securities and Exchange Commission (BSEC) and Bangladesh Bank (BB) vide their letter ref no. BSEC/CI/DS-07/2014/272 & BRPD(BFIS)661/14B(P)/2020-8946, Dated: 25 November 2020 & 22 October 2020 respectively. The bond is fully subscribed on 13/10/2021 by the following investors:		
Islami Bank Bangladesh Limited	1,500,000,000	1,500,000,000
Exim Bank Limited	1,500,000,000	-
AIBL Employees' Provident Fund	500,000,000	-
AIBL Employees' Gratuity Fund	500,000,000	-
Al-Arafah Islami Bank Limited	1,000,000,000	-
	5,000,000,000	1,500,000,000
14 Other Liabilities		
Adjusting A/C (Cr.) Balance	14,015,512	17,485,085
Other Payable	9,330,154	13,929,175
BEFTN Adjustment Account	20,301,508	43,539,542
Parking Account	3,182,591	3,890
ATM & Other Settlement for Q-Cash	6,908,947	31,962,950
Provision for Investments (note: 14.1)	13,564,155,465	13,253,743,075
Provision for other Assets (note: 14.2)	425,027,557	449,527,557
Compensation and Rent Suspense (note: 14.3)	3,762,471,567	3,579,826,001
Provision for Taxation (note: 14.4)	17,618,044,129	16,370,918,424
Zakat Fund (note: 14.5)	113,365,052	103,558,963
Lease liabilities as per IFRS-16 *	615,828,689	724,602,327
Mudaraba Profit Distribution (note: 14.6)	24,500,000	5,000,000
Provision for good borrower (note: 14.7)	10,000,000	10,000,000
Provision for Climate Risk Fund (note: 14.8)	20,000,000	20,000,000
Provision for Start-Up Fund (note: 14.9)	32,106,411	15,509,355
	36,239,237,582	34,639,606,343
* The bank recognised lease liability which is present value of lease payments to be made over the lease terms from the date of commencement or 01 January 2020 (initial recognition). The lease payments has been discounted @ 6.00%.		
14(a) Consolidated Other Liabilities		
Social Islami Bank Limited	36,239,237,582	34,639,606,343
Add: Other Liabilities of subsidiaries		
SIBL Securities Limited	2,279,026,419	1,550,538,240
Payable to SIBL-Term loan	790,000,000	900,000,000
Payable to regulators	2,178,424	9,692,149
Payable to clients	1,116,409,814	359,987,025
Liabilities for payment to the issuer	23,171,000	-
Other provisions	201,723,538	167,231,086
Lease Liability	2,989,151	5,070,782
Lease Liability_Current Portion	2,901,560	3,720,086
Provision for Income Tax	139,652,932	104,837,111
	3,522,286	1,910,913
SIBL Investment Limited		
Accrued Expenses	69,000	69,000
Other provisions	-	-
Provision for Income Tax	3,453,286	1,841,913
	38,521,786,286	36,192,055,497
Less: InterCompany balance eliminated		
SIBL Securities Limited		
Payable to SIBL-Term loan	790,000,000	900,000,000
Grand total	37,731,786,286	35,292,055,497

		31.12.2021	31.12.2020
		Taka	Taka
14.1	Provision for Investment		
	(a) Specific Provision on Investment		
	Provision held at the beginning of the year	7,812,088,173	7,595,557,186
	Fully provided Investment written off /Waiver	(1,331,928,908)	(23,325,653)
	Transferred from doubtful income/compensation realized/recovery	7,075,700	9,647,534
	Provision made during this year	1,111,441,687	230,209,106
	Provision held at the end of the year	7,598,676,652	7,812,088,173
	(b) General Provision on Investment		
	Provision held at the beginning of the year	4,971,204,865	3,911,552,438
	Fully provided Investment written off /Waiver	-	(2,036,000)
	Addition during the year	(893,980,701)	329,524,380
	Special General Provision-COVID-19 (As per BRPD Circular letter No.56 dt. 10.12.2020)	597,373,154	732,164,047
	Special General Provision-COVID-19 (As per BRPD Circular letter No.52 dt. 29.12.2021)	768,946,219	-
	Balance at the end of the year	5,443,543,536	4,971,204,865
	Total Provision on Investments	13,042,220,188	12,783,293,038
	(c) General Provision on Off-Balance Sheet items		
	Provision held at the beginning of the year	470,450,037	490,293,577
	Addition during the year	51,485,240	(19,843,540)
	Balance at the end of the year	521,935,277	470,450,037
	Total Provision for Investments & Off-Balance Sheet items (a+b+c)	13,564,155,465	13,253,743,075
14.2	Provision for other Assets		
	Provision held at the beginning of the year	449,527,557	456,527,557
	Provision written back during the year	(24,500,000)	(7,000,000)
	Addition during the year	-	-
	Balance at the end of the year	425,027,557	449,527,557
14.2.1	Provision for protested bills		
	Provision held at the beginning of the year	325,014,570	325,014,570
	Provision during the year	-	-
	Balance at the end of the year	325,014,570	325,014,570
14.2.2	Provision for suspense account		
	Provision held at the beginning of the year	124,512,987	131,512,987
	Provision written back during the year	(24,500,000)	(7,000,000)
	Addition during the year	-	-
	Balance at the end of the year	100,012,987	124,512,987
14.3	Compensation & Rent Suspense A/C		
	Compensation Receivable A/C		
	Murabaha (General)	126,042,112	129,036,636
	Murabaha (Post Import)	46,617,848	46,789,090
	Musharaka (Preshipment)	16,416,709	33,069,243
	Bai-Muazzal	313,002,829	335,219,814
	Bai-Muazzal Trust Receipt	276,655,599	305,457,904
	Baim Wes bills	130,626	136,034
	Bai-Muazzal (ME)	459,335,178	602,999,781
	Balance at the end of the year	1,238,200,900	1,452,708,502

	31.12.2021	31.12.2020
	Taka	Taka
Compensation Suspense A/C		
Murabaha (General)	10,014,098	10,014,098
Murabaha (Post Import)	16,276,035	16,516,669
Bai-Muazzal	481,808,796	378,444,789
Bai-Muazzal- House hold	7,856	7,856
Bai-Muazzal Trust Receipt	24,585,363	55,749,048
Musharaka (Preshipment)	2,988,289	2,988,289
Others	174,501,294	195,413,601
	710,181,731	659,134,351
Rent Suspense A/C	1,814,088,935	1,467,983,149
Total Compensation & Rent Suspense	3,762,471,567	3,579,826,001
14.3.1 Movement of Compensation and Rent Suspense A/C		
Balance at the beginning of the year	3,579,826,001	2,870,657,332
Add: Amount transferred to suspense account during the year	201,273,153	726,021,525
Less: Amount recovered from suspense account during the year	(18,627,587)	(16,852,856)
Balance at the end of the year	3,762,471,567	3,579,826,001
14.4 Provision for Taxation		
Provision for Current tax		
Balance at the beginning of the year	16,370,918,424	14,826,251,926
Add: Provision made during the year (Zakat Fund) (Note:14.5)	68,019,031	62,135,378
Add: Provision made during the year (Note:14.4.1)	1,179,106,673	1,482,531,120
	17,618,044,129	16,370,918,424
Advance tax		
Balance at the beginning of the year	11,981,335,696	10,685,152,854
Paid during the year	1,926,928,903	1,296,182,842
	13,908,264,599	11,981,335,696
Balance at the end of the year	3,709,779,531	4,389,582,728
14.4.1 Provision made during the year		
Operating Profit before provision & tax	4,526,233,418	4,343,211,109
Accounting Depreciation	313,816,229	309,488,978
Fair value adjustment of shares & securities	17,190,627	-
Excess perquisites	103,000,000	90,000,000
Add: Inadmissible expense	434,006,856	399,488,978
Less: Items to be deducted		
Dividend Income receipt	285,036,178	566,096,045
Capital Gain from Shares & Securities	184,218,839	196,283,426
Written off Bad Investment as per BRPD Circular	1,331,928,908	25,361,653
Depreciation under 3rd Schedule as per ITO 1984 and amendment	215,916,205	355,802,780
Less: Inadmissible expense and for separate consideration	2,017,100,131	1,143,543,904
Total Taxable Income	2,943,140,143	3,599,156,182
Total Tax liability for current year		
Business Tax @ 37.50% for year 2021 and @37.50% for year 2020	1,103,677,554	1,349,683,568
Dividend Tax @ 20%	57,007,236	113,219,209
Tax on gain on shares & securities @ 10%	18,421,884	19,628,343
Provision required	1,179,106,673	1,482,531,120
Provision made	1,179,106,673	1,482,531,120

		31.12.2021	31.12.2020
		Taka	Taka
14.4.2	Reconciliation of effective tax rate of the Bank		
	Particulars	Effective Rate	
	Profit before income tax as per profit and loss account		4,526,233,418
	Income tax as per applicable tax rate	37.50	1,697,337,532
	Factors affecting the tax charge for current year:		
	Inadmissible	3.60	162,752,571
	Abmissible Expenses in the current year (i.e.write-off etc.)	(12.82)	(580,441,918)
	Tax savings from reduced tax rates for dividend	(1.10)	(49,881,331)
	Tax loss/(savings) from reduced tax rates for capital gain	(1.12)	(50,660,181)
	Total income Tax Expenses	26.05	1,179,106,673
			1,482,531,120
14.5	Zakat fund		
	Opening Balance		165,694,341
	Addition this year		181,384,083
	To sadaka fund		113,365,052
	To provision for tax		68,019,031
	Less: Paid during the year		-
	Less: Transferred to Provision for Taxation		(62,135,379)
	Less: Transferred to Sadaka fund (Balance of Zakat Fund)		(103,558,963)
	Closing Balance at the end of the year		181,384,083
			165,694,341
14.6	Mudaraba Profit Distribution		
	Opening Balance		-
	Addition the year		24,500,000
	Less: Paid during the year		-
	Closing Balance at the end of the year		24,500,000
			5,000,000
14.7	Provision for good borrower		
	Opening balance		10,000,000
	Addition during the year		-
	Paid during the year		-
	Closing Balance at the end of the year		10,000,000
			10,000,000
14.8	Provision for Climate Risk Fund		
	Opening balance		20,000,000
	Addition during the year		-
	Paid during the year		-
	Closing Balance at the end of the year		20,000,000
			20,000,000
	Provision for Climate Risk Fund has been maintained in accordance with GBSRD circular no: 04, dated: 09 July 2015 and SFD circular no: 01, dated: 11 May 2016.		
14.9	Provision for Start-Up Fund		
	Opening balance		15,509,355
	Addition during the year		16,597,056
	Paid during the year		-
	Closing Balance at the end of the year		32,106,411
			15,509,355
	Provision for Start-Up Fund has been maintained in accordance with Bangladesh bank SMESPD circular no: 04, dated: 29 March 2021.		

		31.12.2021	31.12.2020
		Taka	Taka
15	Deferred Tax Liability/(Asset)		
	Balance at the beginning of the year	438,206,855	93,817,514
	Add: Provision made during the year	35,558,510	7,181,158
		473,765,365	100,998,672
	Add: Transferred from revaluation reserve	-	337,208,183
	Less: Transferred to Retained earnings	8,335,371	-
	Closing balance at the end of the year	465,429,994	438,206,855
	Deferred tax detailed calculation disclosed in annexure-G		
15 (a)	Consolidated Deferred Tax Liability/(Asset)		
	Social Islami Bank Limited	465,429,994	438,206,855
	SIBL Securities Limited		
	Balance at the beginning of the year	812,743	887,413
	Add: Provision made during the year	(701,012)	(74,670)
	Closing balance at the end of the year	111,731	812,743
	Grand total	465,541,725	439,019,598
16	Capital		
16.1	Authorized Capital		
	3,000,000,000 ordinary shares of Tk. 10 each	30,000,000,000	30,000,000,000
16.2	Issued, Subscribed and Paid up Capital		
	The Paid-up Capital of the Bank is currently Tk. 9,849,088,440 divided into 984,908,844 Ordinary Shares of Tk 10 each	9,849,088,440	9,380,084,230
	Break up of paid up capital is as follows		
	26,000,000 no. Ordinary shares of Tk.10 issued for cash	260,000,000	260,000,000
	477,322,945 no. Ordinary shares of Tk. 10 each for cash as right share	4,773,229,450	4,773,229,450
	234,975,697 no.ordinary shares of Tk 10 each issued as bonus shares	2,349,756,970	2,349,756,970
	73,829,864 no.ordinary shares of Tk 10 each issued as bonus shares	738,298,640	738,298,640
	81,212,850 no.ordinary shares of Tk 10 each issued as bonus shares	812,128,500	812,128,500
	44,667,067 no.ordinary shares of Tk 10 each issued as bonus shares	446,670,670	446,670,670
	46,900,421 no.ordinary shares of Tk 10 each issued as bonus shares	469,004,210	-
		9,849,088,440	9,380,084,230
	Sponsor and Directors	3,158,092,740	2,819,069,460
	General Shareholders	6,690,995,700	6,561,014,770
		9,849,088,440	9,380,084,230

16.3 Classification of Shareholders by holding

Year 2021	No. of Shareholders	No. of shares	Percentage of holding of shares
	Less than 500 shares	11,566	1,884,625
501 to 5,000 shares	11,957	21,959,127	2.23%
5,001 to 10,000 shares	1,629	11,936,915	1.21%
10,001 to 20,000 shares	772	11,144,462	1.13%
20,001 to 50,000 shares	441	14,038,776	1.43%
50,001 to 99,999 shares	378	923,944,939	93.81%
Total	26,743	984,908,844	100.00%
Year 2020	No. of Shareholders	No. of shares	Percentage of holding of shares
Less than 500 shares	12,383	1,993,664	0.21%
501 to 5,000 shares	12,683	22,780,015	2.43%
5,001 to 10,000 shares	1,706	11,909,672	1.27%
10,001 to 20,000 shares	794	11,184,125	1.19%
20,001 to 50,000 shares	417	12,756,769	1.36%
50,001 to 99,999 shares	364	877,384,178	93.54%
Total	28,347	938,008,423	100.00%

			31.12.2021	31.12.2020
			Taka	Taka
16.4	Particulars of shareholding and Percentage Analysis			
	Particulars of shareholding:			
	Year 2021			
	NO. of Share holders	NO. of Shares		
	Sponsors & Placement	21	1,134,757,820	892,929,910
	Sponsors Foreign	11	130,277,700	128,098,000
	Sponsors & Placement Company	11	2,220,516,470	1,926,139,550
	General Public	26,129	1,675,508,420	1,799,371,740
	Institutions (Bank & Insurance)	47	350,504,980	258,905,230
	Institution (Others)	489	4,100,106,500	4,171,971,820
	ICB Account Holders	23	826,240	637,540
	ICB	1	121,961,540	107,540,040
	ICB Unit Fund	1	90,676,310	74,088,260
	Employee	2	21,907,580	17,978,660
	Non-Resident Bangladeshi	8	2,044,880	2,423,480
		26,743	9,849,088,440	9,380,084,230
	Percentage of shareholding Analysis:		Percentage	Percentage
	Sponsors & Placement		11.52%	9.52%
	Sponsors Foreign		1.32%	1.37%
	Sponsors & Placement Company		22.55%	20.53%
	General Public		17.01%	19.18%
	Institutions (Bank & Insurance)		3.56%	2.76%
	Institution (Others)		41.63%	44.48%
	ICB Account Holders		0.01%	0.01%
	ICB		1.24%	1.15%
	ICB Unit Fund		0.92%	0.79%
	Employee		0.22%	0.19%
	Non-Resident Bangladeshi		0.02%	0.03%
			100%	100%
16.5	Capital Adequacy (Solo Basis)			
	Position of capital adequacy are given below:-			
	a) Going Concern Capital (Tier -I)			
	Common Equity Tier I (CET-1) Capital			
	i) Paid-up Capital		9,849,088,440	9,380,084,230
	ii) Statutory Reserve (Note: 17)		7,605,264,974	7,030,390,821
	iii) Retained Earnings (Note: 19)		1,226,046,292	1,056,769,989
			18,680,399,705	17,467,245,040
	Adjustment in CET-1 (Intangible Assets i.e Software)		194,557,589	-
	Eligible Common Equity Tier I Capital		18,485,842,117	-
	Additional Tier I (AT-1) Capital			
	i) SIBLMudaraba Perpetual Bonds		5,000,000,000	1,500,000,000
	Available Additional Tier I Capital		5,000,000,000	1,500,000,000
	Limit for Additional Tier I Capital		4,196,627,222	-
	Total Eligible Tier I Capital		22,682,469,338	18,967,245,040
	b) Gone Concern Capital (Tier-II)			
	i) General Provision {Note 14.1(b+c)}		5,965,478,813	5,441,654,902
	ii) SIBLMudaraba Subordinated Bonds		3,800,000,000	5,960,000,000
	Available Tier II Capital		9,765,478,813	11,401,654,902
	Limit for Tier II Capital		11,191,005,924	-
	Total Eligible Tier II Capital		9,765,478,813	-
	c) Total eligible capital (a +b)		32,447,948,152	30,368,899,942
	d) Total Risk Weighted Assets		279,775,148,100	225,020,617,500
	f) Minimum Required Capital (10% of Risk Weighted Assets)		27,977,514,810	22,502,061,750
	e) Minimum Required Capital including conservation buffer (12.5% of Risk weighted assets)		34,971,893,513	28,127,577,188
	g) Total Capital Surplus (c-e)		4,470,433,342	7,866,838,192

	31.12.2021	31.12.2020
	Taka	Taka
Capital Adequacy (Consolidated basis)		
Position of capital adequacy are given below:-		
a) Going Concern Capital (Tier -I)		
Common Equity Tier I (CET-1) Capital		
i) Paid-up Capital	9,849,088,440	9,380,084,230
ii) Statutory Reserve (Note: 17)	7,605,264,974	7,030,390,821
iii) General Reserve	13,938,397	11,314,058
iv) Retained Earnings {Note: 19(a)}	1,363,252,358	1,103,498,067
	18,831,544,169	17,525,287,175
Adjustment in CET-1 (Intangible Assets i.e Software)	194,557,589	-
Eligible Common Equity Tier I Capital	18,636,986,580	-
Additional Tier I (AT-1) Capital		
i) SIBLMudaraba Perpetual Bonds	5,000,000,000	1,500,000,000
Available Additional Tier I (AT-1) Capital	5,000,000,000	1,500,000,000
Limit for Additional Tier I Capital	4,201,942,382	-
Total Eligible Tier I Capital	4,201,942,382	-
	22,838,928,961	19,025,287,175
b) Gone Concern Capital (Tier-II)		
i) General Provision {Note 14.1(b+c)}	5,965,478,813	5,441,654,902
ii) SIBLMudaraba Subordinated Bonds	3,800,000,000	5,960,000,000
Available Tier II Capital	9,765,478,813	11,401,654,902
Limit for Eligible Tier II Capital	11,205,179,684	-
Total Eligible Tier II Capital	9,765,478,813	-
c) Total eligible capital (a +b)	32,604,407,775	30,426,942,077
d) Total Risk Weighted Assets	280,129,492,100	224,298,667,500
e) Minimum Required Capital (10% of Risk Weighted Assets)	28,012,949,210	22,429,866,750
f) Minimum Required Capital including conservation buffer (12.5% of Risk Weighted Assets)	35,016,186,513	28,037,333,438
g) Total Capital Surplus (c-e)	4,591,458,565	7,997,075,327

Capital to Risk Weighted Asset Ratio (Solo basis)

Particulars	31.12.2021		31.12.2020	
	Requirement	Capital Maintained	Requirement	Capital Maintained
Going Concern Capital: (Tier-I)	6.00%	8.11%	6.00%	8.43%
Common Equity Tier I Capital: (CET-1)	4.50%	6.61%	4.50%	7.76%
CET-1 Plus Conservation Buffer	7.00%	6.61%	7.00%	7.76%
Gone Concern Capital: (Tier-II)	0.00%	3.49%	0.00%	5.07%
Minimum CRAR	10.00%	11.60%	10.00%	13.50%
Minimum CRAR Plus Conservation Buffer	12.50%	11.60%	12.50%	13.50%

	31.12.2021		31.12.2020	
	Taka		Taka	
Capital Adequacy Ratio (Consolidated basis)				
Particulars	31.12.2021		31.12.2020	
	Requirement	Capital Maintained	Requirement	Capital Maintained
Going Concern Capital: (Tier-I)	6.00%	8.15%	6.00%	8.48%
Common Equity Tier I Capital: (CET-1)	4.50%	6.65%	4.50%	7.81%
CET-1 Plus Conservation Buffer	7.00%	6.65%	7.00%	7.81%
Going Concern Capital: (Tier-II)	0.00%	3.49%	0.00%	5.08%
Minimum CRAR	10.00%	11.64%	10.00%	13.57%
Minimum CRAR Plus Conservation Buffer	12.50%	11.64%	12.50%	13.57%

16.6 Breakdown of gross Risk-Weighted Assets (RWA) in the various categories of risk-weights

Solo Basis

a) Risk Weights for Credit Risk

(Amount in Taka)

Risk Weights (Both B/S & Off-B/S)	31.12.2021		31.12.2020	
	Principal amount	Risk Weighted Assets	Principal amount	Risk Weighted Assets
0%	57,273,000,000	-	59,815,500,000	-
20%	47,806,397,000	9,561,279,400	32,450,100,000	6,490,020,000
40%	1,258,073,000	503,229,200	2,524,500,000	1,009,800,000
50%	107,553,953,000	53,776,976,500	135,867,800,000	67,933,900,000
60%	22,269,400,000	13,361,640,000	27,300,100,000	16,380,060,000
75%	30,042,621,000	22,531,965,750	25,167,550,000	18,875,662,500
80%	8,390,000,000	6,712,000,000	9,664,500,000	7,731,600,000
100%	95,831,426,000	95,831,426,000	59,903,000,000	59,903,000,000
120%	-	-	-	-
125%	45,372,561,000	46,420,801,250	28,741,100,000	18,052,675,000
150%	6,193,320,000	9,289,980,000	4,453,500,000	6,680,250,000
Total	421,990,751,000	257,989,298,100	385,887,650,000	203,056,967,500
b) Risk Weights for Operational Risk	2,078,595,000	20,785,950,000	2,018,085,000	20,180,850,000
c) Risk Weights for Market Risk	99,990,000	999,900,000	178,280,000	1,782,800,000
Total Risk Weighted Assets		279,775,148,100		225,020,617,500

Consolidate basis

a) Risk Weights for Credit Risk

(Amount in Taka)

Risk Weights (Both B/S & Off-B/S)	31.12.2021		31.12.2020	
	Principal amount	Risk Weighted Assets	Principal amount	Risk Weighted Assets
0%	57,423,000,000	-	59,921,700,000	-
20%	47,806,397,000	9,561,279,400	32,450,100,000	6,490,020,000
40%	1,258,073,000	503,229,200	2,524,500,000	1,009,800,000
50%	107,553,953,000	53,776,976,500	135,867,800,000	67,933,900,000
60%	22,269,400,000	13,361,640,000	27,300,100,000	16,380,060,000
75%	30,042,621,000	22,531,965,750	25,167,550,000	18,875,662,500
80%	8,390,000,000	6,712,000,000	9,664,500,000	7,731,600,000
100%	98,190,545,000	98,190,545,000	59,955,600,000	59,955,600,000
120%	-	-	-	-
125%	43,274,661,000	43,798,426,250	27,527,500,000	16,535,675,000
150%	6,193,320,000	9,289,980,000	4,453,500,000	6,680,250,000
Total	422,401,970,000	325,726,042,100	384,832,850,000	201,592,567,500
b) Risk Weights for Operational Risk	2,094,675,000	20,946,750,000	2,035,890,000	20,358,900,000
c) Risk Weights for Market Risk	145,670,000	1,456,700,000	234,720,000	2,347,200,000
Total Risk Weighted Assets		280,129,492,100		224,298,667,500

		31.12.2021	31.12.2020
		Taka	Taka
17	Statutory Reserve		
	Opening balance	7,030,390,821	6,422,261,269
	Add: Addition during the year	574,874,153	608,129,552
		7,605,264,974	7,030,390,821
17(a)	General Reserve		
	Opening balance	11,314,058	9,843,356
	Add: Addition during the year	2,624,339	1,470,702
	Less: Adjustment during the year	-	-
		13,938,397	11,314,058

The Board of SIBL Securities Ltd. has decided to create a general reserve @1% on total receivable from clients at the end of each year and add or adjustment with general reserve will depend on size of unrealized loss against outstanding margin loan and realization for the respective year. During the year, the adjustment made for creating provisions separately for impairment of margin loan and diminution in value of investment in shares.

18	Revaluation Reserve on fixed assets		
	Carrying (Revalued) amount of fixed assets (Land and Building)	1,366,323,995	1,401,041,790
	Cost of fixed assets (land and building) less depreciation	457,973,756	469,662,529
	Balance of revaluation reserve	908,350,239	931,379,261
	Less: Adjustment made based on difference amount of depreciation	14,117,926	23,029,023
	Less: Transferred to deferred tax	337,208,183	337,208,183
	Remaining balance of revaluation reserve	557,024,130	571,142,055

Property class under the head 'Land and Building' have been revalued in the year 2011, in accordance with the applicable rules and regulations as per IAS-16, 'Property, Plant and Equipment' and as per Bangladesh Bank BCD circular letter no: 12 & 18, dated: 20 April 1993 & 15 June 1993 and BRPD circular no: 10, dated: 25 November 2002. The valuation firms have used the fair value model to revalue the class of property. The valuation was not reviewed after year 2011.

a. The effective date of revaluation:

The revaluation was completed by the valuers on 20.03.2011. And The revaluation effect on the assets have been accounted for on 30.03.2011.

b. Valuer:

Two separate independent valuer firm 'Commodity Inspection Services (BD) Ltd.' and 'Royal Inspection International Ltd.' have been assigned to carry on the valuation job.

c. Method used for determination of fair value:

The valuer firms have used the market-based evidence to appraise the class of property 'Land and Building'. They have used current market prices as reference that has recently been observed for selling the land and buildings of same class of the same locality for appraising the fair value. Using the appraisal they have determined the amount of revaluation of the assets.

(amounts in Taka)

Location	Class of property	Cost less depreciation	Revaluation Surplus as on 31.01.2021	Depreciation on revalued amount	Depreciation on cost	Amount of adjustment for the year 2021
City Center, Head Office	Building	312,272,268	745,765,476	26,450,944	7,806,807	18,644,137
	Land	2,111,623	10,218,377	-	-	-
Chandaikona Branch	Building	919,798	1,027,338	48,678	22,995	25,683
Savar Branch	Building	25,071,978	22,733,672	1,195,141	626,799	568,342
Panthapath Branch	Building	20,860,567	42,125,685	1,574,656	521,514	1,053,142
Rampura Branch	Building	31,050,347	29,545,148	1,514,887	776,259	738,628
Khulna Branch	Building	14,628,989	11,526,504	653,887	365,725	288,162
Nawabpur Road Branch	Building	51,058,186	45,408,039	2,411,656	1,276,455	1,135,201
		457,973,756	908,350,240	33,849,850	11,396,553	22,453,297

		31.12.2021	31.12.2020
		Taka	Taka
19	Retained Earnings		
	Opening balance	1,056,769,989	984,276,383
	Less: Issue of cash dividend 5%	(469,004,212)	(446,670,678)
	Less: Issue of Stock dividend 5%	(469,004,210)	(446,670,670)
	Add: Transferred from Profit & Loss Account	1,084,831,428	942,805,931
	Add: Transferred from Revaluation Reserve for Fixed Assets	22,453,297	23,029,023
		1,226,046,292	1,056,769,989
19(a)	Consolidated retained earnings		
	Opening Balance	1,103,498,067	1,015,230,517
	Less: Issue of cash dividend for SIBL shareholders 5%	(469,004,212)	(446,670,678)
	Less: Issue of Stock dividend 5%	(469,004,210)	(446,670,670)
	Add: Transferred from current year retained earnings of SIBL & its subsidiaries {note 19.1(a)}	1,175,309,416	959,141,552
	Add: Transferred from Revaluation Reserve for Fixed Assets of SIBL	22,453,297	23,029,023
	Add: Adjustment for implementation of IFRS 16	-	(561,678)
		1,363,252,358	1,103,498,067

SIBL has invested amount of Taka- 1,537,498,800 and Taka- 249,999,200 in two of its subsidiaries 'SIBL Securities Ltd. (SIBL SL)' and 'SIBL Investment Ltd. (SIBL IL)' respectively. SIBL holds 99.999922% and 99.99968% of total shares of its subsidiaries 'SIBL SL.' and 'SIBL IL.' respectively while the other shareholders of the subsidiaries hold 0.000078% and 0.00032% of total shares respectively.

Details of the shareholding position is as under:

Sl no.	Shareholders	No. Shares		Value of shares		Percentage of holding of shares	
		SIBL SL	SIBL IL	SIBL SL	SIBL IL	SIBL SL	SIBL IL
1	Social Islami Bank Limited	15,374,988	2,499,992	1,537,498,800	249,999,200	99.999922%	99.99968%
2	Alhaj Nasiruddin	1	1	100	100	0.000007%	0.00004%
3	Mr. Md. Sayedur Rahman	1	-	100	-	0.000007%	-
4	Major (Retd.) Dr. Md. Rezaul Haque	1	1	100	100	0.000007%	0.00004%
5	Alhaj Sultan Mahmood Chowdhury	1	1	100	100	0.000007%	0.00004%
6	Mr. Abdul Awal Patwary	1	1	100	100	0.000007%	0.00004%
7	Hamdard Laboratories (Waqf) Bangladesh, Represented by: Mr. Anisul Hoque	1	-	100	-	0.000007%	-
8	Mrs. Nargis Mannan	1	-	100	-	0.000007%	-
9	Mr. Kamaluddin Ahmed	1	1	100	100	0.000007%	0.00004%
10	Alhaj Sk. Mohammad Rabban Ali	1	1	100	100	0.000007%	0.00004%
11	Mr. A. Jabbar Mollah	1	-	100	-	0.000007%	-
12	Mr. Md. Kamal Uddin	1	1	100	100	0.000007%	0.00004%
13	Mr. Belal Ahmed	1	1	100	100	0.000007%	0.00004%
		15,375,000	2,500,000	1,537,500,000	250,000,000	100.00%	100.00%

		31.12.2021	31.12.2020
		Taka	Taka
19.1	Current year retained earnings		
	Social Islami Bank Limited		
	Profit after tax	1,659,705,580	1,550,935,483
	Less : Statutory Reserve	574,874,153	608,129,552
		1,084,831,428	942,805,931
19.1.(a)	Consolidated Current year retained earnings		
	Profit after tax of SIBL	1,659,705,580	1,550,935,483
	Less :Statutory Reserve	574,874,153	608,129,552
	Profit/(Loss) attributable to Group	1,084,831,428	942,805,931
	Add: Profit/(loss) of subsidiaries		
	Add: Current year profit/(loss) of subsidiaries		
	SIBL Securities Limited	76,499,992	8,286,568
	SIBL Investment Limited	11,679,176	8,049,079
		88,179,168	16,335,646
	Less: Non controlling interests of profit/(loss) attributable for current year		
	SIBL Securities Limited	60	7
	SIBL Investment Limited	37	19
		97	26
	Less: Common income (Dividend) for elimination		
	SIBL Securities Limited	-	-
	Profit/(Loss) attributable to parent	1,173,010,499	959,141,551
19(b)	Non-controlling interest		
	SIBL Securities Limited		
	Paid up capital	1,537,500,000	1,230,000,000
	Retained earnings	118,060,054	41,560,062
	Net Assets	1,655,560,054	1,271,560,062
	SIBL Investment Limited		
	Paid up capital	250,000,000	250,000,000
	Retained earnings	16,847,436	5,168,260
	Net Assets	266,847,436	255,168,260
	Non-controlling interests		
	SIBL Securities Limited, @ 0.000078% of net assets	1,287	1,226
	SIBL Investment Limited, @0.00032% of net assets	650	613
	Total non-controlling interest	1,937	1,840

		31.12.2021	31.12.2020
		Taka	Taka
20	Contingent liabilities		
20.1	Acceptances and Endorsements		
	Bill Bankers' liabilities (DP)	15,754,462,900	16,435,379,400
	Bill Bankers' liabilities (BB/FO)	899,343,000	842,599,000
	Bill Bankers' liabilities (BB/LO)	4,339,580,500	3,615,452,346
	Bill Bankers' liabilities (EPZ)	473,257,000	319,459,000
	Bill Bankers' liabilities Others	273,354,000	116,982,000
		21,739,997,400	21,329,871,746
20.2	Letter of Credit		
	L/C Bankers' liabilities (DP)	5,796,829,000	3,786,200,000
	L/C Bankers' liabilities (BB/FO)	1,197,417,000	848,696,000
	L/C Bankers' liabilities (BB/LO)	2,736,419,000	1,798,280,000
	L/C Bankers' liabilities (Cash)	8,604,284,387	7,302,561,672
	L/C Bankers' liabilities (EPZ)	2,523,182,965	1,487,197,965
	L/C Bankers' liabilities (Others)	251,292,000	140,015,000
		21,109,424,352	15,362,950,636
20.3	Letters of guarantees		
	Letters of guarantee	9,340,583,965	10,352,181,319
20.4	Bills for collection		
	In-ward bills for collection	-	-
	Out-ward Bills for Collection	7,273,898,617	5,394,930,566
		7,273,898,617	5,394,930,566
20.5	Other Contingent Liabilities	-	-
20.6	Other Commitments	-	-
	Total Off-balance sheet items	59,463,904,333	52,439,934,267
	Income Statement (Note-21 to Note-39)		
	Income:		
	Income from Investment (Note-21)	23,960,778,190	27,036,266,956
	Income from Investment in Shares & Securities (Note-23)	793,239,363	762,379,471
	Commission, Exchange and Brokerage Income (Note-24)	1,461,194,791	1,421,214,804
	Other operating income (Note-25)	677,986,092	631,009,280
		26,893,198,435	29,850,870,511
	Expenses:		
	Profit paid on Deposits (Note-22)	16,146,371,912	19,484,793,192
	Administrative expenses	3,602,941,290	3,567,609,542
	Other operating expenses	1,984,228,765	1,870,591,036
	Depreciation on Banking assets	633,423,051	584,665,633
		22,366,965,018	25,507,659,402
	Income over expenditure	4,526,233,418	4,343,211,109

	31.12.2021	31.12.2020
	Taka	Taka
21		
Income from Investment		
Profit on Murabaha	108,159,934	120,787,294
Profit on Bai-Muazzal	16,707,154,497	18,174,056,468
Profit on Hire-Purchase	4,410,787,567	5,563,994,892
Profit on Musharka	16,067,284	21,534,594
Profit on Bai-Salam	60,405,980	86,416,082
Profit on Quard against MTDR, Scheme and others	675,808,427	614,418,851
Profit on Inland Document Bill Purchased	269,652,889	339,039,978
Profit on Foreign Document Bill Purchased	901,076,716	1,053,056,472
Profit on Ijarah	43,898,002	62,368,086
Profit on Investment against Mudaraba Deposit with other Banks and NBFIs	521,577,525	715,988,122
Profit on other investments (Card, Wakalat fee etc.)	205,758,881	208,442,820
Profit on Mudaraba	40,430,486	76,163,298
	23,960,778,190	27,036,266,956
21(a)		
Consolidated income from investment		
Social Islami Bank Ltd.	23,960,778,190	27,036,266,956
Add: Income from investment of subsidiaries of SIBL	141,379,265	78,569,068
SIBL Securities Ltd.	141,183,086	75,475,009
SIBL Investment Ltd.	196,179	3,094,059
Grand total of consolidated investment income	24,102,157,455	27,114,836,024
22		
Profit paid on Deposits		
Profit paid on deposits		
Mudaraba Savings Deposits (MSD)	830,489,681	814,767,804
Mudaraba short notice deposit (MSND)	480,312,992	386,923,535
Mudaraba term deposit (MTDR)	10,178,731,873	13,548,513,534
Cash waqf fund deposit	26,997,067	25,991,181
Profit paid on Scheme Deposits & others	3,801,275,415	3,914,166,276
	15,317,807,029	18,690,362,330
Profit paid on borrowings	85,322,013	64,957,714
SIBL Mudaraba Subordinate & Perpetual Bond	743,242,869	729,473,148
Total profit paid on deposits and borrowings	16,146,371,912	19,484,793,192
22(a)		
Consolidated Profit paid on Deposits		
Social Islami Bank Ltd.	16,146,371,912	19,484,793,192
Add: Income from investment of subsidiaries of SIBL	71,387,281	72,785,405
SIBL Securities Ltd.	71,387,281	72,785,405
SIBL Investment Ltd.	-	-
Grand total of consolidated Profit paid on Deposits	16,217,759,192	19,557,578,597
23		
Income from Investment in Shares & Securities		
Income from Investment in Islamic Bond	141,471,857	312,612,559
Income from Investment in Shares	184,218,839	196,283,426
Income from Mudaraba Subordinate Bond	179,347,654	209,645,890
Income from Mudaraba Perpetual Bond	94,477,398	-
Income from Beximco Green Sukuk bond	3,164,835	-
Dividend Income	190,558,781	43,837,595
	793,239,363	762,379,471

Social Islami Bank Ltd. has investment of Tk. 1110.00 crore in Bangladesh Govt. Islamic Investment Bond for which 0.46% average rate of income has been provided for January-December 2021. The nature of the Fund is to generate profit according to Mudaraba Principle.

		31.12.2021	31.12.2020
		Taka	Taka
23(a)	Consolidated income from Investment in Shares & Securities		
	Social Islami Bank Ltd.	793,239,363	762,379,471
	Add: Income from Investment in Shares & Securities of subsidiaries of SIBL	32,295,266	15,979,258
	SIBL Securities Ltd.	19,023,461	12,416,956
	SIBL Investment Ltd.	13,271,805	3,562,302
	Less: Common income for elimination		
	SIBL Securities Ltd.	-	-
	Grand total of consolidated income from Investment in Shares & Securities	825,534,629	778,358,729
24	Commission, Exchange & Brokerage		
	Commission	683,994,762	646,370,203
	Exchange income	777,200,029	774,844,601
		1,461,194,791	1,421,214,804
24(a)	Consolidated income from commission, exchange & brokerage		
	Social Islami Bank Ltd.	1,461,194,791	1,421,214,804
	Add: Income from commission, exchange & brokerage of subsidiaries of SIBL	174,101,064	65,443,481
	SIBL Securities Ltd.	174,101,064	65,443,481
	SIBL Investment Ltd.	-	-
	Grand total of consolidated income from commission, exchange & brokerage	1,635,295,855	1,486,658,285
25	Other Operating Income		
	P & T charge recovered	1,847,828	1,104,446
	Courier Charges Recovery & Others	6,995,707	7,749,768
	Services & charges	310,856,350	293,035,374
	SWIFT/ Return charge recovered	45,627,920	44,920,212
	Other charges (Note: 25.1)	312,658,286	284,199,480
		677,986,092	631,009,280
25(a)	Consolidated other operating income		
	Social Islami Bank Ltd.	677,986,092	631,009,280
	Add: Other operating Income of subsidiaries of SIBL	5,389,540	1,775,222
	SIBL Securities Ltd.	3,084,874	1,775,222
	SIBL Investment Ltd.	2,304,666	-
	Grand total of consolidated income from other operating income	683,375,632	632,784,502
25.1	Other Charges		
	Rent receipts	3,277,572	3,381,450
	Income from sale of forms	201,600	89,900
	Service charge on SIBL Cards	131,120,901	103,868,978
	Notice pay earnings	5,240,730	6,773,104
	Miscellaneous income	172,817,483	170,086,049
		312,658,286	284,199,480

		31.12.2021	31.12.2020
		Taka	Taka
26	Salary & Allowances		
	Basic Salary	1,471,520,386	1,394,824,420
	Allowances	1,364,627,493	1,410,617,250
	Bonus	445,987,992	461,895,812
	L/E Salary & Allowances	151,683,537	137,115,797
	Bank's Contribution to Provident fund	140,791,169	132,001,355
	Bank's Contribution to SIBL Superannuation Fund	14,072,362	13,174,850
	SIBL Group life Insurance Premium	3,833	4,358,232
		3,588,686,773	3,553,987,716
26(a)	Consolidated expenses for Salary and Allowance Social Islami Bank Ltd.	3,588,686,773	3,553,987,716
	Add: Salary and Allowance for subsidiaries	34,716,820	30,699,093
	SIBL Securities Ltd.	34,716,820	30,699,093
	SIBL Investment Ltd.	-	-
		3,623,403,593	3,584,686,809
27	Rent, Taxes, Insurance & Electricity etc.		
	Rent, Rates & Taxes (note: 27.1)	192,879,597	182,655,810
	Insurance (note: 27.2)	210,378,129	116,174,774
	Electricity, Lighting & Water (note: 27.3)	101,615,140	91,170,155
		504,872,866	390,000,739
27.1	Rent, Rates & Taxes		
	Rent, Rates & Taxes (note: 27.1.1)	420,013,566	386,615,353
	Less: rent expenses under IFRS-16 *	227,133,969	203,959,543
		192,879,597	182,655,810
*While implementing IFRS 16 (leases), the bank recorded interested expenses on lease liability and depreciation on right of use assets (ROU) instead of charging rental expenses of Taka 227,133,969 (excluding VAT) in 2021 against those rental premises that have been treated as right of use assets (ROU) (lease assets) however VAT on those rent has been charged as rent.			
27(a)	Consolidated expenses for rent, taxes, insurance & electricity Social Islami Bank Ltd.	504,872,866	390,000,739
	Add: Rent, Taxes, Insurance & Electricity etc. of subsidiaries	737,401	764,106
	SIBL Securities Ltd.	737,401	764,106
	SIBL Investment Ltd.	-	-
		505,610,267	390,764,845
	Rent, Rates & Taxes		
	Office rent	-	5,094,024
	Less: Adjustment due to execution of IFRS 16 for the first time	-	5,094,024
		-	-
	VAT on office rent	737,401	764,106
	Total Rent, Rates & Taxes	737,401	764,106
27.1.1	Rents, Rates, Taxes, Insurance & Lighting etc.		
	Rents		
	Rent (Office)	403,791,678	369,208,140
	Rent (Garage)	340,955	338,580
	Rent (Godown & others)	6,756,623	6,570,388
		410,889,256	376,117,108
	Rates and Taxes	9,124,310	10,498,246
	Total Rents, Rates & Taxes	420,013,566	386,615,353

		31.12.2021	31.12.2020
		Taka	Taka
27.2	Insurances		
	Insurance Premium in Counter	1,110,764	1,055,338
	Insurance Premium in Transit	6,220,729	7,498,369
	Insurance Premium Safe/Vault	7,878,274	7,739,869
	Insurance Premium on deposit	192,382,292	96,184,464
	Insurance Premium on Vehicle	1,198,019	1,886,030
	Other Insurance	1,588,052	1,810,705
		210,378,129	116,174,774
27.3	Lighting & Electricity		
	Lighting & Electricity Bill (Office)	92,436,923	82,396,953
	Lighting & Electricity Charges (Office)	5,320,659	4,915,332
	Sub Total	97,757,582	87,312,285
	Water & Sewerage	3,857,558	3,857,869
		101,615,140	91,170,155
28	Legal Expenses		
	Legal Fees & Charge	3,804,599	5,063,206
	Stamp Duties	51,046	70,704
	Other Legal Expenses	3,627,941	4,240,360
		7,483,586	9,374,270
29	Postage, Stamps, Telecommunication etc.		
	Cable Network rent	272,649	467,202
	Telephone charges	2,030,960	2,330,470
	Mobile phone charges	4,461,503	3,561,603
		6,765,111	6,359,275
29(a)	Consolidated expenses for Postage, Stamps, Telecommunication etc.		
	Social Islami Bank Limited	6,765,111	6,359,275
	Add: Postage, Stamps, Telecommunication etc. expenses for subsidiaries	1,899,912	974,494
	SIBL Securities Ltd.	1,899,912	974,494
	SIBL Investment Ltd.	-	-
		8,665,023	7,333,769
30	Stationery, Printing, Advertisements etc.		
	Table Stationery	8,154,025	11,921,489
	Printing & Stationery	46,032,881	42,374,132
	News Paper & Magazine	11,281,083	20,125,696
	Television & Radio	30,443,900	31,651,160
	Neon Sign, Banner etc.	736,092	531,889
	Other Publicity	8,056,949	16,003,209
		104,704,930	122,607,574
30(a)	Consolidated expense of Stationery, Printing, Advertisement etc.		
	Social Islami Bank Ltd.	104,704,930	122,607,574
	Stationery, Printing, Advertisement expense of Subsidiaries of SIBL	573,421	301,991
	SIBL Securities Limited.	573,421	301,991
	SIBL Investment Limited.	-	-
		105,278,351	122,909,565

		31.12.2021	31.12.2020
		Taka	Taka
31	Managing Director's salary and allowances		
	Basic Salary	8,350,645	8,056,113
	Allowances	3,613,872	3,101,613
	Festival & other Bonus	2,290,000	2,464,100
		14,254,517	13,621,826
32	Directors' Fees & Meeting Expenses		
	Directors Fee	2,141,936	2,014,200
	Meeting Expenses	305,882	2,772,636
		2,447,818	4,786,836
32(a)	Consolidated Directors' fees & Meeting Expenses:		
	Social Islami Bank Limited	2,447,818	4,786,836
	Directors' Fees & Meeting Expenses of Subsidiaries of SIBL	353,000	536,000
	SIBL Securities Limited	353,000	536,000
	SIBL Investment Limited	-	-
		2,800,818	5,322,836
33	Shariah Supervisory Committee's Fees & Expenses		
	Shariah Council Meeting Expenses	144,284	74,629
		144,284	74,629
34	Depreciation and Repair of Bank's Assets		
	a) Depreciation of Bank's Assets (Annexure A)		
	Land	-	-
	Building	46,067,345	47,904,346
	Furniture & Fixtures	82,969,028	81,779,457
	Office Appliance & Equipment	154,904,020	148,850,317
	Computer Software	19,751,616	18,923,554
	Vehicles	10,054,201	11,959,117
	Right of use Assets (RoU)	205,880,240	191,010,137
	Books	70,020	72,187
		519,696,469	500,499,115
	b) Repair on Bank's Assets		
	Building	45,300	331,740
	Motor Car/ Vehicle	17,200,964	15,115,446
	Furniture Fixture	3,321,587	3,281,586
	Mechanical Appliances	23,264,904	13,924,926
	Software Maintenance fee	7,165	1,315,800
	Hardware Maintenance fee	620	18,180
	IT Enable Service Charges	69,886,042	50,178,841
		113,726,582	84,166,518
	Total of Depreciation and repair of Bank's Assets	633,423,051	584,665,633
34(a)	Consolidated balance of Depreciation		
	Social Islami Bank Ltd.	633,423,051	584,665,633
	Add: Depreciation on assets of subsidiaries	5,563,270	5,822,570
	SIBL Securities Ltd.	5,563,270	5,822,570
	SIBL Investment Ltd.	-	-
		1,224,715	703,590
	Add: Repairs & Maintenance on assets of subsidiaries	1,224,715	703,590
	SIBL Securities Ltd.	1,224,715	703,590
	SIBL Investment Ltd.	-	-
		640,211,037	591,191,793

		31.12.2021	31.12.2020
		Taka	Taka
35	Other Expenses		
	Local conveyance	12,360,515	20,249,156
	Petroleum, oil & lubricants	15,012,247	13,763,887
	Entertainment expenses	42,552,612	34,107,282
	Traveling allowances	8,558,039	13,397,742
	Travelling Foreign	-	1,419,385
	Bank charges	5,304,622	9,924,553
	Uniform charges	2,236,764	1,613,771
	Subscriptions to Institutions & Others	8,034,912	13,543,177
	Banks' clearing house charges	6,730	16,634
	CIB Charges	1,405,560	558,860
	Transportation charges	6,271,605	6,700,787
	News paper, Journal & periodicals	139,596	98,162
	Washing charges	1,010,312	1,463,624
	Training expenses Academy/ Internal	500	26,940
	Training expenses at outside Banks	724,900	499,227
	Commission Paid to Agent Banking	58,325,725	36,951,690
	Direct expenses on investment	58,613	3,078
	Up keep of branches/office premises	6,261,873	6,909,990
	Excise duty	1,649,000	1,603,345
	Computer charges	15,047,653	13,315,012
	Security Services	239,531,190	202,282,596
	Cleaner Services	8,249,704	7,824,644
	Others wages	244,335,828	218,034,048
	Photocopy expenses	549,671	763,774
	Photography expenses	82,240	113,255
	Cash & Bank remittance charges	6,242,070	5,627,534
	Honorarium	1,955,900	2,004,485
	On-Line Expenses	37,425,563	36,682,138
	ATM Rent Hardware	6,421,423	5,388,532
	Professional & Rating Fees	45,953,840	11,867,274
	Other Utility	35,334,219	35,957,380
	Bond issue related Expense	442,500	11,185,000
	Donation to Government	50,050,000	180,000,000
	Donation to Others	160,040	557,695
	CSR Related Expenditure	53,741,214	55,167,633
	Business Development Exp	7,236,779	18,124,915
	Fees Form @ Renewal	24,535,821	2,749,658
	Network sharing fees (Visa)	7,864,038	4,187,570
	Service Charges	9,704,731	9,230,497
	Fair value adjustment for shares and securities	17,190,627	-
	Gratuity expense	133,908,355	126,929,022
	Finance cost on lease liabilities as per IFRS-16	47,907,376	48,400,969
	Miscellaneous expenses	11,721,180	11,528,452
		1,175,506,087	1,170,773,372

	31.12.2021	31.12.2020
	Taka	Taka
35(a) Consolidated Other Expenses		
Social Islami Bank Limited	1,175,506,087	1,170,773,372
Add: Other Expenses for SIBL Securities Limited	27,020,673	10,437,832
License, fees, renewals and incorporation expenses	24,706,683	8,752,272
Entertainment	1,092,661	782,891
Others	1,221,329	902,669
Other Expenses for SIBL Investment Limited	160,185	58,030
Bank charge and Excise duty	57,185	57,530
Others	103,000	500
	1,202,686,945	1,181,269,234
36 Other Provision		
Provision for other assets (note: 14.2)	-	-
Mudaraba Profit Distribution (note: 14.6)	-	5,000,000
Provision for good borrower (note: 14.7)	-	-
Provision for Climate Risk Fund (note: 13.8)	-	10,000,000
Provision for Start-Up Fund (note: 14.9)	16,597,056	15,509,355
	16,597,056	30,509,355
36(a) Consolidated other provision		
Social Islami Bank Ltd.	16,597,056	30,509,355
Add: Provision for subsidiaries		
SIBL Securities Ltd.		
Provision for general reserve	2,624,339	1,470,702
Provision for impairment of margin loan	72,134,103	4,193,333
Provision for capital reserve	8,500,000	-
Provision for diminution in value of investment	-	2,498,746
	83,258,442	8,162,781
SIBL Investment Ltd. (Provision for diminution in value of investment)	-	(2,660,502)
	99,855,498	36,011,634
37 Provision against Investment, Off-Balance Sheet items & Others		
Provision on classified investment	1,111,441,687	230,209,106
Provision on unclassified investment	(893,980,701)	329,524,380
Special General Provision-COVID-19 (As per BRPD Circular letter No.56 dt. 10.12.2020)	597,373,154	732,164,047
Special General Provision-COVID-19 (As per BRPD Circular letter No. 52 dt. 29.12.2021 (As per BRPD Circular letter No.52 dt. 30.12.2021)	768,946,219	-
Provision on Off-Balance Sheet items	51,485,240	(19,843,540)
Other provisions (note: 36)	16,597,056	30,509,355
	1,651,862,655	1,302,563,348
37(a) Consolidated Provision against Investment, Off-Balance Sheet items & Others		
Social Islami Bank Ltd.	1,651,862,655	1,302,563,348
Add: Provision for subsidiaries	83,258,442	5,502,279
SIBL Securities Ltd.	83,258,442	8,162,781
SIBL Investment Ltd.	-	(2,660,502)
	1,735,121,097	1,308,065,627
38 Provision for Income Tax		
Current year provision (Note: 38.1)	1,179,106,673	1,482,531,120
Deferred Tax expense/(income) (Note: 38.2)	35,558,510	7,181,158
	1,214,665,183	1,489,712,278

		31.12.2021	31.12.2020
		Taka	Taka
38(a)	Consolidated Provision for Income Tax		
	Social Islami Bank Limited	1,214,665,183	1,489,712,278
	SIBL Securities Limited	34,114,809	15,601,738
	Current year provision	34,815,821	15,676,408
	Deferred Tax expense/(income)	(701,012)	(74,670)
	SIBL Investment Limited	1,611,373	1,186,754
		1,250,391,364	1,506,500,770

38.1 Current Year Tax Provision

Provision on tax has been calculated based on Income Tax Ordinance, 1984 as amended upto 2021 by the Finance Act, considering the allowances and disallowances.

38.2 Deferred Tax Expenses/(Income)

Deferred tax expense/(income) for liability/(asset) has been calculated as per Bangladesh Accounting Standard 12.

39 Earning Per Share (EPS)

SIBL has issued 1:1 right share for an amount of Taka- 2,987,815,750 as approved in its 242nd Board Meeting held on 02 March 2011 by the Directors of the Board. Before right issue SIBL had a total capital of Taka- 2,987,815,750 as on 31.12.2010. The paid up capital was further enhanced by an amount of Taka- 418,294,200, Taka-637,489,940, Taka-351,570,780, Taka-738,298,640, 812,128,500 and Taka-446,670,670 issued as bonus share for the years ended 31 December 2010, 2012, 2015, 2017, 2018, 2019 and 2020. Now the total paid up capital after right issue and issue of bonus shares amounts to Taka- 9,849,088,440 with a total no. of 984,908,844 shares having face value @ Taka- 10/share.

Net Profit after Tax	1,659,705,580	1,550,935,483
Number of ordinary shares outstanding	984,908,844	984,908,844
Earning Per Share (EPS) (Prior year Restated)	1.69	1.57
39(a) Consolidated Earning Per Share (CEPS)		
Net Profit after Tax	1,750,183,569	1,567,271,105
Number of ordinary shares outstanding	984,908,844	984,908,844
Consolidated Earning Per Share (CEPS) (Prior year Restated)	1.78	1.59

Earnings per share has been calculated in accordance with IAS-33: "Earnings Per Share (EPS)".

Earnings per share (EPS) increased compare to the last year mainly due to increase of net profit after tax.

39 (i) Net Asset Value (NAV) Per Share:

Net Asset Value (Consolidated)	19,397,068,299	18,096,429,231
Net Asset Value (Solo)	19,237,423,835	18,038,387,095
Number of ordinary shares outstanding	984,908,844	984,908,844
Net Asset Value (NAV) Per Share (Consolidated) (Prior year Restated)	19.69	18.37
Net Asset Value (NAV) Per Share (Solo) (Prior year Restated)	19.53	18.31

		31.12.2021	31.12.2020
		Taka	Taka
39 (ii)	Net Operating Cash Flows per share (NOCFPS):		
	Net Cash flow from operating activities (Consolidated)	(1,698,537,229)	3,627,418,172
	Net Cash flow from operating activities (Solo)	(1,702,153,979)	3,612,826,261
	Net Asset Value (NAV) Per Share (Consolidated) (Prior year Restated)	984,908,844	984,908,844
	Net Operating Cash Flow Per Share (NOCFPS)(Consolidated) (prior year restated)	(1.72)	3.68
	Net Operating Cash Flow Per Share (NOCFPS)(Solo) (prior year restated)	(1.73)	3.67
	Net Operating Cash Flow per share decreased mainly due to higher cash outflow in respect of deposit & Investment compare to previous year.		
Notes for Cash Flow Statement (Note-40 to Note-46)			
40	Income from Investment		
	Investment profit receipt	23,960,778,190	27,036,266,956
	Add: Opening profit receivable	528,810,265	665,595,298
	Less: Closing profit receivable	(451,382,168)	(528,810,265)
		24,038,206,287	27,173,051,989
40(a)	Consolidated income from investment		
	Income from investment of SIBL	24,038,206,287	27,173,051,989
	Income from investment of Subsidiaries of SIBL	141,379,265	78,569,068
	SIBL Securities Ltd.	141,183,086	75,475,009
	SIBL Investment Ltd.	196,179	3,094,059
	Grand total	24,179,585,553	27,251,621,057
41	Receipts from Other Operating Activities (Other than profit on sale of fixed assets)		
	Exchange income	719,459,224	737,593,057
	Rent receipts	3,277,572	3,381,450
	P & T charge recovered	1,847,828	1,104,446
	Courier Charges Recovery & Others	6,995,707	7,749,768
	Notice pay earnings	5,240,730	6,773,104
	Miscellaneous income	172,817,483	170,086,049
	Services & charges	310,856,350	293,035,374
	SWIFT/ Return charge recovered	45,627,920	44,920,212
	Service charge on SIBL Cards	131,120,901	103,868,978
	Income from sale of forms	201,600	89,900
		1,397,445,315	1,368,602,337
41(a)	Consolidated receipts from Other Operating Activities (Other than profit on sale of fixed assets)		
	Receipts from Other Operating Activities of SIBL	1,397,445,315	1,368,602,337
	Receipts from other operating activities of Subsidiaries of SIBL	5,389,540	1,775,222
	SIBL Securities Ltd.	3,084,874	1,775,222
	SIBL Investment Ltd.	2,304,666	-
		1,402,834,855	1,370,377,559

		31.12.2021	31.12.2020
		Taka	Taka
42	Payment to others		
	Rent (Office)	403,791,678	369,208,140
	Rent (Garage)	340,955	338,580
	Rent (Godown)	6,756,623	6,570,388
	Rates and Taxes	9,124,310	10,498,246
	Insurance Premium for cash in counter	1,110,764	1,055,338
	Insurance Premium for cash in transit	6,220,729	7,498,369
	Insurance Premium for cash in safe/ vault	7,878,274	7,739,869
	Insurance Premium on deposit	192,382,292	96,184,464
	Insurance Premium for vehicle	1,198,019	1,886,030
	Other Insurance	1,588,052	1,810,705
	Lighting and Electricity Bill (Office)	92,436,923	82,396,953
	Lighting and Electricity Charges (Office)	5,320,659	4,915,332
	Water and Sewerage	3,857,558	3,857,869
	Legal Expenses	7,483,586	9,374,270
	Directors Fees and Meeting Expenses	2,447,818	4,786,836
	Shariah Supervisory Fees & Expenses	144,284	74,629
	Audit Fees	920,000	920,000
	Repairs and Maintenance	113,726,582	84,166,518
	Zakat expenses	181,384,083	165,694,341
	Other Expenses (note: 35)	1,175,506,087	1,170,773,372
		2,213,619,275	2,029,750,248
42(a)	Consolidated payment to others		
	Social Islami Bank Limited	2,213,619,275	2,029,750,248
	Payment to others- Subsidiaries	29,561,724	12,557,058
	SIBL Securities Limited	29,378,539	12,476,028
	SIBL Investment Limited	183,185	81,030
		2,243,180,999	2,042,307,306
43	Reconciliation of Net Profit after Taxation & Operating Profit before changes in operating assets & liabilities		
	Cash flows from operating activities		
	Net Profit after Taxation	1,659,705,580	1,550,935,483
	(Increase)/Decrease Profit Receivable	77,428,098	136,785,033
	(Increase)/Decrease Profit Payable on Deposit	1,119,524,431	1,007,229,908
	Effects of exchange rate changes on cash & cash equivalents	(57,740,805)	(37,251,544)
	Provision for Tax	1,214,665,183	1,489,712,278
	Provision for Investment, Contingent Liability & Others	1,651,862,655	1,302,563,348
	Depreciation & Amortization of Fixed Assets	519,696,469	500,499,115
	Lease rent payable as per IFRS-16	(227,133,969)	(203,959,543)
	Income tax paid	(1,926,928,903)	(1,296,182,842)
	Operating Profit before changes in operating assets & liabilities	4,031,078,739	4,450,331,235

	31.12.2021	31.12.2020
	Taka	Taka
43(a) Consolidated Cash flows from operating activities		
Net Profit after Taxation	1,750,183,666	1,567,271,131
(Increase)/Decrease Profit Receivable	77,428,098	136,785,033
(Increase)/Decrease Profit Payable on Deposit	1,119,524,431	1,007,229,908
Effects of exchange rate changes on cash & cash equivalents	(57,740,805)	(37,251,544)
Provision for Tax	1,250,391,364	1,506,500,770
Provision for Investment, Contingent Liability & Others	1,735,121,097	1,308,065,627
Depreciation & Amortization of Fixed Assets	525,259,739	506,321,685
Lease rent payable as per IFRS-16	(227,133,969)	(203,959,543)
Income tax paid	(1,970,235,272)	(1,312,378,550)
Operating Profit before changes in operating assets & liabilities	4,202,798,348	4,478,584,513
44 Cash Increase/ Decrease in Other Assets		
Stock of stationery, stamps and printing materials etc. (valued at cost)	41,842,032	36,210,869
Advance rent	82,826,821	81,946,417
Security Deposit	3,433,149	3,495,026
Branch Adjustments (SIBG) (Note: 9.1)	824,507,472	1,561,206,224
Suspense Accounts (Note: 9.2)	287,840,919	285,122,898
Other Prepayments	86,608,018	64,517,296
Share Trading A/C Receivable from SIBL Securities Ltd.	624,820,743	239,242,987
Advance Income Tax	13,908,264,598	11,981,335,696
Profit Receivable from SIBL Securities Limited	70,747,842	72,049,180
Receivable from SIBL Investment Limited	1,903,690	1,903,690
Protested Bills against Investment	325,014,570	325,014,570
Receivable from Off-shore Banking Unit	43,694,699	77,990,079
Dividend Receivable Account	505,242,759	555,193,696
Profit Receivable from Mudaraba Subordinated Bond	52,926,027	56,815,069
Investment in subsidiary: SIBL Securities Limited	1,537,499,000	1,229,999,000
Investment in subsidiary: SIBL Investment Limited	249,999,400	249,999,400
Profit Receivable for SME Stimulous fund	80,385,089	-
Profit Receivable from Mudaraba Perpetual Bond	94,477,398	-
Profit Receivable from Beximco Green Sukuk	3,164,835	-
Others (Note: 9.3)	22,211,772	37,425,491
	18,847,410,833	16,859,467,587
Difference between (2021, 2020)	(1,987,943,246)	(79,619,753)
Advance Income Tax	1,926,928,903	1,296,182,842
Net change in Other Assets	(61,014,344)	1,216,563,089
44(a) Consolidated cash increase/decrease in other assets		
Social Islami Bank Limited	18,847,410,833	16,859,467,587
Cash Increase/ Decrease in Other Assets of subsidiaries	934,038,431	843,337,044
	19,781,449,264	17,702,804,631
Difference between (2021, 2020)	(2,078,644,633)	(225,333,091)
Advance Income Tax	1,970,235,272	1,312,378,550
Consolidated net change in Other Assets	(108,409,362)	1,087,045,459

	31.12.2021 Taka	31.12.2020 Taka
45	Cash Increase/ Decrease in Other Liabilities	
	14,015,512	17,485,085
Adjusting A/C (Cr.) Balance	9,330,154	13,929,175
Other Payable	3,762,471,567	3,579,826,001
Compensation and Rent Suspense (note: 14.3)	20,301,508	43,539,542
BEFTN Adjustment Account	3,182,591	3,890
Parking Account	615,828,689	724,602,327
Lease liabilities as per IFRS-16 *	6,908,947	31,962,950
ATM & Other Settlement for Q-Cash	4,432,038,967	4,411,348,970
	20,689,997	1,458,554,840
	Cash Increase/ (Decrease) in Other Liabilities	
Difference between (2021 & 2020)	20,689,997	1,458,554,840
Add: Transfer to Provision for Investment from Write-off (In Yr. 2021)	7,075,700	9,647,534
Add: Zakat expense transferred to Sadaka Fund	181,384,083	165,694,341
Add: Lease rent Payable as per IFRS-16	227,133,969	203,959,543
Less: Zakat distributed during the year	103,558,963	93,451,718
Less: Mudaraba Profit distribution transferred during the year	5,000,000	15,000,000
Less: Written off/ Waiver of investment during the year	1,331,928,908	25,361,653
	(1,004,204,122)	1,704,042,885
45(a)	Consolidated cash increase/decrease in other liabilities	
Cash Increase/ Decrease in other liabilities of Social Islami Bank Limited	4,432,038,967	4,411,348,970
Cash Increase/ Decrease in Other Liabilities of subsidiaries	1,140,096,519	408,558,265
	5,572,135,486	4,819,907,235
Difference between (2021, 2020)	752,228,251	1,538,346,657
Other changes in other liabilities of Social Islami Bank Limited	(1,024,894,119)	245,488,047
Net change in Other Liabilities-Social Islami Bank Limited	(272,665,868)	1,783,834,704
46	Cash and Cash Equivalent	
Cash in Hand	3,415,594,063	2,972,709,048
Balance with Bangladesh Bank & Sonali Bank Limited (as agent of Bangladesh Bank)	20,075,647,654	30,400,773,390
Balance with Other Banks & Financial Institutions-in Bangladesh	16,693,175,142	10,089,833,958
Balance with Other Banks & Financial Institutions-outside Bangladesh	2,540,793,342	611,795,207
	42,725,210,201	44,075,111,603
46(a)	Consolidated Cash and Cash Equivalent	
Social Islami Bank Limited	42,725,210,201	44,075,111,603
Cash and Cash Equivalent of subsidiaries	1,036,348	569,358
SIBL Securities Limited.	750,418	544,157
SIBL Investment Limited.	285,930	25,201
	42,726,246,549	44,075,680,961

47 Number of Employees

The number of employees engaged for the whole year or part thereof who received a total remuneration of Tk. 36,000 p.a or above were 3192.

48 Audit Committee

The Board of Directors in its 390th meeting (Emergency) held on 30.03.2017 reconstituted the Board Audit Committee comprising with the following:

Sl. No.	Name	Status with the Bank	Status with the Committee
1	Professor A J M Shafiul Alam Bhuiyan Ph.D	Independent Director	Chairman
2	Mr. Md. Kamal Uddin	Director	Member
3	Dr. Md. Jahangir Hossain	Director	Member

The Audit Committee of the Board was duly constituted by the Board of Directors of the Bank and reconstituted in the 412th Board of Directors Meeting held on 21.03.2018 in compliance with the Bangladesh Bank and Bangladesh Securities Exchange Commission Guidelines. The Audit Committee assists the Board in fulfilling its oversight responsibilities where accountability stands for financial reporting process, Internal Control System, Internal and External audit process, management of the risks of the Bank. The Committee review, monitor and assess the activities & performance of the Bank and establish the policies and procedures which comply with the existing laws & regulations.

Meetings of the Audit Committee:

The Board Audit Committee had 149 nos. (One hundred forty nine) Meetings in the previous years since inception in the year 2003, out of which 06 Meetings were conducted in the Year 2021 and the attendance of the members was as follows:

Sl. No.	Director	Tenure of Membership	No. of Meetings Held	No. of Meetings Attended
1	Professor A J M Shafiul Alam Bhuiyan Ph.D	21.03.2018 to till date	6	6
2	Mr. Md. Kamal Uddin	21.03.2018 to till date	6	6
3	Dr. Md. Jahangir Hossain	21.03.2018 to till date	6	6

Disclosure by Audit Committee:

The Committee reviewed the Quarterly Financial Statements as well as the yearly financial statements for the year 2021 of the Bank and subsequently recommended to the Board for consideration and approval.

The Committee reviewed the integrity of the financial statements of the Bank to ensure that these reflect a true and fair view of the Bank's statement of affairs.

The Committee while reviewing the financial statements ensured that proper disclosure required under International Accounting Standards as adopted in Bangladesh have been made and also complied with the Companies Act and various other rules and regulations applicable for business.

The Committee discussed with the statutory auditors about the nature and scope of audit as well as had post-audit discussions to address areas of concern.

The Committee discussed and reviewed compliance position of inspection report on various Branches, Division as well as Core Risk Management" conducted by Bangladesh Bank based on 30 June 2020 and the "Management Letter on financial statements" for the year ended 31 December 2020" of SIBL submitted by the external auditors for onward submission to the Board if needed.

The Committee also reviewed the financial statements/investments of the subsidiaries: SIBL Securities Limited and SIBL Investment Limited and SIBL Foundation Hospital.

Pursuant to Condition No.3.4.1 of the Corporate Governance Guidelines issued by BSEC, the Committee reviewed the Internal Control System and Financial Statements. The Committee observed that there was no conflict of interest or material defect in the internal control system of the Bank.

The Committee reviewed the Integrated Annual Health Report of SIBL for the year-2020 and recommended to the Board for consideration and approval

The Committee approved the risk based yearly audit plan and gave direction to the internal auditors where appropriate for carrying out in depth audit to ensure that the company or its assets are not exposed to undue risk.

The Committee reviewed the Internal Audit Reports and suggested appropriate actions where needed. The Internal Auditors were advised to carry out audit of all the branches, sub-branches, agent banking outlet and other subsidiaries of the Bank as per risk based yearly audit plan.

The Committee reviewed IC&CD Manual for the year 2021 and suggested appropriate actions where needed. The Internal Auditors were advised to carry out the instruction of the IC&CD Manual.

The Committee recognized the observations of the Internal Audit Division regarding internal control, activities and suggestions made to improve operational systems and procedures and their implementation.

The Committee reviewed the compliance position, policies, regulations and applicable law in general.

The Committee observed that risk management associated with the Banking business was adequately controlled.

49

Related Party Disclosures

49.1

Name of the Firms / Business Organizations where the Directors of the Social Islami Bank Limited have got interest as on 31 December 2021:

Sl.	Name	Name of Firms/ Companies
01.	Dr. Md. Mahbub Ul Alam, Chairman (Representative of Hasan Abasan (Pvt.) Ltd.)	NIL
02.	Mr. Belal Ahmed, Vice Chairman (Representative of Unitex Steel Mills Ltd.)	Managing Director: <ul style="list-style-type: none"> • Unitex Spinning Limited • Unitex Composite Mills Limited • Unitex LP Gas Limited • Unitex Petroleum Limited • Unitex Cement Limited • Unitex Steel Mills Limited
03.	Mr. Md. Sayedur Rahman, Vice Chairman (Representative of Prasad Paradise Resorts Ltd.)	Managing Director: <ul style="list-style-type: none"> • M/S Lodestar Fashions Ltd. • M/S Mid Asia Fashions Ltd.
04.	Mr. Md. Kamal Uddin, Director (Representative of Lion Securities and Investment Ltd.)	Managing Director: <ul style="list-style-type: none"> • Chittagong Builders & Machinery Ltd. • Merchant Securities Limited. • Sifang Machine House Ltd. • Merchant Auto Ltd. • CBM Housing Ltd. • South Green Ltd. Director: <ul style="list-style-type: none"> • ASM Chemical Industries Ltd. • Central Hospital (Pvt.) Ltd. • Sifang Securities Ltd. • Hurdco International School. • Universal Health Service & Research Ltd. Advisor: <ul style="list-style-type: none"> • Mercantile Insurance Company Ltd. • Mercantile Islami Life Insurance Ltd. Proprietor: <ul style="list-style-type: none"> • CBM Parts House • CBM Consortium

Sl.	Name	Name of Firms/ Companies
05.	Mrs. Nargis Mannan Director	NIL
06.	Dr. Md. Jahangir Hossain, Director (Representative of Reliable Entrepreneurs Ltd.)	NIL
07.	Mr. Arshadul Alam, Director (Representative of Leader Business Enterprise Limited)	<p>Chairman:</p> <ul style="list-style-type: none"> Jaba and Brothers C&F (Pvt.) Ltd. Jesco Bangladesh Ltd. <p>Managing Director:</p> <ul style="list-style-type: none"> Jesco Capital Management Ltd. <p>Proprietor:</p> <ul style="list-style-type: none"> Uni-Trade International Nishat Traders
08.	Mr. Ali Hasan Md. Mahmud Ribon, Director (Representative of Dynamic Ventures Limited)	<p>Chairman:</p> <ul style="list-style-type: none"> M/s Mahmud Ribon
09.	Mrs. Jebunnesa Akbar, Director (Representative of Unitex Cement Limited)	NIL
10.	Mr. Mahmudul Alam, Director (Representative of Global Trading Corporation Ltd.)	<p>Proprietor:</p> <ul style="list-style-type: none"> Paragon Transport
11.	Professor A J M Shafiul Alam Bhuiyan Independent Director	NIL
12.	Professor Mohammed Mizanur Rahman Independent Director	NIL

49.2 Significant contracts where Bank is a party and where in Directors have interest: Nil

49.3 Lending Policies to Related Parties:

Lending to related parties is effected as per requirements of Section 27(1) of the Bank Companies Act, 1991.

A Related Party Transaction

Name of Party	Name of the Director	Relationship	Nature of Investment	Outstanding Amount (Taka)	Status
Funded Liability					
SIBL Securities Ltd.	N/A	Subsidiary	Quard	7900.00 lac	UC
SIBL Foundation Hospital & Diagnostic Center	N/A	A concern of SIBL Foundation	Quard- E-Hasana	10980.07 lac	UC

B Investment Policies to Related Parties

Lending to related parties is effected as per requirements of section 27 (1) of Bank Companies Act,1991

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

D Investments in the securities of Directors and their related concern: Nil

E Shares issued to Directors and Executives without consideration or exercisable at discount: Nil

50 Post Balance Sheet events (IAS-10)

No material events occurring after balance sheet date came to our notice, which could affect the values reported in the financial statements significantly.

1. Dividend

The Board of Director has authorized the financial statements for issue on and recommended stock dividend @ 5% & Cash dividend @ 5% for the year ended 31 December 2021.

51 General

- i.** Figures appearing in these financial statements have been rounded off to the nearest Taka.
- ii.** The expenses, irrespective of capital or revenue nature, accrued/due but not paid have been provided for in the books of the Bank.
- iii.** Figures of previous year have been rearranged wherever necessary to conform the current year's presentation.
- iv.** All types of financing made to the clients have been shown under the head 'Investment' whereas investment made in different shares and securities of Government and others companies are shown as investment shares and securities.
- v.** The Bank incurs expenditure in relation to its Corporate Social Responsibility (CSR) throughout the year. The budget for the CSR expenditures are met up from various source including zakat and other sources. The Climate Risk Fund is also a part of this CSR expenditures.
- vi.** As per FRC letter no.178/FRC/APR/2021/27(47), dated: 09 December 2021 and BRPD Circular no-04 and 35 of 2021, at the time of investment approval or renewal, bank collects latest audited Financial Statements of the Investment Client as available and preserve the same in the particular investment account. Currently we are collecting the audited financial statements as per the Bangladesh Bank circulars in all the relevant investment cases.

Annexure-A

SOCIAL ISLAMI BANK LIMITED
FOR THE YEAR ENDED 31 DECEMBER 2021
SCHEDULE OF FIXED ASSETS INCLUDING PREMISES

(Amounts in Taka)

Particulars	C O S T / R E V A L U E D*				Rate of Depreciation	D E P R E C I A T I O N				Written down value as at 31 Dec 2021
	Balance as on 01 Jan 2021	Additions during the year	Disposal/ Transfer during the year	Balance at 31 Dec 2021		Balance as on 01 Jan 2021	Transfer/ Adjustment during the year	Charged during the year	Balance at 31 Dec 2021	
Land	12,330,000	-	-	12,330,000	-	-	-	-	-	12,330,000
Building	2,320,220,714	-	-	2,320,220,714	2.50%	451,943,280	46,067,345	498,010,625	1,822,210,090	
Furniture & Fixtures	1,348,301,260	103,718,940	-	1,452,020,200	10%	547,891,338	82,969,028	630,860,366	821,159,834	
Office Equipment	1,790,969,871	153,965,407	-	1,944,935,278	20%	1,079,806,659	154,904,020	1,234,710,679	710,224,598	
Software	291,981,062	13,973,798	-	305,954,860	10%	91,645,655	19,751,616	111,397,271	194,557,589	
Vehicles	150,527,921	128,769	-	150,656,690	20%	133,011,069	10,054,201	143,065,270	7,591,420	
Right of use Assets (RoU)	1,011,325,434	64,692,763	-	1,076,018,197	-	191,010,137	205,880,240	396,890,377	679,127,820	
Books	1,764,278	4,342	-	1,768,620	10%	1,102,226	70,020	1,172,246	596,375	
31 December 2021	6,927,420,540	336,484,018	-	7,263,904,558		2,496,410,364	519,696,469	3,016,106,833	4,247,797,726	
31 December 2020	5,601,960,993	1,325,459,546	-	6,927,420,539		1,995,911,251	500,499,115	2,496,410,364	4,431,010,176	

* Details of revaluation of Fixed assets is shown in note:18.

Annexure-B

SOCIAL ISLAMI BANK LIMITED
FOR THE YEAR ENDED 31 DECEMBER 2021
CONSOLIDATED SCHEDULE OF FIXED ASSETS

(Amounts in Taka)

Particulars	C O S T / R E V A L U E D				Rate of Depreciation	D E P R E C I A T I O N				Written down value as at 31 Dec 2021
	Balance as on 01 Jan 2021	Additions during the year	Disposal/ Transfer during the year	Balance at 31 Dec 2021		Balance as on 01 Jan 2021	Transfer/ Adjustment during the year	Charged during the year	Balance at 31 Dec 2021	
Land	12,330,000	-	-	12,330,000		-	-	-	-	12,330,000
Building	2,320,220,714	-	-	2,320,220,714	2.50%	451,943,280	46,067,345	498,010,625	1,822,210,089	
Furniture & Fixtures	1,355,645,282	103,828,429	-	1,459,473,711	10%	550,620,164	83,787,162	634,407,326	825,066,385	
Office Equipment	1,803,000,144	154,715,935	-	1,957,716,079	20%	1,089,630,184	155,622,279	1,245,252,463	712,463,616	
Software	295,154,702	13,973,798	-	309,128,500	10%	94,326,644	20,244,267	114,570,911	194,557,589	
Vehicles	150,527,922	128,769	-	150,656,691	20%	133,011,069	10,054,201	143,065,270	7,591,421	
Right of use Assets (RoU)	1,024,437,539	66,982,504	-	1,091,420,043		195,463,982	209,414,467	404,878,449	686,541,594	
Books	1,764,279	4,342	-	1,768,621	10%	1,102,227	70,020	1,172,247	596,374	
31 December 2021	6,963,080,582	339,633,776	-	7,302,714,358		2,516,097,550	525,259,739	3,041,357,289	4,261,357,069	
31 December 2020	5,623,492,761	1,339,587,820	-	6,963,080,582		2,009,775,866	506,321,685	2,516,097,550	4,446,983,032	

Annexure-C

SOCIAL ISLAMI BANK LIMITED
BALANCE WITH OTHER BANKS IN FOREIGN CURRENCIES

[REFERRED TO NOTE 4.2 OF THESE FINANCIAL STATEMENTS]

SL	Name of the Banks	Currency Name	31.12.2021			31.12.2020		
			Amount in Foreign Currency	Conversion rate per unit F.C.	Amount in BDT.	Amount in Foreign Currency	Conversion rate per unit F.C.	Amount in BDT.
1	SCB, MUMBAI	ACUD	781,452.22	85.80	67,048,600	28,014.80	84.80	2,375,686
2	SUMMIT Bank, KARACHI	ACUD	23,784.82	85.80	2,040,738	30,436.82	84.80	2,581,076
3	SONALI Bank, KOLKATA	ACUD	299,250.29	85.80	25,675,675	114,495.92	84.80	9,709,380
4	MASHREQ Bank, MUMBAI	ACUD	540,085.65	85.80	46,339,349	15,464.88	84.80	1,311,439
5	NEPAL BANGLADESH Bank	ACUD	56,422.86	85.80	4,841,081	39,231.86	84.80	3,326,905
6	Bank OF BHUTAN, PHUENTSHOLING	ACUD	228,340.71	85.80	19,591,633	101,416.35	84.80	8,600,218
7	UNITED Bank OF INDIA	ACUD	125,167.03	85.80	10,739,331	43,121.30	84.80	3,656,734
8	AB Bank, MUMBAI	ACUD	14,907.28	85.80	1,279,045	228,255.70	84.80	19,356,334
9	MEEZAN Bank LIMITED	ACUD	213,522.39	85.80	18,320,221	331,179.89	84.80	28,084,419
10	MCB Bank, KARACHI, PAKISTAN	ACUD	395.34	85.80	33,920	1,105.78	84.80	93,771
11	AXIS Bank LIMITED	ACUD	140,028.93	85.80	12,014,482	109,377.58	84.80	9,275,339
12	HDFC Bank LTD., MUMBAI	ACUD	235,625.31	85.80	20,216,652	337,035.08	84.80	28,580,946
13	MASHREQ Bank, NEW YORK, (OBU)	USD	1,193,888.47	85.80	102,435,631	402,578.04	84.80	34,139,061
14	MASHREQ Bank PSC, NEW YORK, USA	USD	10,836,769.18	85.80	929,794,796	596,346.70	84.80	50,570,856
15	SCB, NY, USA	USD	10,814,153.56	85.80	927,854,375	4,209,384.53	84.80	356,960,438
16	KOREA EXCH. Bank, KOREA	USD	5,081.06	85.80	435,955	4,364.42	84.80	370,108
17	HABIB AMERICAN Bank	USD	3,436,339.13	85.80	294,837,897	410,025.39	84.80	34,770,604
18	COMMERZ Bank AG, FRANKFURT	USD	416,220.42	85.80	35,711,712	34,437.27	84.80	2,920,318
19	COMMERZ Bank AG, CHF	CHF	8,337.32	93.71	781,282	-	-	-
20	MASHREQ Bank, PSC MUMBAI	ACU EURO	497.92	97.25	48,425	437.92	104.14	45,607
21	SCB, FRANKFURT	EURO	101,096.20	97.25	9,832,040	20,171.91	104.14	2,100,683
22	COMMERZ Bank AG, FRANKFURT	EURO	27,102.85	97.25	2,635,869	25,712.97	104.14	2,677,857
23	SCB, LONDON, UK	GBP	16,262.78	115.72	1,881,905	6,082.13	114.79	698,148
24	SCB, TOKYO	JPY	3,191,421.00	0.75	2,379,524	502,880.00	0.82	412,663
25	Bank AL JAZIRA	RIYAL	1,702.50	22.85	38,902	702.50	22.60	15,874
26	RIYAD BANK	RIYAL	174,367.00	22.85	3,984,303	405,400.00	22.60	9,160,743
Total			2,540,793,342			611,795,207		

SOCIAL ISLAMI BANK LIMITED
DETAILS INFORMATION OF INVESTMENT MORE THAN 10% OF BANK'S TOTAL CAPITAL

Taka in Crore

Sl no.	Name of client	Outstanding as on 31 December 2021		
		Funded	Non-funded	Total
1	1. PowerPac Mutiara Keraniganj Power Plant Limited & its sister concerns, 2. PowerPac Mutiara Jamalpur Power Plant Limited, 3. PowerPac Holdings Ltd. 4. PowerPac Mutiara Khulna Power Plant Ltd. 5. Powerpac	612.68	67.12	679.80
2	i. Bashundhara Import Export Limited ii. Bashundhara Steel & Engineering Ltd. iii. Bashundhara City Development Limited.	321.39	0.42	321.81
3	i. Bashundhara Industrial Complex Ltd. ii. East West Media Group iii. Bashundhara Infrastructure Ltd.	503.62	168.69	672.31
4	Bashundhara Multi Food Products Ltd & Sundarban Industrial Complex Ltd.	313.24	335.81	649.05
5	Infinia Spinning Mills Ltd.	557.61	53.16	610.77
6	i. Western Dresses Ltd. & its sister concerns- ii. MNC Apparels Ltd. iii. Kimia Washing Industries Limited iv. NASSA BASIC WASH LTD.	452.71	74.43	527.14
7	i. Orion Infrastructure Ltd. & its sister concerns ii. Orion Agro Products Ltd. iii. Orion Power Meghnaghat Ltd. iv. Belhasa Accom JV. Ltd. v. Panbo Bangla Mushroom Limited vi. Orion Power Unit-2 Dhaka Limited vii. Orion Pharma Ltd.	614.16	2.58	616.74
8	i. Amber Denim Mills Limited & its sister concerns- ii. Amber Denim Ltd, iii. Amber Rotor Mills Ltd. iv. Amber Rotor Spinning Mills Ltd. v. Amber Jeans & Washing Ltd.	334.83	252.16	586.99
9	SQ Birchina Limited	206.40	11.14	217.54
10	Afser Resources Management and Consultancy Services Ltd.	355.57	-	355.57
11	Mir Akhter Hossain Limited, Mir Telecom Limited	151.55	9.03	160.58
12	M/S. Shah Amanat Agency	467.51	-	467.51
13	i. Base Paper Ltd. and its sister concerns- ii. Base Fashion Limited iii. Zayantex Limited iv. Base Technologies Limited v. Base Paper Ltd. vi. Akash CNG Filling Limited	337.66	75.04	412.70
14	i. M/S. Islam Brothers & Co. & its sister concerns- ii. Anwara Mannan Textile Mills Ltd. iii. Juvenile Construction Ltd. iv. RS & T International v. Aman Feed Ltd. vi. Aman Shipyard Ltd.	505.77	-	505.77
15	M/S. Sonali Traders	436.12	-	436.12
16	Dong Bang Dyeing Ltd.	403.51	42.30	445.81
17	i. M/S. Rabiul Islam & its sister concerns- ii. M/s. Rhythm Trading iii. A R Cement Mills Ltd. iv. Ehsan Cement Industries Ltd. v. RMR Poultry & Hatchery Ltd. vi. A.R. Specialized Auto Rice Mills Ltd.	452.33	0.00	452.33

Sl no.	Name of client	Outstanding as on 31 December 2021		
		Funded	Non-funded	Total
18	i.M/S. Millennium Enterprise, & its sister concerns- ii.Panama Composite Textile Mills Ltd. iii.O.N Spinning Mills Ltd. iv. M/S. Mosharaf & Brothers and its sister Concern, M.N Enterprise, Orange Textiles Industries & M.N Filement & Twisting Industries.	220.74	239.63	460.37
19	i. S. Alam Brothers Ltd. & it's sister concerns ii. S. Alam Cold Rolled Steels Limited. iii. S. Alam Steels Limited iv. S. Alam Refined Sugar Industries Limited	477.68	-	477.68
20	M/S Mars Textile Ltd.	317.46	49.61	367.07
21	Dong Bang Textile Ltd.	326.35	41.01	367.36
22	Ronghdhanu Builders (Pvt) Ltd., Mehedi Mart	395.46	-	395.46
23	i. DADA ENGINEERING LIMITED & sister concerns- ii. DADA ACCESSORIES LTD. iii. DADA ZIPPER LTD iv. DADA BAG INDUSTRIES LTD v. JAMUNA SPINNING MILLS LTD. vi. SHAMEEM SPINNING MILLS LTD. vii. JAMUNA ELECTRONICS AND AUTOMOBILES LTD. viii. Jamuna Denims Ltd. ix. JAMUNA SPINNING MILLS LTD. (Unit 02) x. Daily Jugantor.	84.10	11.19	95.29
24	i. Abul Khair Steel Ltd. & its sister concerns- ii. Abul Khair Ltd. iii. A.K.CORPORATION LTD iv.Abul Khair Consumer v. Shah Cement Industries Ltd. vi. Abul Khair Ceramic Industries Ltd. vii.Abul Khair Steel Melting Ltd. viii. Abul Khair Strip Processing Ltd. ix. Abul Khair Ltd.	5.25	110.17	115.42
25	i. Thermax Textile Mills Ltd. & its sister concerns- ii. Thermax Knit Yarn Ltd. iii. Thermax Spinning Ltd. iv. Thermax Melange Spinning Mills Ltd., v.Thermax Check Fabrics Limited vi. Adury Apparels Ltd. vii.Adury knit compsite.	294.22	98.68	392.90
26	i. Infinia Composite Textiles Limited & its sister Concern ii. Infinia Chemicals Limited	105.71	160.87	266.58
27	i. Mahbub Brothers(Pvt.) Ltd. & sister concerns- ii. M/s. Pubali Traders, iii. Rishad Enterprise iv. ARK-MBPL JV. v. Best Golden Flour Mills Ltd	245.89	37.88	283.77
28	Ruby Food Products Ltd.	261.29	41.26	302.55
29	LUB-RREF (BANGLADESH) LIMITED	245.67	37.70	283.37
30	i. Nasrin Agriculture Industries Limited & its sister concerns- ii. M/s. Al-Habib Enterprise and its sister concern M/s. H R Feed iii. M/s. Nutrila Feed	547.60	1.48	549.08
31	TecTonics	378.01	-	378.01
32	i. Rahimafrooz Batteries Limited. & its sister Concerns- ii. Rahimafrooz Gloabatt Limited iii. Rahimafrooz Bangladesh Ltd iv. Rahimafrooz CIC Agroo Ltd.	320.79	3.27	324.06
33	i. Opal Trading House ii. Ibrahim Consortium Ltd. iii. Ibrahim Composite Textile Mills Ltd.	313.58	0.00	313.58
Grand Total		11,566.46	1,924.63	13,491.09

SOCIAL ISLAMI BANK LIMITED
HISTORY OF PAID-UP CAPITAL

Annexure-E

Years	Declaration	No. of Share	Face Value per Share (Taka)	Cumulative no. of Shares	Value of issued Capital for the year (Taka)	Cumulative value of Capital (Taka)
1995	Initial Capital	118,380	1,000	118,380	118,380,000	118,380,000
1996	No Dividend	-	-	118,380	-	118,380,000
1997	6.43% Bonus issue for the year 1996	7,620	1,000	126,000	7,620,000	126,000,000
1998	No Dividend	-	-	126,000	-	126,000,000
1999	Right Share Issued	74,000	1,000	200,000	74,000,000	200,000,000
2000	Placement	50,000	1,000	250,000	50,000,000	250,000,000
	Initial Public Offer	10,000	1,000	260,000	10,000,000	260,000,000
2001	20% Bonus Issue (Declared in the year 2004)	-	-	260,000	-	260,000,000
2002	25% Bonus Issue (Declared in the year 2004)	-	-	260,000	-	260,000,000
2003	50% Bonus Issue (Declared in the year 2004)	-	-	260,000	-	260,000,000
2004	Bonus Issue (For the years 2001, 2002, 2003)	325,000	1,000	585,000	325,000,000	585,000,000
2005	No dividend	-	-	585,000	-	585,000,000
2006	No dividend	-	-	585,000	-	585,000,000
2007	1:1 Right Share	5,345,550	100	11,195,550	534,555,000	1,119,555,000
2008	17% Bonus Issue for the year 2007	1,903,243	100	13,098,793	190,324,300	1,309,879,300
2009	10% Bonus Issue for the year 2008	1,309,879	100	14,408,672	130,987,900	1,440,867,200
	1:1 Right Share	12,508,587	100	26,917,259	1,250,858,700	2,691,725,900
2010	11% Bonus Issue for the year 2009	2,960,899	100	29,878,158	296,089,850	2,987,815,750
2011	14% Bonus Issue for the year 2010	41,829,420	10	340,610,995	418,294,200	3,406,109,950
	1:1 Right Share	298,781,575	10	639,392,570	2,987,815,750	6,393,925,700
2013	10% Bonus Issue for the year 2012	63,748,994	10	703,141,564	637,489,940	7,031,415,640
2014	12% Cash dividend for the year 2013	-	10	703,141,564	-	7,031,415,640
2015	18% Cash dividend for the year 2014	-	10	703,141,564	-	7,031,415,640
2016	5% Bonus Issue for the year 2015	35,157,078	10	738,298,642	351,570,780	7,382,986,420
2017	20% Cash dividend for the year 2016	-	10	738,298,642	-	7,382,986,420
2018	10% bonus issue for the year 2017	73,829,864	10	812,128,506	738,298,640	8,121,285,060
2019	10% bonus issue for the year 2018	81,212,850	10	893,341,356	812,128,500	8,933,413,560
2020	5% Bonus & 5% cash Issue for the year 2019	44,667,067	10	938,008,423	446,670,670	9,380,084,230
2021	5% Bonus & 5% cash Issue for the year 2020	46,900,421	10	984,908,844	469,004,210	9,849,088,440

Annexure-F

SOCIAL ISLAMI BANK LIMITED
STATEMENT OF CORPORATE INCOME TAX STATUS
AS AT 31 DECEMBER 2021

(Amount in Taka)

Accounting Year	Assessment Year	Tax Provision as per accounts	Advance Tax/TDS /Settlement fee/ Appeal fee	Tax as per assessment Order	Present Status
2004	2005-2006	68,610,851	81,410,851	139,584,498	Pending at High Court Division of Supreme Court
2005	2006-2007	24,391,126	42,284,322	42,101,314	Completed
2006	2007-2008	59,825,178	85,135,927	85,135,927	Completed
2007	2008-2009	128,000,000	134,490,189	168,503,748	Pending at High Court Division of Supreme Court
2008	2009-2010	150,300,000	157,333,015	175,548,021	Pending at High Court Division of Supreme Court
2009	2010-2011	278,914,968	283,427,344	298,644,511	Pending at High Court Division of Supreme Court
2010	2011-2012	515,149,014	523,404,506	498,853,789	Pending at High Court Division of Supreme Court
2011	2012-2013	816,364,597	820,951,354	819,889,378	Pending at High Court Division of Supreme Court
2012	2013-2014	1,301,591,387	1,344,746,694	1,455,548,339	Pending at High Court Division of Supreme Court
2013	2014-2015	802,951,284	876,386,844	1,223,045,189	Pending at High Court Division of Supreme Court
2014	2015-2016	1,400,446,160	1,160,345,616	1,397,825,207	Pending at High Court Division of Supreme Court
2015	2016-2017	1,403,060,382	1,021,914,182	1,481,927,423	Pending at High Court Division of Supreme Court
2016	2017-2018	1,887,664,569	1,433,555,743	1,934,958,507	Pending at High Court Division of Supreme Court
2017	2018-2019	2,063,450,826	1,326,968,492	1,949,246,472	Pending at High Court Division of Supreme Court
2018	2019-2020	2,227,743,967	1,277,752,529	2,533,816,521	Tribunal Completed but High Court not submitted
2019	2020-2021	1,593,092,009	1,126,392,864	2,399,450,271	First Appeal submitted
2020	2020-2021	1,482,531,120	1,491,289,509	-	Return Submitted
2021	2021-2022	1,179,106,673	1,111,476,465	-	Return not yet Submitted

SOCIAL ISLAMI BANK LIMITED
CALCULATION OF DEFERRED TAX LIABILITY
FOR THE YEAR ENDED 31.12.2021

Assets:

Assets Description	Tax Base	Accounting Base	Difference	Tax Rate	D. Tax Liability / (Assets)
Building	483,573,094	946,531,526	462,958,433	37.50%	173,609,412
Furniture & Fixture	570,140,907	821,159,834	251,018,927	37.50%	94,132,098
Office Equipment	877,116,216	710,224,598	(166,891,618)	37.50%	(62,584,357)
Software Local	13,614,826	22,379,328	8,764,502	37.50%	3,286,688
Software Foreign	104,747,431	172,178,261	67,430,830	37.50%	25,286,561
Books	620,759	596,375	(24,384)	37.50%	(9,144)
Motor Vehicles	17,344,959	7,591,420	(9,753,540)	37.50%	(3,657,577)
Sub-total	2,067,158,192	2,680,661,342	613,503,150		230,063,681

DTL on revaluation surplus					
Land	-	10,218,377		4.00%	408,735
Building	-	875,678,564		37.50%	328,379,462
Sub-total					328,379,462

DTL on lease liability					
Right use of asset		679,127,820			
Less: lease liability		615,828,689			
Sub-total		63,299,131		37.50%	23,737,174

582,180,317

Total deferred tax liability

Liability:					
Amount to be written off in future		289,106,540	(289,106,540)	37.50%	(108,414,953)
Sub-total	-	289,106,540	(289,106,540)		(108,414,953)
Grand Total of deferred Tax Liability as on 31.12.2021					473,765,365

Deferred tax (asset)/liability as on 01.01.2021	438,206,855
Deferred tax (asset)/liability as on 31.12.2021	473,765,365
Deferred Tax Expense/(Income) during this year	35,558,510



**Off-Shore
Banking Unit
Financial
Information**

SOCIAL ISLAMI BANK LIMITED
OFF-SHORE BANKING UNIT (OBU)
BALANCE SHEET
AS AT 31 DECEMBER 2021

Particulars	Note(s)	31.12.2021		31.12.2020	
		USD	Taka	USD	Taka
PROPERTY AND ASSETS					
Cash					
Cash in hand (Including Foreign Currencies)		-	-	-	-
Balance with Bangladesh Bank & its Agent Banks (Including Foreign Currencies)		-	-	-	-
		-	-	-	-
Balance with other Banks and Financial Institutions	3				
In Bangladesh		-	-	-	-
Outside Bangladesh		2,064,819	177,161,497	815,963	69,194,558
		2,064,819	177,161,497	815,963	69,194,558
Placement with Banks & other Financial Institutions		-	-	-	-
Investments in Shares & Securities		-	-	-	-
Government		-	-	-	-
Others		-	-	-	-
		-	-	-	-
Investments					
General Investment etc.	4	59,103,195	5,071,054,090	50,801,816	4,308,095,641
Bills Purchased and Discounted		-	-	-	-
		59,103,195	5,071,054,090	50,801,816	4,308,095,641
Fixed Assets including Premises, Furnitures and Fixtures	5	176	15,102	223	18,878
Other Assets	6	509,262	43,694,699	484,756	41,107,801
Non Banking Assets					
Total Assets		61,677,452	5,291,925,388	52,102,758	4,418,416,878
LIABILITIES AND CAPITAL					
Liabilities					
Borrowing from Banks & other Financial Institutions	7	6,430,333	551,722,606	47,801,174	4,053,637,881
Deposits and Other Accounts	8	53,866,750	4,621,767,115	3,403,220	288,596,821
Mudaraba Savings Deposits		-	-	-	-
Mudaraba Term Deposits	8.1	53,500,732	4,590,362,806	3,000,000	254,403,300
Other Mudaraba Deposits		-	-	-	-
Al-Wadeeah Current & Other Deposit Accounts	8.2	366,018	31,404,309	403,220	34,193,521
Bills Payable		-	-	-	-
Other Liabilities		1,380,369	118,435,667	898,363	76,182,177
Deffered Tax Liabilities/ (Assets)		-	-	-	-
Total Liabilities		61,677,452	5,291,925,388	52,102,758	4,418,416,878
Capital/Shareholders' Equity					
Paid-up Capital		-	-	-	-
Statutory Reserve		-	-	-	-
Foreign currency translation gain/(Loss)		-	-	-	-
Retained Earnings		-	-	-	-
Total Shareholders' Equity		-	-	-	-
Total Liabilities & Shareholders' Equity		61,677,452	5,291,925,388	52,102,758	4,418,416,878

Particulars	31.12.2021		31.12.2020	
	USD	Taka	USD	Taka
Off-Balance Sheet Items				
CONTINGENT LIABILITIES				
Acceptances and Endorsements	-	-	-	-
Irrevocable Letters of Credit (including Back to Back Bills)	-	-	-	-
Letters of Guarantee	-	-	-	-
Bills for Collection	-	-	-	-
Other Contingent Liabilities	-	-	-	-
Total	-	-	-	-
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	-	-	-	-
Total Off Balance Sheet Items including Contingent Liabilities	-	-	-	-

SOCIAL ISLAMI BANK LIMITED
OFF-SHORE BANKING UNIT (OBU)
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2021

Particulars	31.12.2021		31.12.2020	
	USD	Taka	USD	Taka
Investment Income	2,923,818	250,863,599	2,477,113	210,061,926
Less: Profit paid on Deposits	(1,552,341)	(133,190,853)	(1,589,724)	(134,810,330)
Net Investment Income	1,371,477	117,672,746	887,389	75,251,596
Commission, Exchange and Brokerage	-	-	-	-
Other Operating Income	8,716	747,818	10,751	911,703
Total Operating Income	1,380,193	118,420,565	898,140	76,163,298
Salary & allowances	86,038	7,382,024	87,051	7,382,024
Rent & Utilities	-	-	-	-
Depreciation on fixed assets	44	3,776	56	4,720
Others	-	-	-	-
Total Operating Expenses	86,082	7,385,799	87,107	7,386,743
Profit/(Loss) before Provision				
Specific provisions for Investment	-	-	-	-
General Provisions for Investment	-	-	-	-
General Provisions for off-Balance Sheet exposure	-	-	-	-
Total Provision	-	-	-	-
Total Profit/(Loss) before Tax	1,294,111	111,034,766	811,034	68,776,555
Provision for Income Tax	-	-	-	-
Net Profit/(Loss) after Tax	1,294,111	111,034,766	811,034	68,776,555

Annexure-H

SOCIAL ISLAMI BANK LIMITED
OFF-SHORE BANKING UNIT (OBU)
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2021

Particulars	31.12.2021		31.12.2020
	USD	Taka	Taka
Cash Flow from operating activities			
Investment Income receipt	2,923,818	250,863,599	210,061,926
Profit paid on deposits	(1,552,341)	(133,190,853)	(134,810,330)
Dividend receipts	-	-	-
Fees & commission receipt	-	-	-
Cash payments to employees	(86,038)	(7,382,024)	(7,382,024)
Cash payments to suppliers	-	-	-
Income tax paid	-	-	-
Receipts from other operating activities	8,716	747,818	911,703
Payments for other operating activities	-	-	-
Operating profit before changes in operating assets and liabilities	1,294,155	111,038,541	68,781,275
Changes in operating assets and liabilities			
Statutory deposits	-	-	-
Net trading securities	-	-	-
Investments to other banks	-	-	-
Investment to customers	(8,301,379)	(762,958,449)	(2,094,616,142)
Other assets	(24,506)	(2,586,898)	(4,225,523)
Deposits from other banks	(41,370,841)	(3,501,915,275)	2,565,747,591
Deposits received from customers	50,463,530	4,333,170,294	(477,237,709)
Other liabilities on account of customers	-	-	-
Trading liabilities	-	-	-
Other liabilities	(812,149)	(68,785,051)	(98,908,598)
Sub Total	(45,345)	(3,075,379)	(109,240,381)
A. Net Cash flow from operating activities	1,248,810	107,963,162	(40,459,106)
Cash flows from investing activities			
Proceeds from sale of securities	-	-	-
Payment for purchases of securities	-	-	-
Proceeds from sale of fixed assets	-	-	-
Purchases of property, plant & equipment's	44	3,776	4,720
Purchase/Sale of subsidiaries	-	-	-
B. Net Cash flows from investing activities	44	3,776	4,720
Cash flows from financing activities			
Receipts from issue of debt instruments	-	-	-
Payments for redemption of debt instruments	-	-	-
Receipts from issue of right shares/ordinary share	-	-	-
Dividend paid in cash	-	-	-
C. Net Cash flow from financing activities	-	-	-
D. Net increase/(decrease) in cash & cash equivalents (A+B+C)	1,248,854	107,966,938	(40,454,387)
E. Cash and cash equivalents at the beginning of the year	815,963	69,194,558	109,648,944
F. Cash and cash equivalents at the end of the year (D+E)	2,064,819	177,161,497	69,194,558

SOCIAL ISLAMI BANK LIMITED
OFF-SHORE BANKING UNIT (OBU)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

1 STATUS OF THE UNIT

The Bank obtained the Off-shore Banking Unit ("the Unit") permission vide letter No. BRPD(P-3)744(119)/2010-4652, dated: 11 November, 2010. The Bank commenced operation of this unit from 02 May 2012. The Off-shore Banking Unit is governed under the rules and guidelines of the Bangladesh Bank. Its office is located at SIBL Head Office, City Center 90/1, Motijheel Commercial Area, Dhaka 1000.

1.1 Principal activities

The principal activities of the unit are to provide all kinds of commercial banking services to its customers through its off-shore Banking Units in Bangladesh.

2 SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF PREPARATION OF FINANCIAL STATEMENTS

2.1 Basis of accounting

The Off-shore Banking Unit maintains its accounting records in USD from which accounts are prepared according to the Bank Companies Act, 1991, International Accounting Standards (IAS), International Financial Reporting Standard (IFRS) and other applicable directives issued by The Bangladesh Bank, in particular, Banking Regulations and Policy Department (BRPD) Circular No. 15 (09 November 2009).

2.2 Use of estimates and judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results 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 periods affected.

2.3 Foreign currency transaction

a) Foreign currencies translation

Foreign currency transactions are converted into equivalent Taka using the ruling exchange rates on the dates of respective transactions as per IAS-21 "The Effects of Changes in Foreign Exchange Rates". Foreign currency balances held in US Dollar are converted into Taka at weighted average rate of inter-bank market as determined by Bangladesh Bank on the closing date of every month. Balances held in foreign currencies other than US Dollar are converted into equivalent US Dollar at buying rates of New York closing of the previous day and converted into Taka equivalent.

b) Commitments

Commitments for outstanding forward foreign exchange contracts disclosed in these financial statements are translated at contracted rates. Contingent liabilities/commitments for letter of credit and letter of guarantee denominated in foreign currencies are expressed in Taka terms at the rates of exchange ruling on the balance date.

c) Translation gains and losses

The resulting exchange transaction gains and losses are included in the profit and loss account, except those arising on the translation of net investment in foreign subsidiary.

Cash flow statement

Cash flow statement has been prepared in accordance with the International Accounting Standard-7 "Cash Flow Statement" under direct method as recommended in the BRPD Circular No. 14, dated June 25, 2003 issued by the Banking Regulation & Policy Department of Bangladesh Bank.

2.4 Reporting period

These financial statements cover from January 01 to December 31, 2021.

2.5

A provision is recognised in the balance sheet when the unit has a legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefit will be required to settle the obligations, in accordance with the IAS 37 "Provisions, Contingent Liabilities and Contingent Assets".

2.6 Profit income

In terms of the provisions of the IFRS-15 "Revenue from contract with customer", the profit income is recognized on accrual basis.

Fees and commission income

Fees and commission income arises on services provided by the units are recognized 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.

2.7 Profit paid and other expenses

In terms of the provisions of the IAS - 1 "Presentation of Financial Statements" interest and other expenses are recognized on accrual basis.

2.8 Allocation of common expenses

Operating expenses in the nature of salary, rent, rates and taxes, management expenses, printing stationery, etc. are allocated as common expense rather separately accounted for in the financial statements.

3 BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS

Balance with other Banks and Financial Institutions consists nostro account balance of OBU unit of SIBL which is held with Mashreq Bnak, New York.

4 GENERAL INVESTMENTS

- a. General investments of Off-shore Banking Units are stated in the balance sheet on net basis.
- b. Profit is calculated on a daily product basis but charged and accounted for on accrual basis. Profit is not charged on bad and loss investments as per guidelines of the Bangladesh Bank. Records of such interest amounts are kept in separate memorandum accounts.

5 FIXED ASSETS

Fixed assets includes Furnitures and office equipments used by the employees of OBU unit.

6 OTHER ASSETS

Other assets include profit receivable from investment clients which are accounted for on accrual basis as per relative accounting standards.

7 BORROWING FROM BANKS & OTHER FINANCIAL INSTITUTIONS

Borrowing from Banks & other Financial Institutions includes amount received from SIBL as part of fund which will be returned/adjusted in due course, balance of which is eliminated in the consolidated balance sheet of SIBL to avoid improper double reflection of fund.

8 DEPOSITS AND OTHER ACCOUNTS

8.1 Mudaraba Term Deposits

Mudaraba Term Deposits includes deposits procured from various local and foreign banks/institutions which includes:

among the foreign banks/institutions:

1. Abu Dhabi Islami Bank
2. Indusind Bank Ltd. India
3. Commercial Bank of Dubai
4. United Arab Bank
5. RAK Bank UAE
6. Dubai Islami Bank

8.2 Al-Wadeeah Current & Other Deposit Accounts

Al-Wadeeah Current & Other Deposit Accounts includes profit payable account and sundry deposits.

9 GENERAL

- a. These financial statements are presented in BDT, which is the Bank's functional currency. Figures appearing in these financial statements have been rounded off to the nearest BDT.
- b. Assets and liabilities & income and expenses have been converted into Taka currency @ US \$1 = Taka 85.80 closing rate as at 31st December 2021.
- c. Fixed assets of this unit are appearing in the books of the main operation of the bank and depreciation is also charged to Profit & loss Accounts of the main operation of the bank.

Annexure-I

SOCIAL ISLAMI BANK LIMITED
HIGHLIGHTS OF PERFORMANCE (ONLY BANK-SOLO BASIS)

(Amount in Taka)

SL no.	Particulars	31.12.2021	31.12.2020
1	Paid up Capital	9,849,088,440	9,380,084,230
2	Total Capital (Core + Supplementary)	32,447,948,152	30,368,899,942
3	Capital Surplus/(Deficit)	4,470,433,342	7,866,838,192
4	Capital to Risk-weighted Asset Ratio (CRAR)	11.60%	13.50%
5	Total Assets	408,203,155,663	384,999,710,859
6	Total Deposit	341,661,064,252	322,383,510,566
7	General Investment	312,773,820,529	300,617,943,566
8	Total Contingent Liabilities and Commitments	59,463,904,333	52,439,934,267
9	Investment-Deposit (ID) Ratio (%)	90.19%	90.65%
10	Percentage of classified investment against total investments	5.18%	6.05%
11	Profit before Tax and Provision	4,526,233,418	4,343,211,109
12	Profit after Tax and Provision	1,659,705,580	1,550,935,483
13	Amount of classified investment	16,194,076,632	18,201,163,878
14	Provisions kept against classified investment	7,598,676,652	7,812,088,173
15	Provisions surplus	-	-
16	Cost of Deposits	4.72%	6.88%
17	Profit Earning Assets	361,165,323,218	329,806,940,393
18	Non-Profit Earning Assets	47,037,832,445	55,192,770,466
19	Return on Investment in Securities	2.72%	4.12%
20	Return (after tax) on average Assets (ROA)	0.42%	0.42%
21	Return (after tax) on equity (ROE)	8.91%	8.78%
22	Income from Investment in Securities	793,239,363	762,379,471
23	Earning Per Share (EPS) (Prior year restated)	1.69	1.57
24	Consolidated Earning Per Share (CEPS) (Prior year restated)	1.78	1.59
25	Net Income Per Share	1.69	1.57
26	Price Earning Ratio (Times)	8.78	7.86



**SIBL
Securities
Limited
Financial
Information**



1.525M	B	13.41
71.542K	S	25.57
2.806M	S	4.73
3.736M	S	24.24
1.0M	S	33.85
6.795K	B	24.84
7.75M	S	13.28
4.76M	S	17.97
14.302M	S	16.28
6.977M	S	
22.576M	S	

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF SIBL SECURITIES LIMITED

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

OPINION

We have audited the financial statements of **SIBL SECURITIES LIMITED** (the “Company”) which comprise the statement of financial position as at 31 December 2021, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements give true and fair view, in all material respects, of the financial position of the Company as at 31 December 2021, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and other regulatory requirements.

BASIS FOR OPINION

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE FINANCIAL STATEMENTS AND INTERNAL CONTROL

Management is responsible for the preparation of the financial statements that give a true and fair view in accordance with IFRSs as explained in note # 01, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The companies Act, 1994, require the management to ensure effective internal audit, internal control and risk management functions of the company.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence

obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the Company audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

In accordance with the Companies Act 1994 and the Securities and Exchange Rules 1987, we also report the following:

- a. 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;
- b. in our opinion, proper books of accounts as required by law have been kept by the Company so far as it appeared from our examination of these books; and
- c. the statements of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of accounts and returns.

Place, Dhaka
April 10, 2022



Md. Shafiqul Islam FCA

Enrolment # 595

Partner

SHAFIQ BASAK & CO.

Chartered Accountants

DVC: 2204100595AS228500

SIBL SECURITIES LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2021

Particulars	Note	Amount in Taka	
		2021	2020
ASSETS			
Non-current assets			
Property, plant & equipment less acc. depreciation	3	6,145,570	6,821,945
Right of Use Assets	4	7,413,774	8,658,260
Intangible assets	5	-	492,651
Investment in Equity of Strategic Company	6	989,770,683	989,770,683
		1,003,330,027	1,005,743,539
Current Assets			
Advances, deposits & pre-payments	7	180,764,833	105,109,269
Accounts Receivable	8	1,495,829,921	1,256,565,280
Investment in stock dealer activities	9	191,318,687	142,155,281
Cash & cash equivalents	10	1,156,640,972	396,700,913
		3,024,554,413	1,900,530,742
Total Assets		4,027,884,439	2,906,274,281
EQUITY AND LIABILITIES			
Capital & reserve			
Share capital	11	1,537,500,000	1,230,000,000
Capital Reserve		8,500,000	-
General reserve	12	13,938,396	11,314,057
Retained earnings	13	118,060,054	41,560,062
		1,677,998,450	1,282,874,119
Non-current liabilities			
HPSM investment loan from SIBL	14	790,000,000	900,000,000
Deferred Tax Liability/(Asset)	15	111,731	812,743
Lease Liability	16	2,989,151	5,070,782
		793,100,882	905,883,525
Current liabilities			
Accounts Payables	17	1,414,230,615	608,959,440
Provision for tax	18	139,652,932	104,837,111
Lease Liability_Current Portion	16	2,901,560	3,720,086
		1,556,785,107	717,516,637
Total Equity & Liabilities		4,027,884,439	2,906,274,280


 Chief Executive Officer


 Director


 Director


 Chairman

Signed as per our report of same date



Md. Shafiqul Islam FCA
 Enrolment # 595
 Partner
SHAFIQ BASAK & CO.
 Chartered Accountants
 DVC: 2204100595AS228500

Place: Dhaka
 April 06, 2022

SIBL SECURITIES LIMITED
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED ON DECEMBER 31, 2021

Particulars	Note	Amount in Taka	
		Dec-2021	Dec-2020
Operating Income:			
Brokerage commission	19	174,101,064	65,443,481
Profit earned on bank account:	20	34,819,462	12,426,392
Profit on margin facility		106,363,624	63,048,617
Profit / (Loss) on sale of share		14,011,816	5,580,054
Cash dividend from investment in share		1,244,581	3,367,981
Dividend Income from investment in DSE & CSE Share		3,767,064	3,468,921
Other income	21	3,084,874	1,775,222
Total operating income		337,392,486	155,110,668
Expenses			
Operating expenses	22	(72,131,962)	(50,274,176)
Financial Expenses	23	(71,387,281)	(72,785,405)
		(143,519,242)	(123,059,581)
Operating profit/(loss) before Provisions & Reserve		193,873,243	32,051,087
Other Provisions & Reserve			
Provision for impairment of margin loan	17.2.A	72,134,103	4,193,333
Provision for diminution in value of investment	17.2.B	-	2,498,746
General Reserve	12	2,624,339	1,470,702
Capital Reserve	12.A	8,500,000	-
Total Provisions & Reserve		(83,258,442)	(8,162,781)
Operating profit/(loss) before tax		110,614,801	23,888,306
Current tax		34,815,821	15,676,408
Deferred Tax Expenses / (Income)		(701,012)	(74,670)
		(34,114,809)	(15,601,738)
Operating Profit/(loss) after tax		76,499,992	8,286,568

The annexed notes 1 to 26 form an integral part of these financial statements.



Chief Executive Officer



Director



Director



Chairman

Signed as per our report of same date



Md. Shafiqul Islam FCA
 Enrolment # 595
 Partner
SHAFIQ BASAK & CO.
 Chartered Accountants
 DVC: 2204100595AS228500

Place: Dhaka
 April 06, 2022

SIBL SECURITIES LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED ON DECEMBER 31, 2021

Particulars	Share capital	Capital Reserve	General reserve	Retained earnings	Total
Opening balance at 01 January, 2021	1,230,000,000	-	11,314,057	41,560,062	1,282,874,119
Add: New Capital	307,500,000	-	-	-	307,500,000
Add: Net Profit/Loss during the period	-	-	-	76,499,992	76,499,992
Add: General reserve addition	-	-	2,624,339	-	2,624,339
Add: Capital reserve addition	-	8,500,000	-	-	8,500,000
Less: Interim cash Dividend paid	-	-	-	-	-
Balance as at 31st December, 2021	1,537,500,000	8,500,000	13,938,396	118,060,054	1,677,998,450

FOR THE PERIOD ENDED ON DECEMBER 31, 2020

Particulars	Share capital	Capital Reserve	General reserve	Retained earnings	Total
Opening balance at 01 January, 2020	1,230,000,000	-	9,843,355	33,835,172	1,273,678,527
Add: Net Profit/Loss during the period	-	-	-	8,286,568	8,286,568
Adjustment for IFRS -16	-	-	-	(561,678)	(561,678)
Add: General reserve addition	-	-	1,470,702	-	1,470,702
Balance as at 31 December, 2020	1,230,000,000	-	11,314,057	41,560,062	1,282,874,119

The accounting policies and other notes form an integral part of the financial statements.


Chief Executive Officer


Director


Director


Chairman

Signed as per our report of same date

Place: Dhaka
April 06, 2022

SIBL SECURITIES LIMITED
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED ON DECEMBER 31, 2021

	2021	2020
	BDT	BDT
Cash flows from operating activities:		
Net profit before tax	110,614,801	23,888,306
Increase/(decrease) in Advance & Prepayments	(75,655,564)	(13,692,252)
Increase in receivables	(239,264,641)	(167,858,727)
Increase/(decrease) in payables	805,271,175	57,322,932
Increase/(decrease) in other provisions	33,997,295	20,957,954
Depreciation	5,070,619	1,051,361
Amortization	492,651	317,364
General reserve	2,624,339	1,470,702
Capital Reserve	8,500,000	-
Adjustment to retained earnings		(429,069)
Current Tax	(34,114,809)	
Net cash inflow/(outflow) from operating activities (A)	617,535,867	(76,971,429)
Cash flows from investing activities:		
decrease/(Increase) Lease Liability	(2,081,631)	-
decrease/(Increase) in Lease Asset	(2,289,741)	-
Increase/(decrease) in fixed assets	(860,017)	(1,016,169)
decrease/(Increase) Deferred Tax	(701,012)	-
Increase / Decrease in investment	(49,163,406)	12,278,542
Net cash used in investing activities (B)	(55,095,807)	11,262,373
Cash flows from financing activities:		
Increase in investment borrowing-SIBL	(110,000,000)	100,000,000
Increase/ Decrease in Capital Reserve	-	-
Increase/ Decrease in Share Capital	307,500,000	-
Net cash from financing activities (C)	197,500,000	100,000,000
Net cash inflow for the year D=(A+B+C)	759,940,060	34,290,944
Opening cash & cash equivalents (E)	396,700,913	362,409,969
Closing cash & cash equivalents (D+E)	1,156,640,973	396,700,913



Chief Executive Officer



Director



Director



Chairman

Signed as per our report of same date

Place: Dhaka
April 06, 2022

SIBL SECURITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED ON DECEMBER 31, 2021

1 SIGNIFICANT ACCOUNTING POLICIES AND OTHER MATERIAL INFORMATION:

1.1 Legal status of the company:

SIBL Securities Limited was incorporated as a public limited company under the Companies Act 1994 vide certification of incorporation no. C - 85876/10 dated 20 July, 2010 and obtained its certificate of commencement of business on the same day. The company has started its operation both under DSE and CSE membership on 04 January, 2012 and 05 January, 2012 respectively.

1.2 Address of registered office and principal place of business:

The principal place of business is the Registered Office at 15, Dilkusha C/A, Dhaka-1000.

1.3 Nature of business activities:

The principal objectives of the Company for which it was established are to carry on the business of stock brokers, dealers in relation to shares and securities dealings and other services as mentioned in the Memorandum and Articles of Association of the company.

2 SIGNIFICANT ACCOUNTING POLICIES:

2.1 Basis of preparation of financial statements:

The Financial Statements have been prepared on a going concern basis under historical cost convention in accordance with the International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS), Companies Act 1994 and other applicable laws and regulations.

2.2 Components of financial statements:

According to International Accounting Standard (IAS)-1 "Presentation of Financial Statements" the complete set of Financial Statements includes the following components;

- i) Statement of Financial Position;
- ii) Statement of Profit or Loss and other Comprehensive Income;
- iii) Statement of Cash Flows;
- iv) Statement of Changes in Equity;
- v) Notes, comprising a summary of significant accounting policies and other explanatory notes;
- vi) Comparative information.

2.3 Revenue income:

Revenue Income comprises of Brokerage Commission earned and others as stated in accounts.

2.4 Revenue recognition:

Revenues are generated and recognized upon raising invoices against services rendered as broker, commission receipts from clients at the time when services are completed.

2.5 Fixed assets, depreciation and amortization:

Assets have been shown at cost less depreciation as per IAS-16 "Property, Plant & Equipment". Depreciation has been charged on reducing balance method. Depreciation on addition of assets has been charged from the date of purchase. Rate of depreciation are as under:

Particulars	Rate (%)
Office Equipment	20
Office Decoration	10
Furniture & fixture	10

The company has implemented International Financial Reporting Standard 16; LEASE for the first time in 2020 and accordingly "Right of Use Asset" has been created on account of Office Rent.

Intangible assets have been shown at cost less amortization as per IAS-38 "Intangible Asset". Amortization has been charged on straight-line method and on addition of assets from the date of purchase. Amortization period is 10 years.

2.6 Reporting currency:

The figures in the Financial Statements represent Bangladesh Currency (Taka), which have been rounded off to the nearest BDT.

2.7 General:

Previous years figures have been rearranged wherever necessary to confirm to the current years presentation.

		Amount in Taka	
		2021	2020
3	Property, plant & equipment:		
	Opening balance	19,374,295	18,358,126
	Add: Addition during the year (annexure-A)	860,017	1,016,169
	Less: Disposal during the year	-	-
	Closing balance (A)	20,234,312	19,374,295
	Less: Accumulated depreciation:		
	Opening balance	12,552,350	11,500,989
	Depreciation charged during the year (annexure-A)	1,536,392	1,051,361
	Disposal/adjustment during the year	-	-
	Closing balance (B)	14,088,742	12,552,350
	Written down value (A-B)	6,145,570	6,821,945
4	Right of Use Assets	13,112,105	13,112,105
	During the year under report the company has implemented IFRS 16: LEASE therefore " Right of Use Assets " has been arisen due to result of actions of the same IFRS 16		
	Add: Addition during the year (annexure-A)	2,289,741	
	Less: Accumulated Depreciation	7,988,072	4,453,845
		7,413,774	8,658,260
5	Intangible assets:		
	Opening balance	3,173,640	3,173,640
	Add: Addition during the year (annexure-A)		-
	Less: Disposal during the year	-	-
	Closing balance (A)	3,173,640	3,173,640
	Less: Accumulated depreciation:		
	Opening balance	2,680,989	2,363,625
	Depreciation charged during the year (annexure-A)	492,651	317,364
	Disposal/adjustment during the year	-	-
	Closing balance (B)	3,173,640	2,680,989
	Written down value (A-B)	-	492,651
6	Investment in Equity of Strategic Company		
	Chittagong Stock Exchange Ltd. (CSE)	307,000,000	307,000,000
	Dhaka Stock Exchange Ltd. (DSE)	682,770,683	682,770,683
		989,770,683	989,770,683
	DSE Share sale to Strategic shareholder	-	-
		989,770,683	989,770,683

The company acquired a Membership of Chittagong Stock Exchange Ltd., Membership no: 142 dated 26 July, 2010 at a cost of Tk. 307,000,000 from Social Islami Bank Limited on 30 December, 2010 which was subscribed by Social Islami Bank Limited earlier in the name of SIBL Securities Ltd. Further, on 13-04-2011 the company purchased a membership of Dhaka Stock Exchange Ltd. (Membership No. 94) from Arafat Securities Ltd. at a cost of Tk.710,000,000. A transfer fees of Tk.10,650,000 was also paid to RJSC for the said membership. Later on, after demutualization of the both Stock Exchanges, the Company obtained TREC Certificates of DSE & CSE against their Membership and received 2,886,042 Shares out of total allotted 7,215,106 Shares of DSE @Tk.10/- each and also received 1,714,932 Shares of CSE @Tk.10/- each out of total allotted 4,287,330 Shares of CSE. During the year, DSE has sold out 25% shares out of 40% of total share, held with DSE under block account, for which the Company has received the sale proceeds of Tk. 37,879,317 for 1,803,777 shares at Tk. 21 each against cost price of Tk. 180,162,550 including the TREC value apparently with loss a of Tk. 142,283,233, But such loss has not been considered in account as the estimated value of the TREC is understood to be much higher then the overall DSE shares cost.

		Amount in Taka		
		2021	2020	
		No of Shares		
Stock Exchange		31-Dec-21	31-Dec-20	
	Dhaka Stock Exchange Limited	5,411,329	5,411,329	
	Chittagong Stock Exchange Limited	4,287,330	4,287,330	
	Total number of shares	9,698,659	9,698,659	
	Book value of Shares	989,770,683	989,770,683	
7	Advances:			
	Advance income tax	Note - 7.1	146,372,333	104,889,269
	Advance for IPO		34,172,500	-
	Security deposit	Note - 7.2	220,000	220,000
			180,764,833	105,109,269
7.1	Advance income tax:			
	Advance income tax-DSE		109,315,462	80,992,831
	Advance income tax-CSE		5,338,010	3,921,587
	Advance income tax-CSE dealer		56,748	49,023
	Advance income tax-DSE dealer		867,177	595,158
	Advance income tax on profit of MTDR A/c.		1,719,174	1,719,174
	Advance income tax on profit of other bank A/c.		7,772,013	4,289,113
	Advance income tax on cash dividend-dealer		10,581,609	9,267,486
	Income tax paid		10,722,140	4,054,897
			146,372,333	104,889,269
7.2	Security deposit:			
	Security deposit with CDBL		200,000	200,000
	Security deposit with BTCL		5,000	5,000
	Security deposit with Duncan Products		15,000	15,000
	Total		220,000	220,000
8	Accounts Receivable			
	Receivable from client	Note - 8.1	1,393,839,599	1,129,885,060
	Receivables from regulators /Margin Loan	Note - 8.2	14,016,896	31,824,621
	Receivable dividend income		-	1,624,281
	Profit receivable Bai-Muajjel		87,973,426	93,231,319
			1,495,829,921	1,256,565,280
8.1	Receivable from client/Margin Loan			
	Margin Loan (Equity below 100)		708,607,586	-
	Margin Loan (Equity Above 100)		685,232,013	-
			1,393,839,599	-
8.2	Receivables from regulators:			
	Receivable from DSE (Broker)		14,016,896	769,541
	Receivable from CSE (Broker)		-	31,055,079
			14,016,896	31,824,621
9	Investment in stock dealer Activities			
	Investment in listed securities		151,065,297	107,145,781
	Investment in unlisted companies		-	30,000,000
	Investment in primary shares		40,253,390	5,009,500
			191,318,687	142,155,281

			Amount in Taka		
			2021	2020	
10	Cash & bank balances:				
	Cash in hand		699,388	503,808	
	Petty cash account		35,475	24,794	
	Consolidated customer A/c. with AIBL -0021220003332		8,365	8,365	
	SIBLSL operational Bank A/c (Exp) with SIBL-02-1330056882		6,634,044	167,124	
	SIBLSL dealer operational Bank A/c . with OBL-001300000569		7,190	7,190	
	SIBLSL -Public Issue ApplicationA/c. with SIBL - 02-1360001846		680,867	13,326,239	
	SIBL Securities Employees PF Bank A/c. SIBL - 02-1360001993		16,033,070	12,983,106	
	Siblsl Consolidated Customer A/c. Sibl-0021360003049		1,130,127,527	349,813,493	
	Siblsl Dealer Operation A/c.-Sibl-0021360003051		2,415,046	19,866,795	
			1,156,640,972	396,700,913	
11	Share capital:				
	Authorized capital:				
	25,000,000 shares of Tk. 100 each		2,500,000,000	2,500,000,000	
	Issued, subscribed and paid-up capital:				
	1,53,75,000 hares of Tk. 100 each		1,537,500,000	1,230,000,000	
11.1	Shareholding position:				
	Shareholders	% of shareholdings	No. Shares	2021 Amount	2020 Amount
1	Social Islami Bank Limited	99.999922%	15,374,988	1,537,498,800	1,229,998,800
2	Alhaj Nasiruddin	0.000001%	1	100	100
3	Mr. Md. Sayedur Rahman	0.000001%	1	100	100
4	Major (Retd.) Dr. Md. Rezaul Haque	0.000001%	1	100	100
5	Alhaj Sultan Mahmood Chowdhury	0.000001%	1	100	100
6	Mr. Abdul Awal Patwary	0.000001%	1	100	100
7	Hamdard Laboratories (Waqf) Bangladesh Repres. by: Mr. Anisul Hoque	0.000001%	1	100	100
8	Mrs. Nargis Mannan	0.000001%	1	100	100
9	Mr. Kamaluddin Ahmed	0.000001%	1	100	100
10	Alhaj Sk. Mohammad Rabban Ali	0.000001%	1	100	100
11	Mr. A. Jabbar Mollah	0.000001%	1	100	100
12	Mr. Md. Kamal Uddin	0.000001%	1	100	100
13	Mr. Belal Ahmed	0.000001%	1	100	100
		100.000%	15,375,000	1,537,500,000	1,230,000,000
12	General reserve			13,938,396	11,314,057
	Opening balance			11,314,057	9,843,355
	Add: Addition during the year			2,624,339	1,470,702
				13,938,396	11,314,057
	Less: Adjustment during the year			-	-
	Closing balance			13,938,396	11,314,057
12.A	Capital Reserve			8,500,000	-

As per BSEC circular No. BSEC/CMRRCD/2017-357/221/Admin/89 Each registered entity shall maintain a mandatory provision at least @ 10% of profit after tax of last year as capital reserve and the full amount of such reserve shall be accounted for in computing total capital;

		Amount in Taka	
		2021	2020
13	Retained Earnings	118,060,054	41,560,062
	Opening balance	41,560,062	33,835,172
	Add: Profit/(loss) during the year	76,499,992	8,286,568
	Add: Adjustment for implementation of IFRS 16 (International Financial Reporting Standard 16 : Lease)	-	(561,678)
		118,060,054	41,560,062
	Less: interim dividend	-	-
	Closing balance	118,060,054	41,560,062
14	HPSM investment loan from SIBL:		
	Opening balance	900,000,000	800,000,000
	Addition during the year	-	100,000,000
	Adjustment made during the year	(110,000,000)	-
	Closing balance	790,000,000	900,000,000
15	Deferred Tax Liability / (Assets)		
	Temporary timing difference in written down value of fixed asset		
	Carry amount of Fixed Asset	6,145,569	7,316,537
	Tax Base	5,773,132	5,149,222
	Taxable Temporary difference	372,437	2167314
	Tax rate	30.00%	37.50%
	Diferred Tax Liabilities	111,731	812,743
	OpeningDiferred Tax Liabilities	812,743	887,413
	Deferred Tax Expenses (Income) during the year	(701,012)	(74,670)
16	Lease Liability	8,790,868	12,618,123
	Add: Finance Cost	492,651	623,041
	Add: Addition during the period	1,523,198	-
	Less: Adjustment (Transfer from Office Rent)	4,916,006	4,450,296
		5,890,711	8,790,868
	Less: Current Portion	2,901,560	3,720,086
		2,989,151	5,070,782
	During the year under report the company has implemented IFRS 16: LEASE and hence lease liability has been arisen due to result of actions of the same IFRS 16		
17	Accounts Payables		
	Payable to regulators	2,178,424	9,692,149
	Payable to client	1,116,409,814	359,987,025
	Liabilities for payment to the issuer	23,171,000	13,107,400
	Other provisions	272,471,377	226,172,866
		1,414,230,615	608,959,440

		Amount in Taka		
		2021	2020	
17.1	Payable to regulators:			
	Payable to DSE	658,639	6,307,436	
	Payable to CSE	837,764	14,939	
	Payable to CDBL	682,021	3,369,774	
	Total	2,178,424	9,692,149	
17.2	Others provisions:			
	Provision for impairment of margin loan	Note 17.2.A	182,000,000	109,865,897
	Provision for diminution in value of investment in shares	Note 17.2.B	-	26,779,290
	Accrued expenses	Note 17.2.C	18,217,405	16,411,024
	Payable to service providers		93,413	85,328
	Payable to suppliers		115,055	15,249
	Profit payable to SIBL on Quard amount		70,747,839	72,049,180
	Liabilities for unidentified cash dividend receipt		12,824	12,824
	Liabilities for EMP. PF Bank A/c. profit income		1,284,841	954,074
	Total	272,471,377	226,172,866	
17.2.A	Provision for Impairment of Margin loan			
	Opening Balance	109,865,897	105,672,564	
	Add: Addition / (Adjustment) during the year	72,134,103	4,193,333	
	Closing Balance	182,000,000	109,865,897	

In compliance with the guidelines of the BSEC vide Circular No. SEC/CMRRCD/2009-193/196 dated 28 December, 2016 and BSEC's Directive No. BSEC/CMRCCD/2009-193/203 dated December 28, 2017 and further letter No. BSEC/SRI/MB/Policy-5/2020/132 dated January 30, 2020 the management of the Company has decided to create provisions @100% for impairment of margin loan on negative equity balance and @ 100% for diminution in value of investment in shares through dealer account separately within next 02 (two) years. That is, end of the year 2022. In this connection, as on 31st December, 2021 the provisions have been created amount Tk.182,000,000 on Impairment of Margin Loan on negative equity balance of 31st December, 2021.

17.2.B	Provision for diminution in value of investment in shares		
	Opening Balance	-	24,280,544
	Add: Addition / (Adjustment) during the year	-	2,498,746
	Closing Balance	-	26,779,290

Investment in Shares have been categorized as 'Financial Assets at fair value through profit or loss (FVTPL)' considering the business model and investment has been recognized at fair value (market value) and the unrealized profit or loss i.e. difference between fair value and cost has been charged to profit and loss account and value of the investment has been reduced by the same amount as per requirements of International Financial Reporting Standards (IFRS)-9, Financial instruments.

17.2.C	Accrued expenses:		
	Audit fees	34,500	60,000
	Provision for office rent	-	241,504
	Provision for PF contribution by company	6,784,079	5,930,623
	Provision for PF contribution by employee	6,784,079	5,930,623
	Provision for employees Gratuity Fund	4,180,415	4,068,550
	Payable to DSE for non trading activities	-	31,720
	VAT payable on Directors meeting attendance fees	18,000	-
	VAT payable on suppliers	31,565	3,832
	VAT payable on office rent	151,270	93,215
	Tax payable on office rent	38,449	19,096
	Tax payable on suppliers	149,698	160
	Tax payable on salary	30,100	22,700
	VAT payable on legal & professional fees	12,750	9,000
	Tax payable on legal & professional fees	2,500	-
	Total	18,217,405	16,411,024

		Amount in Taka	
		2021	2020
18	Provision for tax:		
	Opening balance	104,837,111	89,160,703
	Add: Current year tax	34,815,821	15,676,408
	Short / (excess) Provision of preceding years Tax	-	-
		34,815,821	15,676,408
	Less: Tax Paid / Adjust of preceding years Tax	-	-
		34,815,821	15,676,408
	Closing balance	139,652,932	104,837,111
19	Brokerage commission:		
	Brokerage commission-DSE	164,765,031	62,963,730
	Brokerage commission-CSE	9,336,034	2,479,751
	Total	174,101,064	65,443,481
20	Profit earned on bank account:		
	Profit on A/c.0021220003332 (Al Arafah)	-	663
	Profit on A/c. 13000000569 (One Bank)	-	240
	Profit on CCA A/c. 0021360003049 (SIBL)	34,286,468	12,254,276
	Profit on Dealer A/c. 0021360003051 (SIBL)	398,711	154,219
	Profit on A/c. 0021360001846 (SIBL)	134,283	16,994
	Total	34,819,462	12,426,392
21	Other income:		
	Loan processing fees	19,500	6,500
	B.O. opening charges	395,500	516,000
	B.O. maintenance charges	538,350	394,950
	Income from IPO application process	110,950	50,670
	Profit against market value of Shares	603,866	-
	Other income	1,416,708	807,102
	Total	3,084,874	1,775,222
22	Operating expenses:		
	Salary & allowances (Note 22.1)	34,716,820	30,699,093
	License, fees & renewals (Note 22.2)	24,706,683	8,752,272
	Directors Board meeting attendance fees (Note 22.3)	353,000	536,000
	Rent, rates & taxes (Note 22.4)	737,401	764,106
	Communications expenses (Note 22.5)	1,899,912	974,494
	Printing & stationery (Note 22.6)	573,421	301,991
	Entertainment & public relation	1,092,661	782,891
	Repair & maintenances (Note 22.7)	1,224,715	703,590
	Office expenses (Note 22.8)	893,716	664,669
	Legal & professional fees (Note 22.9)	138,363	69,500
	Business promotional expenses	230,000	200,000
	Training Expenses	2,000	3,000
	Depreciation	1,536,392	1,051,361
	Depreciation: Office rent transferred for IFRS 16 execution	3,534,227	4,453,845
	Amortization	492,651	317,364
	Total	72,131,962	50,274,176
22.1	Salary & allowances:		
	Salary & allowances	29,591,528	27,309,451
	Contribution to employees provident fund by Company	1,359,600	1,057,672
	Festival bonus	2,467,227	2,331,970
	Contribution to employees Gratuity fund	1,298,465	-
	Total	34,716,820	30,699,093

		Amount in Taka	
		2021	2020
22.2	License, fees & renewal:		
	Renewal fees	230,000	44,000
	TREC license renewal fees-DSE	180,834	50,000
	TREC license renewal fees-CSE	165,000	50,000
	Membership subscription to DBA	12,500	12,500
	Bidding fee paid to DSE	23,000	29,000
	Regulatory expenses with RJSC	3,500	14,605
	Non-Judicial stamp	4,980	5,425
	Trade license fees & expenses	20,500	13,250
	VAT on Registration & Renewal fees	-	8,580
	Tax on Registration & Renewal fees	-	3,000
	TWS shifting fees to DSE	-	4,500
	Authorized representative license and renewal fees	90,400	171,000
	CDBL connection Fees	5,000	5,500
	CDBL settlement transfer fees	8,912,038	2,636,585
	Howla charges-DSE	1,800	150
	Laga charges-DSE	14,085,241	5,222,748
	Laga charges-CSE	781,802	468,436
	Laga charges-CSE dealer	3,554	1,546
	Laga charges-DSE dealer	134,073	11,036
	Investor protection fund-CSE	2,801	408
	Investor protection fund-DSE	49,660	3
	Total	24,706,683	8,752,272
22.3	Directors Board Meeting attendance fees:		
	Directors Board meeting attendance fees	270,000	320,000
	VAT on Directors meeting attendance fees	56,000	44,000
	Tax on Directors meeting attendance fees	27,000	172,000
	Total	353,000	536,000
22.4	Rent, rates & taxes:		
	Office rent	-	3,260,304
	Office rent- Extension of HO	-	1,833,720
		-	5,094,024
	Less: Adjustment due to execution of IFRS 16	-	5,094,024
		-	-
	VAT on office rent	737,401	764,106
	Total	737,401	764,106
22.5	Communications expenses:		
	Telephone & mobile bill	226,209	174,408
	Internet expenses	192,831	195,476
	Courier & postage	7,460	6,460
	Conveyance & travel expenses	305,144	70,383
	Network connectivity & installation charges	1,168,268	527,767
	Total	1,899,912	974,494

		Amount in Taka	
		2021	2020
22.6	Printing & stationery:		
	Printing	366,406	83,424
	Tax on printing exp.	464	160
	stationery	138,056	158,670
	VAT on stationery	4,109	787
	Toner/cartridge	64,386	58,950
	Total	573,421	301,991
22.7	Repair & maintenances:		
	Repair & maintenances	384,722	63,472
	VAT on Repair & maintenances	1,045	235
	Computer maintenances	1,850	17,607
	Software maintenances	480,200	262,500
	Office maintenances	356,898	359,776
	Total	1,224,715	703,590
22.8	Office expenses:		
	Office inauguration exp.	-	8,085
	VAT on suppliers bill	-	7,208
	Advertisement	32,200	20,700
	Water & Sewerage bill	178,569	54,269
	Newspaper & periodicals	10,340	11,740
	Crockery's	3,400	-
	Misc. Expenses	137,000	40,000
	Cleaner bill	-	20,400
	VAT on supplier payment	38,360	-
	Ex-gratia	20,000	27,500
	Electricity & generator bill	473,847	474,767
	Total	893,716	664,669
22.9	Legal & professional fees:		
	Advisory & Consultancy	95,613	35,000
	Audit Fees	42,750	34,500
	Total	138,363	69,500
23	Financial expenses:		
	Profit paid on loan	70,747,839	72,049,180
	Bank charges	149,953	113,184
	Finance cost arises from execution of IFRS 16	489,489	623,041
	Total	71,387,281	72,785,405
24	Off-Balance Sheet Assets and Liabilities		
	In compliance with the TREC Holder's Margin Regulations, 2013 to enhance the buy limit of the Company up to 40.00 Crore the company submitted two Bank Guarantee for the amount of Tk.30.00 Crore (BG No.002BG000117 dated 04.01.2017 for Tk.20.00 cr. and BG No. 002BG000316 dated 31.03.2016 for Tk.10.00 cr.) valid up to 31st December, 2020 to Dhaka Stock Exchange Ltd. which issued by Social Islami Bank Ltd., Principal Branch, Dhaka.		
25	Post balance sheet event:		
	The company has started its operation both under DSE and CSE membership on 04 January 2012 and 05 January 2012 respectively. No material event had occurred after the Balance Sheet date, which could substantially effect the values reported in the Financial Statements.		
26	Related party disclosure:		
	As per IAS 24 there is no related party transaction other than those with SIBL as mentioned in note no.14.		

SIBL SECURITIES LIMITED
FIXED ASSETS SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2021

ANNEXURE - A

Particulars	Cost				Accumulated Depreciation				Written Down		
	Balance as on 01-01-2021	Addition during the period	Disposal/adjustment during the period	Balance as on 31-12-2021	Rate of Dep. (%)	Opening balance as on 01-01-2020	Charged during the period	Disposal/adjustment during the period	Balance as on 31-12-2021	Value on 12-2021	as 31-12-2021
1	5 = 2+3-4	3	4	5 = 2+3-4	6	7	8	9	10 = 7+8+9	11 = 5-10	
Property, plant & equipment											
Office equipment	12,030,273	750,528	-	12,780,801	20	9,189,509	718,258	-	9,907,767		2,873,034
Office decoration	5,702,434	46,177	-	5,748,611	10	2,755,010	598,720	-	3,353,731		2,394,880
Furniture & fixture	1,641,588	63,312	-	1,704,900	10	607,831	219,414	-	827,245		877,655
Total	19,374,295	860,017	-	20,234,312		12,552,350	1,536,392	-	14,088,742		6,145,570
Right of use assets											
	13,112,105	2,289,741	-	15,401,846		4,453,845	3,534,227		7,988,072		7,413,774
Intangible assets											
Software	3,173,640	-	-	3,173,640	10	2,680,989	492,651	-	3,173,640		-
Total	16,285,745	2,289,741	-	18,575,486		7,134,834	4,026,878	-	11,161,712		7,413,774



SIBL
Investment
Limited

Financial
Information

INDEPENDENT AUDITORS' REPORT

TO THE SHAREHOLDERS OF SIBL INVESTMENT LIMITED

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

OPINION

We have audited the financial statements of **SIBL Investment Limited (the "Company")** which comprise the statement of financial position as at 31 December 2021, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements give true and fair view, in all material respects, of the financial position of the Company as at 31 December 2021, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs) and other regulatory requirements.

BASIS FOR OPINION

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE FINANCIAL STATEMENTS AND INTERNAL CONTROL

Management is responsible for the preparation of the financial statements that give a true and fair view in accordance with IFRSs as explained in note # 01, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The companies Act, 1994, require the management to ensure effective internal audit, internal control and risk management functions of the company.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the Company audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

In accordance with the Companies Act 1994 and the Securities and Exchange Rules 1987, we also report the following:

- a. 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;
- b. b) in our opinion, proper books of accounts as required by law have been kept by the Company so far as it appeared from our examination of these books; and
- c. c) the statements of financial position and statement of profit or loss and other comprehensive income dealt with by the report are in agreement with the books of accounts and returns.



Md. Shafiqul Islam FCA
Enrolment # 595
Partner

Place, Dhaka
April 28, 2022

SHAFIQ BASAK & CO.
Chartered Accountants
DVC:2204210595AS961099

SIBL INVESTMENT LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2021

Particulars	Note	Taka	Taka
		31.12.2021	31.12.2020
ASSETS			
Non-current assets			
		-	-
Current assets			
Advance Deposit & Prepayments	1	2,526,305	703,000
Investment in Shares	2	40,102,955	108,211,330
Accounts receivable	3	125,296,619	45,140,081
Cash & cash equivalents	4	106,646,449	104,928,453
		274,572,328	258,982,863
TOTAL ASSETS			
		274,572,328	258,982,863
EQUITY AND LIABILITIES			
Capital & reserve			
Share capital	5	250,000,000	250,000,000
Retained earnings		19,146,352	5,168,260
		269,146,352	255,168,260
Current liabilities			
Payable to Social Islami Bank Limited		1,903,690	1,903,690
Accrued expenses	6	69,000	69,000
Provision for diminution in value of investment	7	-	-
Provision for tax	8	3,453,286	1,841,913
		5,425,976	3,814,603
Total equity & liabilities			
		274,572,328	258,982,863

The annexed notes 1 to 11 form an integral part of these financial statements.



Director



Director



Chairman

Signed as per our report of same date



Md. Shafiqul Islam FCA
Enrolment # 595
Partner
SHAFIQ BASAK & CO.
Chartered Accountants
DVC: 2204100595AS228500

Place: Dhaka
April 28, 2022

SIBL INVESTMENT LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED DECEMBER 31, 2021

Particulars	Notes	Taka	Taka
		31.12.2021	31.12.2020
Operating Income			
Brokerage commission less howla & laga charges		-	-
Profit received from Bank		196,179	3,094,059
Profit / (Loss) on Investment in share		10,617,320	1,783,052
Dividend income		2,654,485	1,779,249
Other income for Unrealized Profit		2,304,666	-
		15,772,650	6,656,361
Less: Expenses	9	126,000	23,500
Less: Financial expenses	10	57,185	57,530
		183,185	81,030
Profit/(loss) before provision & reseve		15,589,465	6,575,331
Provision for dimunition in value of investment		-	2,660,502
Profit/(loss) before tax		15,589,465	9,235,833
Provision for taxation:			
Provision for tax		1,611,373	1,186,754
Deferred tax		-	-
		(1,611,373)	(1,186,754)
Profit/(Loss) after tax		13,978,092	8,049,079

The annexed notes 1 to 11 form an integral part of these financial statements.



Director



Director

Signed as per our report of same date



Chairman



Md. Shafiqul Islam FCA
 Enrolment # 595
 Partner
SHAFIQ BASAK & CO.
 Chartered Accountants
 DVC: 2204100595AS228500

Place: Dhaka
 April 28, 2022

SIBL INVESTMENT LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED DECEMBER 31, 2021

Particulars	Share capital	Retained earnings	Total
Opening Balance at 01 January, 2021	250,000,000	5,168,260	255,168,260
Add: Net profit/(loss) during the year	-	13,978,092	(868,896)
Balance as at December 31, 2021	250,000,000	19,146,352	254,299,364

Particulars	Share capital	Retained earnings	Total
Opening Balance at 01 January, 2020	250,000,000	(2,880,818)	247,119,182
Add: Net profit/(loss) during the year	-	8,049,079	8,049,079
Balance as at 31 December, 2020	250,000,000	5,168,260	255,168,260

The accounting policies and other notes form an integral part of the financial statements.



Director



Director

Signed as per our report of same date



Chairman



Md. Shafiqul Islam FCA
 Enrolment # 595
 Partner
SHAFIQ BASAK & CO.
 Chartered Accountants
 DVC: 2204100595AS228500

Place: Dhaka
 April 28, 2022

SIBL INVESTMENT LIMITED
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED DECEMBER 31, 2021

	Taka	Taka
	31.12.2021	31.12.2020
Cash flows from operating activities:		
Net profit/(loss) after tax	13,978,092	8,049,079
Increase in advance	(1,823,305)	(490,591)
Increase in investment	68,108,375	(38,914,930)
Increase in receivables	(80,156,538)	36,259,054
Increase in payables	-	20,000
Increase in provision	1,611,373	1,186,754
Increase in accrued expense	-	23,000
Decrease in Provision for diminution		(2,660,502)
Net cash inflow/(outflow) from operating activities (A)	1,717,997	3,471,864
Cash flows from investing activities:		
Increase in current assets	-	
Increase in investment	-	
Increase in receivables	-	
Increase in payables	-	-
Increase in liabilities	-	-
Net cash used in investing activities (B)	-	-
Cash flows from financing activities:		
Received from Social Islami Bank Ltd.	-	-
Paid Investment account charges	-	-
Net cash from financing activities (C)	-	-
Net cash inflow for the year D=(A+B+C)	1,717,997	3,471,864
Opening cash & cash equivalents (E)	104,928,453	101,456,590
Closing cash & cash equivalents (D+E)	106,646,449	104,928,454

The accounting policies and other notes form an integral part of the financial statements.



Director



Director



Chairman

Signed as per our report of same date

Place: Dhaka
 April 28, 2022

SIBL INVESTMENT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

1 SIGNIFICANT ACCOUNTING POLICIES AND OTHER MATERIAL INFORMATION:

1.1 Legal status of the company:

SIBL Investment Limited was incorporated as a public limited company under the Companies Act, 1994 vide certification of incorporation no. C-86726/10 dated 30 August, 2010 and obtained its certificate of commencement of business on the same day.

Though SIBL Investment Limited was established in 2010 to carry out Merchant Banking activities, the company is yet to received approval from the Bangladesh Securities & Exchange Commission (BSEC). In absence of the License, the primary activities could not be initiated. Management has completed the necessary formalities and have submitted its application to BSEC which is still under process. Once the approval is received, the Company will commence its full commercial operation.

1.2 Address of registered office and principal place of business:

The principal place of business is the Registered Office at City Center, 90/1 Motijheel CA, Dhaka-1000.

1.3 Nature of business activities:

The principal objectives of the Company for which it was established are to carry on the business of stock brokers, dealers in relation to shares and securities dealings, to underwrite, manage and distribute the issue of stocks etc. and other services as mentioned in the Memorandum and Articles of Association of the Company.

1.4 Basis of preparation

1.4.1 Components of the financial statements

The financial statements comprise of :

- a) Statement of Financial Position as at 31 December 2020;
- b) Statement of Profit or Loss and Other Comprehensive Income for the year ended 31 December 2020;
- c) Statement of Changes in Equity for the year ended 31 December 2020;
- d) Statement of Cash Flows for the year ended 31 December 2020; and
- e) Notes to the Financial Statements.

1.4.2 Basis of preparation of financial statements:

The Financial Statements have been prepared on a going concern basis under historical cost convention in accordance with the International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS), Companies Act 1994 and other applicable laws and regulations.

1.4.3 Basis of accounting and measurement

The financial statements have been prepared on a going concern basis following accrual basis of accounting except for cash flow statement and financial instruments at fair value through profit or loss.

1.4.4 Accounting Records/Books of Account:

The entity has been maintaining all the required books of accounts as are necessary for the accounts.

1.4.5 Authorization of the financial statement for issue

The financial statements of the company has been authorised for issue by the board of directors on.....

1.4.6 Legal Compliance:

The financial statements have been prepared and the disclosures of information were made in accordance with the requirements of the Companies Act, 1994 and IASs adopted by the ICAB. On the basis of these regulations, International Accounting Standards (IAS) & International Financial Reporting Standard (IFRS) were applied with the applicable standards at the Statement of Financial Position date.

1.4.7 Materiality and aggregation

Each material item as considered significant by management, has been presented separately in financial statements. No amount has been set off unless the Company has a legal right to set off the amounts and intends to settle on net basis. Income and expenses are presented on a net basis only when permitted by the relevant accounting standards.

1.4.8 Consistency

In accordance with the IFRS framework for the presentation of financial statements together with IAS 1 and IAS 8, SIBL Investments Limited applies the accounting disclosure principles consistently from one period to the next. In case of selecting and applying new accounting policies, changes in accounting policies applied and correction of errors, the amounts involved are accounted for and disclosed retrospectively in accordance with the requirement of IAS-8.

1.4.9 Reporting period

The financial period of the Company has been determined to be from 1 January to 31 December each period. These financial statements cover the period from 01 January 2020 to 31 December 2020.

1.4.10 Events after the Reporting Period

Where necessary, all the material events after the reporting period is considered and appropriate adjustments /disclosures is made in the financial statements in accordance with IAS 10 - Events After Balance Sheet Date.

1.4.11 Comparative figures

Comparative information has been disclosed in respect of the period ended 31 December, 2020 for all numerical data in the financial statements and also the narrative and descriptive information when it is relevant for better understanding of the current year's financial statements. Figures of the year 2019 have been rearranged whenever considered necessary to ensure comparability with the current period.

1.4.12 Directors' responsibility statement

The Board of Directors takes the responsibility for the preparation and presentation of these financial statements.

1.4.13 Critical Accounting Estimates, Assumptions and Judgments:

The preparation of the financial statements are in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies.

1.4.14 Going Concern:

The Company has adequate resources to continue in operation for the foreseeable future. For this reasons the directors continue to adopt going concern basis in preparing the financial statements. The current credit facilities and resources of the Company provides sufficient fund to meet the present requirements of existing business.

1.4.15 Cash & Cash Equivalents:

Cash and cash equivalents include cash in hand, cash at bank, term deposits which are available for use by the Company without any restrictions. There is an insignificant risk of change in value of the same.

1.4.16 Cash Flow Statement:

Statement of Cash Flow is prepared principally in accordance with IAS-7: Cash Flow Statements and the cash flows from operating activities have been presented under direct method.

1.4.17 Use of estimates and judgments

The preparation of the financial statements in conformity with IFRS requires management to use judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

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

1.4.18 Functional and presentation currency and level of precision

The financial statements are presented in Bangladesh currency Taka (Taka/Tk), that is the Company's functional currency. All financial information presented in Taka has been rounded to the nearest Taka.

SIBL INVESTMENT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED DECEMBER 31, 2021

	Taka	Taka
	31.12.2021	31.12.2020
1 Advance Deposit & Prepayments		
Advance income tax on cash dividend	938,156	232,594
Advance payment by PO	1,098,125	
Advance income tax on profit of Bank A/c.	490,024	470,406
	2,526,305	703,000

2 Investment in shares

Disclosure about the investment

Particulars	Cost Value	Market Value	Unrealized gain / (Loss)
Investment in listed securities	37,798,289	40,102,955	2,304,666
Investment in unlisted companies	-	-	-
Investment in primary shares	-	-	-
Total	37,798,289	40,102,955	2,304,666

3 Accounts receivable

Balance with SIBL Securities Ltd.	Note-3.1	125,296,619	44,266,757
Receivable dividend income	Note-3.2	-	873,323
Total		125,296,619	45,140,080

SIBL Investment Ltd. has been maintaining a BO Account No. 1205200068012743 which trading code # 4286 and investment in capital market through the account with SIBL Securities Ltd.

3.1 Balance transfer to BO Account with SIBL Securities Ltd.

Add: Income from investment in shares	10,617,320	1,783,052
Total investment	163,095,407	152,478,587
Investment in listed securities	(37,798,289)	(108,211,330)
B.O. Opening Charge	-	-
B.O. maintenance Charge	(500)	(500)
Balance with SIBL Securities Ltd.	125,296,619	44,266,757

3.2 Receivable dividend income

Opening balance	-	-
Add: Receivable during the year	-	873,323
	873,323	873,323
Less: Received/ adjusted during the year	-	-
	873,323	873,323

4 Cash & cash equivalents:

Cash in hand	285,930	25,201
Cash at bank-A/c. 002-1330057058	12,058,525	10,736,669
Cash at bank-A/c. 002-1360003826	94,301,994	94,166,583
	106,646,449	104,928,453

SIBL Investment Limited has been maintaining 02 bank account no. 0002-1330057058 and account no. 0021360003826 with Social Islami Bank Limited, Principal Branch, Dilkusha, Dhaka.

5 Share capital:

Authorized capital:		
25,000,000 shares of Tk. 100 each	2,500,000,000	2,500,000,000
Issued, subscribed & paid-up capital:		
2,500,000 shares of Tk. 100 each	250,000,000	250,000,000

		Taka	Taka
		31.12.2021	31.12.2020
5.1	Shareholding position:		
	Shareholders	% of shareholdings	No. Shares
	No. Shares		
1	Social Islami Bank Limited	99.999%	2,499,992
2	Mr. Md. Kamal Uddin	0.0004%	1
3	Mr. Belal Ahmed	0.0004%	1
4	Alhaj Nasiruddin	0.0004%	1
5	Major (Retd.) Dr. Md. Rezaul Haque	0.0004%	1
6	Alhaj Sultan Mahmood Chowdhury	0.0004%	1
7	Mr. Abdul Awal Patwary	0.0004%	1
8	Mr. Kamaluddin Ahmed	0.0004%	1
9	Alhaj Sk. Mohammad Rabban Ali	0.0004%	1
		100.00%	2,500,000
			2,500,000
6	Accrued expenses:		
	Audit fees	69,000	69,000
		69,000	69,000
7	Provision for diminution in value of investment		
	Opening Balance	-	2,660,502
	Add: Addition / (Adjustment) during the year	-	(2,660,502)
	Closing Balance	-	-
8	Provision for tax		
	Opening balance	1,841,913	655,159
	Less: Paid during the year	-	-
		1,841,913	655,159
	Add: Current year tax provision	1,611,373	1,186,754
	Closing balance	3,453,286	1,841,913
9	Expenses		
	Registration & renewals	-	-
	Entertainment	-	-
	Conveyance & other expenses/Attendance fees	90,000	-
	BO Account opening fee	500	-
	Consultancy Fees	12,500	500
	Audit fees	20,000	20,000
	VAT on Audit fees	3,000	3,000
		126,000	23,500
10	Financial expenses		
	Bank Charges	2,185	2,530
	Excise duty	55,000	55,000
		57,185	57,530
11	Post balance sheet event:		
	No material event had occurred after the Balance Sheet date, which could substantially effect the values reported in the Financial Statements.		



**Branch
Network**

List of Division wise Branches of Social Islami Bank Ltd

DHAKA DIVISION

1	Principal Branch (Opening Date- 22-11-1995) 15, Dilkusha C/A, Dhaka-1000. Phone-02-9550195,9559241, 9572303, 9564764 fax-9562002, IP Phone-70201, 70202.	2	Gulshan Branch (Opening Date-22-04-1998) 80, Gulshan Avenue, Gulshan-1, Dhaka. Phone-02-8829137, 8813793, fax: 02-9888857 IP Phone-70801, 70802
3	Babu Bazar Branch (Opening Date-26-04-1998) 31, Nawab Yousuf Road Naya Bazar, Dhaka. Phone-02-57395118, 57395119 fax: 02-7395119,IP Phone-70901, 70902	4	Moulvibazar Branch (Opening Date-30-09-1998 & Shifted at present place on Date: 03/09/2018) Moulvibazar Trade Center Holding No.78, Moulvibazar Road, Chawkbazar, Dhaka Phone-02-7316225, 7315323, 731291 Fax: 7312911, IP Phone-71001, 71002
5	Agargaon Branch (Former Begum Rokeya Sarani Br.) (Opening Date-23-09-1999) Bangladesh Lions Foundation Bhaban, 3/C, West Agargaon, Begum Rokeya Sarani, Dhaka. Phone-02-8115789, 8141671, fax-02-8115789 IP Phone-71301,71302,71303	6	Panthapath Branch (Opening Date-07-12-2000) Level-2, Block-A, Bashundhara City 13/Ka/1, Panthapath, Dhaka. Phone-02-9136819,9135229, fax-02-9135229, IP Phone-71501,71502
7	Sonargaon Branch (Opening Date-09-06-2001) Haji Jalal Tower (1 st floor), Mogra Para Sonargaon, Narayangonj IP Phone-71701,71702	8	Foreign Exchange Branch (Opening Date-04-02-2002) 141-143, Motijheel C/A, BIWTA Bhaban, Dhaka Phone-02-9571254, 9571100, fax: 02-9571100, IP Phone-71801, 71802,
9	Hasnabad Branch (Opening Date-17-04-2002) Hasnabad Super Market Suvadda, South Keranigonj, Dhaka Jute Mill.1311 Dhaka. Phone-02-7761723, fax-02-7761723 IP Phone-72001, 72002,	10	Dhanmondi Branch (Opening Date- 14-05-2002) House # 84, (Old-176), Road # 7/A (Old-14) Satmasjid Road, Dhanmondi R/A, Dhaka. Phone-02-9144682, fax: 02-9120088 IP Phone-72101, 72102
11	Nawabpur Road Branch (Opening Date-26-07-03) 82, Nawabpur Road (1 st Floor) Nawabpur Road, Dhaka. fax: 02-9591193, Phone-02-9591192,02-9576948, 9576949, 9576950 IP Phone-72201, 72202.	12	Uttara Branch (Opening Date-07-12-2003) Latif Emporium, 27 Uttara C/A Road -7, Sector-3, Uttara, Dhaka. Phone-02-8959731, 8959732, 8959733 IP Phone-72401, 72402.
13	Fatulla Branch (Opening Date-23-12-2003) Fatulla Bazar,Fatulla, Narayangonj Phone-02-7602144, 7670393, fax-02-7672144, IP Phone-72501 ,72502	14	Mirpur Branch (Opening Date-29-12-2003) Rabeya Complex, Plot No-33, Block-Kha Main Road, (Goal Chakkar-10), Mirpur, Dhaka-1216. Phone- 02-8055323, 9013584, fax - 02-9013584 IP Phone-72601,72602
15	Banani Branch (Opening Date-16-10-2008) 48 Kamal Attaturk Avenue, (Ground & 1 st Floor) Banani, Dhaka-1213. Phone-02-89820996,9820997, 9820998, fax-02-9820995, IP Phone-72701, 72702.	16	Savar Branch (Opening Date-27-11-2008) Yousuf Tower (2 nd Floor), 35 Tatti, Dilkusha Bagh, Savar Bus Stand, Savar, Dhaka. Phone-02-7743707, 7745585 IP Phone-73001, 73002.
17	Mohammadpur Branch (Opening Date-18-05-2009) 20/15, Block-C, Tajmohol Road, Mohammadpur, Dhaka-1207. fax-02-9132253 Phone-02-8142572,02-9132398, IP Phone73101,73102	18	Dania Branch (Former Dania Rasulpur Br) (Opening Date-28-05-2009) 308, Dania Rasulpur (1 st floor), Jatrabari, Dhaka. Phone-02-7541659, 7541650, IP Phone-73201,73202

19	Gopaldi Branch (Opening Date-11-08-2009) Gopaldi Bazar, P.S- Arahazar, District-Narayangonj Phone-02-7651016,7651017 IP Phone-73601, 73602.	20	Rampura Branch (Opening Date-24.11.2009) Modina Tower (Opposite TV Centre) 464/1, West Rampura, DIT Road, Rampura, Dhaka Phone-02-55128353,55128640 IP Phone-74101, 74102
21	Keranigonj Branch (Opening Date-13.12.2009) Masjid Madrasa Complex, Shuvadda PS- Keranigonj, Keranigonj, Dhaka Phone-02-7763253, 7763765 IP Phone-74401, 74402	22	Madhabdi SME/Krishi Branch (Opening Date-15-07-2010) Madhabdi Plaza, P.O & Paurasava- Madhabdi, PS & Upazilla - Narsingdi, Dist.- Narsingdi. Phone-9446883, 9446882, fax-9446884 IP Phone-74501,74502
23	Islampur Branch (Opening Date-26-08-2010) Lions Tower(2 nd floor) 108, Islampur Road, Dhaka. Phone-7392332, 7393208, fax-7393208 IP Phone-75401, 75402	24	New Eskaton Branch (Opening Date-31-08-2010) 27, New Eskaton Road PS & P.O- Ramna, Dhaka-1000. Phone-9359620, 8311592, fax-8311591 IP Phone-75501,75502
25	Bhulta SME/Agri Branch (Opening Date-05-09-2010) Salam Mansion Market (1 st Floor) Bhulta, Rupgonj, Narayangonj. IP Phone-75601, 75602	26	Galimpur SME/Krishi Branch (opening Date-10-10-2010) Khan Super Market (1 st Floor) Galimpur Bazar, Nababgonj, Dhaka. IP Phone-75901, 75902
27	Dhamrai SME/Krishi Branch (opening Date-09-11-2010) Dhamrai Bazar, Gopnagar, Holding No-A/6, Ward-03, Paurasova- Dhamrai, Dhamrai, Dhaka Phone-02-7730908, 7730909, IP Phone-76101, 76102	28	Narayangonj Branch (opening Date-27-12-2010) 3, No. S. M. Maleh Road (Rupsi Height) Tanbazar, Narayangonj Sadar, Narayangonj Phone-7641621-7641623, IP Phone-76601,76602
29	Mohakhali Branch (Opening date-20.09.2011) 99, Mohakhali C/A, 16 (sixteen) storied building Dhaka. Phone: 9888943, 9888367, IP Phone-77001, 77002	30	Tongi Branch (Opening date-03.10.2011) Rabeya Sarker Tower, (1 st floor North Side) 24, Anarkoli Road, Tongi, Gazipur. Phone-9817710, 981771, IP Phone-77401,77402
31	Bangshal Branch (Opening date-21.09.2011) Bangshal Road 70, Shahid Syed Nazrul Islam Sarani (1 st floor) North South Road, Bangshal, Dhaka 1100. Phone-57317175, 57317396, IP Phone-77101,77102	32	Banasree Branch (Opening date-22.09.2011) Plot No-2, Road-13, Block-L, South Bonosree, Eastern Housing Ltd., Khilgaon, Dhaka. Phone:7811611,7811612,7811613 IP Phone-77201, 77202
33	Basundhara Branch (Opening date-27.12.2011) House # 16, Block-A, Basundhara Avenue. Basundhara R/A, Dhaka-1229. Phone-8432501,8432502, IP Phone-77701, 77702	34	Demra Branch (Opening date-07.10.2012) Haji Hossain Plaza Staff Quarter, Demra, Dhaka Phone-7502915, 7502916, IP Phone-78101,78102
35	Uttar Badda Branch (Former Satarkul Road Br) (Opening date-16.10.2012) Uhud Hasan Garden 231, Satarkul Road, Hazipara, Uttar BaddA, Dhaka-1212 Phone-9858072, 9858073, IP Phone-78401,78402	36	Garib-E-Newaz Avenue Branch (Opening date-26.11.2012) Rosewood Areebah 50, Garib-E-Newaz Avenue Road Sector-13, Uttara, Dhaka Phone-8955884, 8955886, IP Phone-78601,78602
37	Kawran Bazar Branch (Opening date-27.11.2012) Khan Sons Centre 37, Kawran Bazar, Dhaka, Phone- 8180206, 8180207 IP Phone-78701,78702	38	Mouchak Branch (Opening date-18-06-2013) Advanced Melinda Tower (1 st Floor) 72, Malibagh (opposite Fortune Shopping Mall) Mouchak Moor, Dhaka-1217 Phone- 9858072, 9858073, IP Phone-79101, 79102.
39	Gausia Branch (Opening date-12.11.2014) Yeakub Super Market 2-B, Elephant Road, New Market, Dhaka-1205 IP Phone-79801,79802	40	Panchdona Branch (Opening date-30.09.2014) Isfar Tower, Panchdona, Narsingdi Sadar, Narsingdi IP Phone-79701,79702
41	Mawna Branch (Opening date-24.12.2014) Razzak Plaza, Mawna Chowrasta, P.O.-Maona, P.S-Sreepur, Gazipur IP Phone-79901,79902	42	Kishoregonj Branch (Opening Date- 10-06-2015) 661, Mohammadi Mansion, Shahabuddin Masjid Road, Borobazar, Kishoregonj IP Phone-80701, 80702

43	Kakrail Branch (Opening Date-02.06.2015) Ishakha Shopping Complex 89/3, kakrail PS-Ramna, Dhaka-1000. IP Phone-80301, 80302.	44	Ashulia Branch (Opening Date 11-06-2015) Habib Plaza (1 st Floor) Plot no-82, 99, Bashundhara, Bogabari Bazar, Baipail, Ashulia Road, Savar, Dhaka. IP Phone-80801, 80802.
45	Shariatpur Branch (Opening Date -14/ 06/2015) (Shifting Date- 29/01/2017) KB Plaza, Holding no. 276, Palong Moddhobazar Road Ward no. 04, Paurasava –Shariatpur PS-Sariatpur Sadar, Dist: Shariatpur IP-80901, 80902.	46	Vatara Branch (Opening Date - 12-11-2015) 10/1, Madani Avenue, Natun Bazar, PS- Vatara Dhaka-1212 IP Phone-81101, 81102
47	Bangabandhu Shamadhi Soudha Branch (Opening Date - 15-12-2015) Layek Biswas Plaza, Holding No-159 Bangabandhu Samadhi Saudha Sarak, Tungipara, Gopalganj IP Phone-81201, 81202	48	Joydebpur Chowrasta Branch (Opening Date - 26-06-2016) Rafeja Bhaban, Holding No, 23/3, Block-C, Ward No-17, Gazipur City Corporation Joydebpur Chowrasta, PS-Joydebpur, Dist- Gazipur. IP Phone-82301, 82302.
49	Narsingdi Branch (Opening Date: 01-12-2016) 360, Rajlaxmi Plaza, Patilbari Road, Narsingdi Bazar, Dist- Narsingdi. IP Phone-82501, 82502.	50	Sreenagar Branch (08/12/2016) Pilot School Market (1 st floor), Sreenagar Bazar, Munshigonj. IP Phone-82601, 82602.
51	Corporate Branch (29/12/2016) City Centre 90/1, Motijheel C/A, Dhaka 1000. IP Phone- 82701, 82702.	52	Tangail Branch (Opening date-26/04/2017). Shayama Tower Boro Kalibari Road, Adalotpara, Dist-Tangail. IP: 82801, 82802
53	Bhairab Bazar Branch (21/05/2017) "Omar Faruq Tower" Holding no.169, Ward no.1 Paurasava- Bhairab, PS- Bhairab, Dist.: Kishoregonj. Mob: 01819152611 IP: 83001, 83002	54	Muksudpur Branch (Opening Date: 21/06/2017) Khan Market Fultala Bazar, Vill+PO- Muksudpur PS- Dohar, Dist.- Dhaka Mob: 01918790029 IP: 83601, 83602
55	Shyamoli Branch (Opening Date: 21/06/2017) Bridge Momtaj Heights Holding no.15/2 Shyamoli, Mirpur Road Mohammadpur, Dhaka 1207. IP: 83701, 83702	56	Dakkhin Khan Branch (Opening Date: 26/12/2017) Mozaffar Tower, 595, Prembagan Dakkhinkhan Model Union Parishad Dakkhinkhan Dhaka 1230. Phone: 8999279,8999280; Mobile:01861517718 IP:83801, 83802
57	Darus Salam Road Branch (Opening Date: 15/01/2018) Holding No. 2-A/1, (1 st floor), North East Darussalam Road, Ward -12, Dhaka North City Corporation Mirpur Model Thana, Mirpur-1, Dhaka-1216 Mobile: 01710-012709 IP: 84101, 84102	58	Madaripur Branch (Opening Date 30/07/2018) Hazi Abdur Razzak Super Market Holding no. 1634, Main Road, Puran Bazar, Ward no.03, Paursova- Madaripur, PO- Madaraba, PS- Madaripur Sadar Dist: Madaripur. IP: 85001; 85002.
59	Kafrul Branch (Opening Date: 25/10/2018) Greater Mymensingh Samity Bhaban Holding No. M/1-A, Section-14 Mirpur Road, Kafrul, Dhaka. IP: 85201; 85202	60	Basila Road Branch (Opening Date: 27.12.2018) Social Islami Bank Limited Al-Imdad Market Complex, Basila Road, Thana-Keranigonj, Dist-Dhaka IP Phone: 85701; 85702.
61	Dhanmondi Model Branch (Opening Date: 25/11/2019) Social Islami Bank Limited "Mir Onyx Yakub Tower" Holding No.17 (New), Road No.6, Mirpur Road Dhanmondi R/A, Thana- Dhanmondi Dist- Dhaka. IP: 86201, 86202	62	Bhanga Branch (opening Date: 24/11/2020) Social Islami Bank Limited Ali Market, Holding No-363, Ward No-08,Bhanga Bazar, PS/Upazilla-Bhanga, Pouroshova-Bhanga, Dist.-Faridpur. IP: 86401, 86402
63	Pragati Sarani Branch (opening Date: 24/12/2020) GA-25/5/1, Road Name- Pragati Sarani Road, Ward No.-18, Shahjadpur, Dhaka North City Corporation, P.S.-Gulshan, Dhaka. IP : 86801, 86802		

CHATTROGRAM DIVISION

<p>1 Agrabad Branch (Opening Date-10-04-1996) World Trade Centre(2nd floor) 102/103 Agrabad C/A, Dist: Chattogram. Phone-031-728342, 713947, 714041, 714504 fax-031-710084, IP Phone-70401,70402,70403</p>	<p>2 Khatungonj Branch (Opening Date-12-12-1999) M. Rahman Chamber Holding # 276-277, Main Road, Khatungonj, PS- Kotowali, Dist.- Chattogram. Phone-031-636358, 624682, 624683, fax: 031-639014, IP Phone-71401, 71402</p>
<p>3 Halishahar Branch (Opening Date-09-02-2002) Holding no.-3, Port Connecting Road, Halishahar Housing Estate, Ward No.-26, Chattogram City Corporation, PS- Halishahar, Dist.- Chattogram. Phone-031-717201, 2525702, 815702, fax-031-2519284; IP Phone-71901,71902</p>	<p>4 Jubilee Road Branch (Opening Date-30-07-2003) Haque Tower(1st Floor) 880/923, Jubilee Road, Dist: Chattogram. Phone-031-628288, 627155, 840897, fax-031-628288 IP Phone-72301 ,72302,72303</p>
<p>5 Elliotganj Branch (Opening Date-30-10-2008) Elliotganj Bazar, P.O-Elliotganj, P.S-Dawudkandi, Dist-Cumilla. IP Phone-72801,72802</p>	<p>6 Chowmuhoni Branch (Opening Date-12-11-2008) Hossain Market, 276-284 D.B. Road Begumgonj, Dist: Noakhali. Phone-0321-56122, 0321-53622, IP Phone-72901,72902</p>
<p>7 Lohagara Branch (Opening Date-18-06-2009) Ice Park (1st Floor), Main Road (Near Lohagara Central Mosjid), P.O & P.S- Lohagara, Dist.- Chattogram. Phone-0303456518, 0303456517, 01815-065948 IP Phone-73301, 73302</p>	<p>8 Cumilla Branch (Opening Date-30-07-2009) 95/96 Chalk Bazar (2nd Floor) PO- Chawk Bazar, P.S- Kotowali, Dist.- Cumilla. Phone-081-61363, 081-61364, IP Phone-73501, 73502</p>
<p>9 Chandpur Branch (Opening Date-16-08-2009) Faisal Shopping Complex(1st & 2nd Floor) Bishnudi, Chandpur Bus Stand, Chandpur, Chandpur. Phone-0841-67932, 0841-67931, IP Phone-73701 ,73702</p>	<p>10 Patherhat Branch (Opening Date-19-08-2009) Khayez Ahmed Shopping Center (1st Floor) Patherhat, PO- Noapara, PS-Raozan, Chattogram. Phone-031-2572315, 031-2572316 IP Phone-73801 ,73802</p>
<p>11 Cox's Bazar Branch (Opening Date-20.08.2009) Evan Plaza (in front of Cox's Bazar Poursava) Thana Road, Dist: Cox's Bazar. Phone- 0341-51822, 0341-51968 IP Phone-73901 ,73902</p>	<p>12 Nanupur Branch (Opening Date-08.10.2009) Nanupur Bazar, P.O-Nanupur P.S- Fatikchari, Dist- Chattogram Phone-044-37151939, 044-37151949 IP Phone-74001 ,74002</p>
<p>13 GEC Moor Branch (Opening Date-25.11.2009) 1692,Golden Plaza, CDA Avenue(1st Floor) East Nasirabad, GEC Moor, Dist: Chattogram Phone-0312555891, 0312555892, fax-2555893 IP Phone-74201 ,74202</p>	<p>14 Kachua Branch (Opening Date-18-07-2010) Talukder Super Market Holding No-111, Ward No-08, Kachua, Dist: Chandpur. Phone- 08425-56275, IP Phone-74601 ,74602</p>
<p>15 Hathazari Branch (Opening Date-16-08-2010) Hazi M. Siddique Market, Block-B (2nd Floor) Hathazari Bus Stand, Hathazari, Chattogram Phone- 031-2601914, 031-2601915 IP Phone-75001 ,75002</p>	<p>16 Baryarhat Branch (Opening Date-17-08-2010) Al-Amin Shopping Center (1st Floor) Holding No. 161,161/1, Paurasova- Baryarhat Upazila & P.S- Mirsharai, Dist- Chattogram IP Phone-75101 ,75102</p>
<p>17 Hajigonj Branch (opening Date-19-09-2010) Chattogram Mansion, Holding No. 0821 Chandpur-Cumilla Highway Road, Hajigonj, Chandpur Phone-08424-75129,08424-75130 IP Phone-75701,75702</p>	<p>18 Bibirhat Branch (opening Date-21-10-2010) Fatikchari College Market P.O+P.S+Upazila - Fatikchari, Dist- Chattogram. Phone-03022-56321, 03022-56318 IP Phone-76001,76002</p>
<p>19 Chawk Bazar Branch (opening Date-15-12-2010) Mannan Tower (1st & 2nd floor) 174/A, Chatteshari Road PO+PS- Chawkbazar, Dist.- Chattogram Phone-031-2867367, 2867368, 2867369 IP Phone-76301, 76302</p>	<p>20 Feni Branch (Opening date-18.09.2011) Grand Huq Tower (2nd & 3rd Floor) Holding No-547 & 548, Mizan Road Ward-9, Poursova- Feni, P.O-Feni, PS-Kotwali, Dist- Feni Phone-0331-74104,74103 Fax-0331-74117 IP Phone-76901 ,76902</p>

21	Alankar Moor Branch (Opening date-27.10.2011) S.M.Metro Center 796/936, D.T Road, Alankar Moor, North Pahartali Chattogram Phone-031-2773380,031-2773379, 031-2773378 IP Phone-77601,77602	22	Homna Branch (Opening date-29.12.2011) Faisal Plaza, Holding No. 08, Thana Road, Ward no. 04 Paurasova- Homna, PS+Upazila- Homna Dist.- Cumilla. Phone-08025-54640, 54641 IP Phone-77801, 77802
23	Shah Mohsen Aowlia Branch (Opening date-03.10.2012) Hajee Imam Shopping Complex Building-3, Battali, Anowara, Dist: Chattogram Phone-01849-842400, 01967-786765 IP Phone-77901,77902	24	Dewanhat Branch (Opening date-04.10.2012) 700/B, DT Road (1 st Floor), Dewanhat P.O.+P.S.-Double Mooring Dist: Chattogram. Phone-031-2515260, 2515261, 2515262 IP Phone-78001, 78002.
25	Roazarhat Branch (Opening date-24.11.2012) A. Farida Shopping Complex Kaptai Road, Roazarhat , P.O & P.S- Rangunia Dist: Chattogram. Phone-030-2556244, 2556245; IP Phone-78501,78502	26	Akhaura Branch (Opening date-18-05-2013) Sarker Plaza (opposite to Akhaura Poura Bhaban) Holding No-3, Ward No-4 P.O. & P.S- Akhaura, Dist: Brahmanbaria IP Phone-78901,78902
27	Muradpur Branch (Former Aturar Depo Br.) (Opening date-26-06-2013 shifted on 29/10/2017) S.N. Mim City Holding No-83/86, Hathazari Road, Panchlaish, Chattogram IP- 79201, 79202	28	College Road Branch (Debidwar) (Opening date-04-07-2013) Haque Plaza, College Road, Debidwar New Market P.O & P.S- Debidwar , Dist: Cumilla IP Phone- 79401,79402
29	Maijdee Branch (Opening date-18-08-2013) Bismillah Tower, Holding No-428/B Main Road, Maijdee Bazar P.S- Sudaram (Sadar), Noakhali Phone-0321-71814, 71815 IP Phone- 79501,79502	30	Laxmipur Branch (Opening Date 13-12-2014 & Shifted on 30/07/2017) ADHUNIK POURO BIPONI BITAN (2nd Floor), Holding no. 1428, Laxmipur Bazar Main Road Laxmipur, Laxmipur Mob: 01716-224206, IP- 80001, 80002
31	Kankirhat Branch (Opening date- 27-12-2014) R.S.Tower,(1 st &2 nd Floor),East Namar Bazar Vill & P.O - Kankirhat , P.S-Senbag Dist-Noakhali. IP Phone-80201,80202	32	Azadi Bazar Branch (Opening Date-07-06-2015) Social Islami Bank Ltd. Jameya Complex(1st Floor), Dharmapur, Azadi Bazar, Fatikchari. Dist: Chattogram IP Phone -80401, 80402.
33	Laksam Road Branch (Opening Date- 08.06.2015) Biswa Road, PO-Ahmed Nagar, P.S-Sadar (South) Laksam Road, Poduar Bazar Dist: Cumilla. IP Phone-80501, 80502.	34	Poddar Bazar Branch (Opening Date-30.05.2016) Bhai Bhai Shopping Complex (1 st Floor) Poddar Bazar, Bashikpur, Laxmipur Sadar, Laxmipur IP Phone-81901, 81902.
35	Zamidarhat Branch (Opening Date- 12-05-2016) Haque Mansion (1 st floor), PO- Zamiderhat, PS-Begumgonj, Dist.- Noakhali. IP Phone-81701,81702	36	Burichong Branch (Opening Date-31.05.2016) Haji Md. Joynal Market (1 st floor) Mirpur Road,Burichong Bazar, Burichong, Cumilla. IP Phone-82001, 82002.
37	Sonapur Branch (Opening Date:18/05/2017) Aziz Bhaban Holding No. 420, Sonapur Chor Jobbor Road PS/Upazilla- Noakhali Sadar, Dist:- Noakhali Mob: 01717192968 ; IP: 82901, 82902	38	Boalkhali Branch (Opening date: 04-06-2017) Hamim Plaza Holding no. BA/161, Ward no.06 Paurasava- Boalkhali , PS- Boalkhali, Dist.: Chattogram. Mob: 01818976773 IP: 83201, 83202
39	Nayergaon Bazar Branch (Opening Date: 19/06/2017) "Mahdi Tower" Nayergaon Bazar, Matlab Dakkin, Dist: Chandpur. Mob: 01721912102, IP: 83401, 83402	40	Kazirhat Branch (Opening Date: 27/12/2017) "Mir A. Hossain Plaza", Kazirhat Bazar, Bhuzpur, Fatikchari, Dist- Chattogram
41	Baluchara Branch (Opening Date: 28/12/2017) "Noor Plaza" Holding no. 23, Hathazari Road, Kulgaon Bayezid Bostami, Chattogram	42	Shantirhat Branch (Opening Date: 07/06/2018) Hajee Sobhan Plaza Shantirhat, Patia, Chattogram IP Phone: 84201; 84202

43	Anderkilla Branch (Opening Date: 24/06/2018) Arunaloy, Holding no.06, Momin Road, Road No. 06, Ward no. 32 , Chattogram City Corporation, PS- Kotowali, Dist.-Chattogram. IP Phone: 84401; 84402	44	Banskhali Branch (Opening Date: 02/08/2018) RFT Saheb Miah City Center Ward No. 01, Union: 5 no. Kalipur, PS-Banskhali Dist: Chattogram. IP : 85101; 85102
45	Nazu Miah Hat Branch (Opening Date: 19.12.2018) Khaled Manson, Nazu Miah Hat Nur Ali Bari-4337, Hathazari, Chattogram IP Phone: 85301; 85302.	46	Brahmanbaria Branch (Opening Date: 26.12.2018) Shuveccha Square, Holding No-1309, Sarak Bazar, Thana+ Dist- Brahmanbaria IP Phone: 85601; 85602
47	Rangunia Branch (Opening Date: 27/06/2019) Hafez Chowdhury Tower Gochora Bazar,Rangunia, Chattogram. Mob: 01721912102, IP: 85801; 85802	48	Sheikh Mujib Road Branch (Opening Date: 30/06/2019) A K Tower, 225/225-A, Sheikh Mujib Road Chowmuhani Moore, Double Mooring, Chattogram. IP: 85901; 85902
49	Fulgazi Branch (Opening Date: 17/10/2019) Bhuiyan Tower Fulgazi Bazar, Kapor Patti Goli PS- Fulgazi, Dist.- Feni. IP: 86001; 86002.	50	Eidgaon Branch (opening Date: 21/11/2019) Nurul Huda Mansion Eidgaon Bus Station, Arakan Road (Highway Road) Cox's Bazar, Cox's Bazar. IP: 86101, 86102
51	Patiya Branch (opening Date: 27/11/2019) N. Islam Tower Komol Munshir Hat, Arakan Road, Upazilla/Thana: Patiya, Dist,- Chattogram IP: 86301, 86302	52	Muradnagar Branch (opening Date: 24/11/2020) Noman Ahmed Market (1st Floor), Ward No-01, Muradnagar, PS-Muradnagar, Dist-Cumilla IP: 86501, 86502
53	Chayani Bazar Branch (opening Date: 24/11/2020) M. Haque Plaza, Chayani Bazar, Ward no-07 Bhobani Jibon Pur, Begumgonj, Noakhali IP: 86601, 86602	54	Bakalia Branch (opening Date: 10-Dec-2020) Epic Noor Landmark (1st Floor), Holding No-204 Bakalia, Chattogram. IP: 86701, 86702
55	Boro Darogar Hat Branch (opening Date: 24/12/2020) Nobi Plaza, Boro Darogar Hat Bazar (Uttar Goli), Union-15 No. Wahedpur, Thana-Mirsharai, Chattogram. IP: 86901, 86902	56	Salimgonj Branch (Opening Date: 30.12.2020) Salimgonj Bazar, Sadar Road, Ward No.-07, Union- 18no. Salimgonj, Nabinagar, Dist.-Brahmanbaria. IP: 87001, 87002
57	Munshirhat Branch (opening Date: 21.10.2021) Building Name : Karim & Hazari Super Market, Vill/area : Munshirhat Bazar, Union : 08 no. Munshirhat Union, Ward no.-09, P.S.-Chauddgram, Dist.- Cumilla.	58	Subornochar Branch (Opening Date : 12.12.2021) Building Name - Habib Jahan Palace, Haris Chowdhury Bazar, Ward no.-03, Union : 5 no. Char Jabbar, P.S: Subornochar, Dist.-Noakhali. IP : 87301, 87302
59	Chatteshwari Moor Branch (Opening Date: 09.12.2021) Skytech S. R. Empire Holding No.-80, Chatteshwari Road, Kotowali, Chattogram. IP : 87401, 87402		

BARISHAL DIVISION

1	Barishal Branch (Opening date-25.09.2011) Mokka Bhaban Holding No-1, Katpatty Road, Kotwali Model Thana, Barishal, Phone:0431-61659, 0431-2177480 IP Phone-77301 ,77302	2	Charfassion Branch (Opening Date-02.06.2016) Al-Haj Habibur Rahman Faraji Market 952 DC Road, Sharif Para, Charfassion Paurasova, Charfassion, Dist.- Bhola. IP Phone-82101, 82102
3	Safa Bandar Branch (Opening Date-02.06.2016) M.A. Sayeed Bhaban Safa Bus Stand, Safa Bondar, Mothbaria, Dist- Pirojpur. IP Phone-82201, 82202.	4	Bhola Branch (Opening Date: 19/06/2017) B.T. Square Holding No. 899, Mahajan Patty, Sadar Road, Bhola IP: 83501, 83502
5	Jhalakati Branch (Opening Date: 20.12.2018) 03, Doctorpatti Road, Jhalakati Sadar, Jhalakati IP Phone: 85401; 85402		

RAJSHAHI DIVISION

1	Rajshahi Branch (Opening Date-10-08-1996) A H Tower, Holding No-328-331,333-336 Aloker Moor, New Market Road, Dist.- Rajshahi. Phone-0721-812317, 812452, fax-0721-812317 IP Phone-70701,70702	2	Bogura Branch (Opening Date-25-10-1998) Vandar Monjil 776, Rangpur Raod, Borogola, Dist.- Bogura. Phone-051-65833, 63943, 61458, fax- 051-63943 IP Phone-71101,71102
3	Sirajgonj Branch (Opening Date- 26-10-1998) Zaman Complex, S.S. Road, Sirajgonj. Phone-0751-63203, 64360,63203, IP Phone-71201,71202	4	Chandaikona Branch (Opening Date-19-12-2000) Pabna Bazar, Raigonj, Sirajgonj. Phone-07526-56122, 01715-805435, fax-07526-56122 IP Phone-71601,71602
5	Shahjadpur SME/Krishi Branch (opening Date-03-10-2010) Alhaj Rajjak Plaza (1 st floor), Monirampur Bazar Ward-03, P.S & P.O- Shahjadpur, Dist.- Sirajgonj Phone- 07527-64049, 07527-64050 IP Phone-75801, 75802	6	Dupchanchia Branch (opening Date-25-11-2010) Jobeda Shopping Center (1 st floor) C.O. Office Bus Stand, Dupchachia, Dist.- Bogura. Phone- 05024-51250, 51251 IP Phone-76201, 76202
7	Naogaon Branch (opening date-12.09.2011) Mahmuda Plaza, Kapor Potti, Ward No. 4, Naogaon Pourashava (Sonal Bank Road), PO + PS- Naogaon, Dist.- Naogaon. Phone-0741-81112, 81113, IP Phone-76701 ,76702	8	Pabna Branch (Opening date-05.10.2011) Latif Tower 37/51, Abdul Hamid Road, Pabna Phone- 0731-51980, 0731-52080 IP Phone-77501 ,77502
9	Natore Branch (Opening Date: 23.12.2018) Holding-288, Old Bus Stand, Kanaikhali, PS- Natore Sadar, Dist: Natore IP Phone: 85501; 85502		

SYLHET DIVISION

1	Sylhet Branch (Opening Date-27-06-1996) 781, Karima Mansion, Dargah Gate, Sylhet-3100. Phone-0821-711282, 0821-710485, fax-0821-711282 IP Phone-70601, 70602	2	South Surma Branch (Opening Date-23-07-2009) Chandipool Baipass Road P.O-Sylhet Sadar, P.S- South Surma, Sylhet. Phone- 0821-2833431, 0821-2833432, IP Phone-73401 ,73402
3	Moulvibazar Branch (Opening date-10.10.2012) 183 Shamsher Nagar Road Chowmohana, Dist.- Moulvibazar Phone- 0861-63906, 63907, IP Phone-78201,78202	4	Fenchugonj Branch (Opening date-11.10.2012) Akul Shah Shopping City General Osmani Road (Thana road point) Fenchugonj, Sylhet Mobile: 01711-040403, IP Phone-78301,78302
5	Beanibazar Branch (Opening Date- 24.05.2016) Azir Market(1 st Floor), Main Road BeaniBazar, Dist.- Sylhet, IP Phone-81801,818022	6	Barlekha Branch (Opening Date-20-11-2016) Hazi Karim Mansion, Dakkhin Bazar Baralekha Moulvibazar. IP Phone-82401, 82402.
7	Industrial Park Branch (Opening date: 14/06/2017) Sattar Plaza Olipur Bazar, 7 no. Nurpur Union Parishad Shahjibazar, Sayestagonj, Habigonj IP: 83301, 83302	8	Sreemongal Branch (Opening Date:12/07/2018) Razzak Tower Holding no.62, Sreemangal Dist: Moulvibazar IP Phone: 84501; 84502
9	Dhakadakshin Branch (Opening Date: 25/07/2018) Latif Mansion Dhakadakshin Bazar, Dattarail, Ward no.03 Union- 06 no. Dhakadakshin Union Parishad Upazilla/PS- Golapgonj, Dist- Sylhet. IP:84701; 84702	10	Tuker Bazar Branch (Opening Date: 26/07/2018) Anwar Complex Temukhi, Adjacent of 3 rd Shahjalal Bridge Sylhet – Sonamgonj Road, Tuker Bazar, PS- Jalalabad, Dist.- Sylhet. IP: 84801; 84802

RANGPUR DIVISION

1	Gobindagonj SME/Krishi Branch (Opening Date-22-08-2010) Goleza Super Market (Rangpur-Bogura Highway Road) Holding No-318, Gobindagonj, Gaibandha Phone-05423-75396, 05423-75397, IP Phone-75201 ,75202	2	Dinajpur Branch (Opening Date-23-08-2010) Holding No-1191/1150, Lilir Moor, P.O & P.S -Dinajpur, Dist.- Dinajpur. Phone-0531-63692, 0531-61588, IP Phone-75301 ,75302
3	Rangpur Branch (Opening date-13.09.2011) Shah Bari Tower, House-286,Station Road (Guptapara) P.O-Rangpur, P.S- Kotwali, Dist.- Rangpur. Phone-0521- 55183, 55184 (Fax) IP Phone-76801 ,76802	4	Sayedpur Branch (Opening Date-27-11-2014) Altaf Tower Holding No-07, Shahid Dr. Zikrul Haque Road, Sayedpur, Dist.- Nilphamari IP Phone-79901 ,79902
5	Ranir Bandar Branch (Opening Date-24/05/2017) Grameen Tower PO- Ranirbandar, PS-Chirirbandar. Dist: Dinajpur Mob: 01712865829 IP: 83101, 83102		

KHULNA DIVISION

1	Khulna Branch (Opening Date-20-06-1996) G.M. Baksh Tower (Ground, 1 st & 2 nd floor) 22, Sir Iqbal Road, Khulna City Corporation, Khulna. Phone- & fax-041-722133, 730533 IP Phone-70501,70502	2	Paikgacha Branch (Opening Date-06.12.2009) Main Road, Paikgacha Khulna. Phone- 04027-56678 IP Phone-74301,74302
3	Monirampur SME/Krishi Branch (Opening Date-08-08-2010) Shibu Tower, Holding No-2145, Monirampur Bazar, Ward No-03, Paurasova- Monirampur, PS/Upazila- Monirampur, Dist.- Jashore. Phone-0422778400, IP Phone-74701 ,74702	4	Noapara Branch (Opening Date-08-08-2010) Noorbag Moor, P.O- Noapara, P.S.-Abhoynagar, Dist.-Jashore. Phone-04222-72300 IP Phone-74801 ,74802
5	Fakirhat SME/Krishi Branch (Opening Date-09-08-2010) Mohammad Ali Market, Kathaltola Road, Fakirhat Bazar, PO + PS- Fakirhat, Dist.- Bagerhat. Phone-04655-56150, IP Phone-74901, 74902	6	Jashore Branch (opening Date-19-12-2010) Holding no.-36 (2 nd Floor), Rail Road (Chowrasta) P.O.-Jashore, P.S.- Kotwali, Dist.-Jashore. Phone-0421-64404,; IP Phone-76401 ,76402
7	Sathkhira Branch (opening Date-20-12-2010) London Plaza,(1 st Floor) Boro Bazar Road P.S. & P.O- Sathkhira, Dist.- Sathkhira. Phone-0471-65078, 0471-65444, fax- 0471-65444, IP Phone-76501, 76502	8	Bagerhat Branch (Opening date-29.11.2012) 13, Khan Jahan Ali Road Ward no. 06, Bagerhat Pourashava, Dist.- Bagerhat Phone- 0468-64347, 0468-64348 IP Phone-78801, 78802
9	Patkelghata Branch (Opening date-22-05-2013) Mohsin Market (1st floor), Panch Raster Moore, Patkelghata Bazar, Patkelghata, Sathkhira. Manager: 01718-610385(Mob) IP Phone-79001,79002	10	Chowgacha Branch (Opening date-30-06-2013) Social Islami Bank Ltd. Dhoni Plaza, Chowgacha Bus Stand P.O & P.S.- Chougacha, Dist.- Jashore IP Phone- 79301,79302
11	Dumuria Branch (Opening Date - 15-12-2015) Zakaria Super Market Dumuria Bazar, Dumuria, Dist: Khulna IP Phone-81301, 81302.	12	Kushtia Branch (Opening Date - 15-06-2015) Holding no. 297/1, N.S. Road Kushtia Sadar, Kushtia IP Phone-81001; 81002
13	Navaran Branch (Opening Date-05-05-2016) Afzal Supper Market (1 st Floor), Navaran Rail Bazar Jashore – Benapole Highway, Zadabpur, Sharsha, Jashore. IP Phone-81601,81602	14	Kalia Branch (Opening Date: 10/06/2018) Gazi Super Market Kalia – Khulna Road, Kalia, Narail IP Phone: 84301; 84302
15	Boyra Branch (Opening Date: 29/07/2018) Khokon Shopping Complex Holding No. 98, Mujgunni Main Road, Sonadanga, Khulna IP Phone: 84901; 84902	16	Shyamnagar Branch (25.11.2021) Building Name-Rahim Box Super Market, Haibatpur, Shyamnagar, Nokipur, Sathkhira. IP : 87201, 87202

MYMENSINGH DIVISION

1	Mymensingh Branch (Opening date-09-10-2013) Ali Plaza (2 nd Floor), Muktijudda Sarani Road 64, Choto Bazar P.S- Kotwali (Sadar), Mymensingh IP Phone- 79601,79602	2	Koyra Bazar Branch (Opening Date- 09-06-2015) Haji Market, (1 st floor), Koyra Bazar PO-Patadaha, P.S-Madargonj Jamalpur. IP Phone-80601, 80602
3	Jamalpur Branch (Opening Date -27.03.2016) A. K Tower, Holding no.285, Tomal Tola Moor, Medical Road, PO- Jamalpur, PS -Jamalpur Sadar, Dist.- Jamalpur IP Phone-81401, 81402	4	Netrokona Branch (Opening Date- 21.04.2016) Aleya Plaza, 2 nd floor, College Road, Satpai, Dist- Netrokona. IP Phone-81501, 81502
5	Sherpur Branch (Opening Date: 22/07/2018) Jamshed Mansion Holding No.209, Munshi Bazar, Kharampur Moor, Sherpur IP: 84601; 84602		

SUB-BRANCHES**CHATTOGRAM DIVISION**

01	Brindabonhat Sub Branch (Under Bibirhat Branch) Haji Md. Siddikur Rahman market, South Payendong, Fatikchari Opening Date: 16-Jun-2019 IP Phone: 76050	02	Datmara Sub Branch (Under Kazirhat Branch) Kazi Market, Shantirhat Bazar, Vill-Shadinagar, Upazilla- Fatikchari Opening Date: 16-Jun-2019 IP Phone: 83950
03	Chunati Sub Branch (Under Lohagara Branch) Haji Shopping Complex, Main Road, Chunoti Bazar, Chunoti, Thana-Lohagara, Dist-Chattoqram. Opening Date: 29-Jul-2019 IP Phone: 73350	04	Dhamairhat Sub Branch (Under Roazarhat Branch) Kazi Abdur Rahman Market (Guddu Plaza), Dhamairhat, Thana-Rangunia, Dist-Chattoqram. Opening Date: 25-Aug-2019 IP Phone: 78550
05	EPZ Sub Branch (Under Cumilla Branch) Monowara Ali Tower, 141, EPZ & Medical Road, Ward no-21, PS-Sadar Dakshin, Dist-Cumilla. Opening Date: 16-Oct-2019 IP Phone: 73550	06	Bakila Bazar Sub Branch (Under Hajiganj Branch) Sheikh Market, Bakila Bazar, Thana-Hajigonj, Dist- Chandpur. Opening Date: 16-Oct-2019 IP Phone: 75750
07	S. Club Mour Sub Branch (Under Haliashahar Branch) House no-01, Road no-02, Block-B, Ward no-12, Haliashahar Housing Estate, PS-Haliashahar, Chattoqram. Opening Date: 19-Dec-2019 IP Phone: 71950	08	Haliashahar Bus Stand Sub Branch (Under Haliashahar Branch) Chowdhury Plaza, Holding-968/2069, Haliashahar Road, Ward no-11 South Kattali, PS-Pahartoli, Dist-Chattoqram. Opening Date: 19-Dec-2019 IP Phone: 71970
09	Mugrabazar Sub Branch (Under Akhaura Branch) Master Plaza, Mugrabazar, Thana-Akhaura, Brahmanbaria. Opening Date: 22-Dec-2019 IP Phone: 78950	10	Amirhat Sub Branch (Under Azadi Bazar Branch) Didarul Alam Market, Raozan, Chattoqram. Opening Date: 24-Dec-2019 IP Phone: 80450
11	Kotbari Sub Branch (Under Laksam Road Branch) Ayat Plaza, 53, 55 Kotbari Road, Ward no-24, Thana- Sadar Dakshin, Dist-Cumilla. Opening Date: 24-Dec-2019 IP Phone: 80550	12	Lamburhat Sub Branch (Under Patherhat Branch) L.F. Plaza, Lamburhat, Vill-Bagowan, PS-Raozan, Dist- Chattoqram. Opening Date: 26-Dec-2019 IP Phone: 73850

<p>13 Munsirhat Sub Branch (Under Chandpur Branch) 114, Master Tower, Madrasa Road, Ward No-9, Thana-Matlab (South), Dist-Chandpur. Opening Date: 21-Jan-2020 IP Phone: 73750</p>	<p>14 D.T Road Sub Branch (Under Dewanhat Branch) Abid Complex, Holding no-506, Ward no-25, D.T. Road, Thana-Halishahar, Dist-Chattogram. Opening Date: 26-Jan-2020 IP Phone: 78050</p>
<p>15 Karnafuli Sub Branch (Under Shantirhat Branch) Samiur Rahman Building, Fakirnir Hat Raster Matha, Ward no-4, Karnafuli, Dist-Chattogram. Opening Date: 26-Jan-2020 IP Phone: 84250</p>	<p>16 Ramdoyal Sub Branch (Under Sonapur Branch) Hazi Abdul Ohab Bhaban, Ramdoyal Bazar, Ramgati, Laxmipur. Opening Date: 28-Jan-2020 IP Phone: 82950</p>
<p>17 Bhor Bazar Sub Branch (Under Feni Branch) Madrasa Market (Unit-02), Vill- Bhor Bazar, Ward no-05, Thana-Sonagazi, Dist-Feni. Opening Date: 18-Feb-2020 IP Phone: 76950</p>	<p>18 CEPZ Sub Branch (Under Agrabad Branch) Hossain Complex, 1st floor, 1956A/2098, Airport Road, South Halishahar, Bandar, Dist- Chattogram. Opening Date: 03-Mar-2020 IP Phone: 70450</p>
<p>19 Kanchannagor Sub Branch (Under Bibirhat Branch) R.K. Tower, Temohany Bazar, Manikpur, Fatickchari, Chattogram Opening Date: 18-Aug-2020 IP Phone: 76070</p>	<p>20 Ranir Bazar Sub Branch (Under Cumilla Branch) Khilzi Villa, Holding no-281(Old), 325(New), 2nd Kandirpar, Ranir Bazar, Ward no-08, Cumilla-3500 Opening Date: 26-Aug-2020 IP Phone: 73570</p>
<p>21 Bazalia Sub Branch (Under Lohagara Branch) Monsur Plaza (1st Floor), Bazalia, P.O.-Bazalia, P.S.-Satkania, Dist-Chattogram Opening Date: 27-Aug-2020 IP Phone: 73370</p>	<p>22 Bou Bazar Sub Branch (Under Khatungonj Branch) Bou Bazar, D.C. Road, Opposite site of Sarder Bari, P.O: Chawkbazar, P.S: Bakalia, Chattogram. Opening Date: 03-Sep-2020 IP Phone: 71450</p>
<p>23 Birasher Sub Branch (Under Brahmanbaria Branch) 759-20, Bir Muktizudda R A M Obaidul Muktadir Chowdhury Road, Birashar Bus Stand (East Side), West Medda, Brahmanbaria Opening Date: 21-Sep-2020 IP Phone: 85650</p>	<p>24 Batakandi Sub Branch (Under Homna Branch) Amir Complex, Batakandi Bazar Union-Jogotpur, Thana-Titas, Dist-Cumilla. Opening Date: 27-Sep-2020 IP Phone: 77850</p>
<p>25 Akbarshah Sub Branch (Under Alankar Moor Branch) Plot no 65&66, Block-D, Grade-2H, Kobolodham, Urban Dev. Project, North Pahartoli, P.O- Ferozshah-4207, P.S- Akbarshah, Dist.-Chattogram. Opening Date: 22-Oct-2020 IP Phone: 77650</p>	<p>26 Sebarhat Sub Branch (Under Zamidarhat Branch) Barik Plaza, Sebarhat, Rajarampur, Senbagh, Noakhali. Opening Date: 28-Oct-2020 IP Phone: 81750</p>
<p>27 Mithachara Sub Branch (Under Baryarhat Branch) Mithachara Plaza (1st floor), Mithachara Bazar, Mirsharai, Chattogram. Opening Date: 28-Oct-2020 IP Phone: 75150</p>	<p>28 Marichcha Bazar Sub Branch (Under Cox's Bazar Branch) Fazal Market, Marichcha Bazar, Ukhiya, Cox's Bazar. Opening Date: 27-Dec-2020 IP Phone: 73970</p>
<p>29 Jhumchari Bazar (Under Cox's Bazar Branch) New Hajee Market, Jhumchari Bazar, P.M. Khali, Cox's Bazar. Opening Date: 27-Dec-2020 IP Phone: 73950</p>	<p>30 B Ed. College Road Sub Branch (Under Chawkbazar Branch) House:1264/1983/2867, K.B. Aman Ali Road, Ward no.17, Chawkbazar, Thana: Bakalia, Dist: Chattogram. Opening Date: 29-Dec-2020 IP Phone: 76350</p>

<p>31 Saltgola Sub Branch (Under Sheikh Mujib Road Branch) Ishan Mistirir Hat, Saltgola Road, Holding-2660/4274, Ward no.-38, Halishahor, Bandor, Chattogram. Opening Date: 29-Dec-2020 IP Phone: 85950</p>	<p>32 Bazra Bazar Sub Branch (Under Chowmuhani Branch) Harun-ur-Rashid Super Market East Chandpur, Begumganj, Noakhali Opening Date: 01.02.2021 IP Phone: 72950</p>
<p>33 Katghar Sub Branch (Under Agrabad Branch) Saira Shiraj Complex (1st Floor), North Patenga, Katgor, Chattogram. Opening Date: 01.02.2021 IP Phone: 70470</p>	<p>34 Nayarhat Sub Branch (Under Baluchara Branch) Monaf Market, Nayarhat Bazar, Oxygen Kuaish Connecting Road Bayazid Bostami, Chattogram. Opening Date: 25.02.2021 IP Phone:84050</p>
<p>35 Samitirhat Sub Branch (Under Nanupur Branch) Rahman Market Nichintapur, Fatikchari, Chattogram. Opening Date: 25.02.2021 IP Phone: 74050</p>	<p>36 Bakhtiar Para Sub Branch (Under Shah Mohsen Aowlia Branch) Bakhtiar Shopping Complex Bakhtiar Para, Minnat Ali Hat, Anowara, Chattogram Opening Date: 25.02.2021 IP Phone: 77950</p>
<p>37 Brahmanpara Sub Branch (Under Burichang Branch) Haji Market Brahmanpara, Cumilla. IP Phone: 82050</p>	<p>38 Shahrasti Sub Branch (Under Hajigonj Branch) Mojibur Rahman Super Market (1st floor), Shahrasti Gate (Doavanga), 02, Cumilla Chanpur Main Road, Shahrasti, Chandpur. IP Phone: 75770</p>
<p>39 Muktijoddha Complex Sub Branch (Under Feni Branch) Feni Zilla Muktijoddha Complex Bhaban Trunk Road, Feni Sadar, Feni. IP Phone: 76970</p>	<p>40 Bogarbil Bakalia Sub Branch (Under Anderkillia Branch) Jafar Mansion, Santinagor Bazar, Bogar bil Younus Road, Bakalia,Chattogram. IP Phone: 84450</p>
<p>41 Amzad Hat Sub Branch (Under Fulgazi Branch) Hazi Nurul Islam Company Market (1st floor) Holding no-213, Amzad Hat, Amzad Hat, Fulgazi, Feni. IP Phone: 86050</p>	<p>42 Rahmania Bazar Sub Branch (Under Nazu Miah Hat Branch) Noor Salma Tower, Rahmania Bazar, Madari Pool, Middle Madarsha, Somitir Hat, Hat Hazari, Chattogram. IP Phone: 85350</p>
<p>43 Kadamtali Sub Branch (Agrabad Branch) Holidng No.- 431 D.T Road (1st floor) D.T Road, Kadamtali, Doublemooring, Chattogram. Opening Date: 06.09.2021 IP Phone:70470</p>	<p>44 Barura Sub Branch (Elliotganj Branch) Elahi Mansion (1st floor), Baruda, Cumilla. Opening Date: 06.09.2021 IP Phone: 72850</p>
<p>45 Mahini Bazar Sub Branch (Laksam Road Branch) Faiz Bhuiyan Tower (1st floor) Mahini, Raikot Uttor, Nangalkot, Cumilla Opening Date: 18.10.2021 IP Phone: 80560</p>	<p>46 Begumgonj Chowrasta Sub Branch (Maijdee Branch) Begumgonj Jilla Parishad Super Market, Chowmuhani Chowrasta, Noakhali Laxmipur Road, Begumgonj, Noakhali. Opening Date: 29.11.2021 IP Phone: 79550</p>
<p>47 Rupsa Bazar Sub Branch (Chandpur Branch) Rabeya Plaza (1st floor), Rupsa Bazar, Rupsa Faridgonj, Chandpur. Opening Date: 02.12.2021, IP Phone: 73760</p>	<p>48 Baburhat Bazar Sub Branch (Chandpur Branch) Cherag Ali Market (1st floor), aburhat Bazar, Ashekatee, Chandpur. Opening Date: 30.12.2021, IP Phone:73770</p>
<p>49 Razarhat Sub Branch (Roazarhat Branch) Hazi Nur Hamza Market (1st floor) Razarhat, Rangunia, Chattogram. Opening Date: 14.02.2022, IP Phone: 78560</p>	<p>50 Isapur Sub Branch (Hathazari Branch) Bashar Market (1st floor), Isapur, Fouzia Bazar, Ruhulla Pur, Hathazari, Chattogram Opening Date: 30-05-2022, IP Phone:75050</p>

DHAKA DIVISION

<p>01 Gabtoli Sub Branch (Under Narayanganj Branch) Gabtoli, Enayetnagar, Fatullah Opening Date: 29-May-2019 IP Phone: 76650</p>	<p>02 Shiachar Sub Branch (Under Fatulla Branch) Shiachar, Union-Kutubpur, PS-Fatullah, Dist-Narayanganj Opening Date: 20-Jun-2019 IP Phone: 72550</p>
<p>03 Kalma Sub Branch (Under Savar Branch) Kalma, Ward no-07, PS-Savar, Dist - Dhaka. Opening Date: 04-Sep-2019 IP Phone: 73050</p>	<p>04 College Gate Sub Branch (Under Tongi Branch) Ovijan 54/A, College Road, College Gate, Tongi, Gazipur. Opening Date: 11-Sep-2019 IP Phone: 77450</p>
<p>05 Uttar Kutubkhali Sub Branch (Under Dania Branch) Khan Super Market at 14, Uttar Kutubkhali, Main Road, Ward no-62, Thana Jatrabari, Dist-Dhaka. Opening Date: 23-Sep-2019 IP Phone: 73250</p>	<p>06 Goran Sub Branch (Under Banasree Branch) 395, South Goran (Goran Tampoo Stand) Khilgaon, Dhaka. Opening Date: 29-Oct-2019 IP Phone: 77250</p>
<p>07 Matikata Bazar Sub Branch (Under Mirpur Branch) 108, Matikata Bazar, PS- Dhaka Cantonment, Dhaka Opening Date: 26-Dec-2019 IP Phone: 72650</p>	<p>08 Maniknagar Sub Branch (Under Principal Branch) Ajimunnesa Tower, 67, Uttar Maniknagar (Pukurpar), Ward no-07, PS-Mugda, Dist-Dhaka. Opening Date: 29-Dec-2019 IP Phone: 70250</p>
<p>09 Pিরer bag Sub Branch (Under Agargaon Branch) 276/4, Moddho Pিরer Bag, Mirpur, Ward no-13, Thana-Mirpur, Dist-Dhaka. Opening Date: 22-Jan-2020 IP Phone: 71350</p>	<p>10 Karimgonj Sub Branch (Under Kishoregonj Branch) 679/A, Saleha Bhaban, Karimganj Pourashova, Thaka-Karimganj, Dist- Kishoreganj. Opening Date: 28-Jan-2020 IP Phone: 80770</p>
<p>11 Hossainpur Sub Branch (Under Kishoregonj Branch) Bacchu Miah Super Market, Holding no-98, Hossainpur Pourosova, Ward no-08, Thana-Hossainpur, Dist-Kishoreganj. Opening Date: 28-Jan-2020 IP Phone: 80750</p>	<p>12 Kashimpur Sub Branch (Under Ashulia Branch) Jitar Moor, Kashimpur Bazar, Ward no-06, Thana-Kashimpur, Dist-Gazipur Opening Date: 03-Mar-2020 IP Phone: 80850</p>
<p>13 Basila Sub Branch (Under Basila Road Branch) Haji Mohiuddin Complex, 742/15, Basila Road, Mohammadpur, Dhaka. Opening Date: 04-Mar-2020 IP Phone: 85750</p>	<p>14 Badamtoli Sub Branch (Under Babu Bazar Branch) Madina Plaza, Holding no-15, Iswar Chandra Ghosh Street, Badamtoli, Thana-Kotowali, Dist-Dhaka. Opening Date: 10-Mar-2020 IP Phone: 70950</p>
<p>15 Doyagonj Sub Branch (Under Islampur Branch) 47/1, Sharagupta Road, Dayagonj Natun Rasta, Ward no-40, PS-Shutrapur, Dist-Dhaka 1100. Opening Date: 16-Mar-2020 IP Phone: 75450</p>	<p>16 Nazimuddin Road Sub Branch (Under Moulvibazar Branch) S.H. Plaza, 90/91, Sir Nazimuddin Road, Dhaka-1211. Opening Date: 19-Mar-2020 IP Phone: 71050</p>
<p>17 Kawlipara Sub Branch (Under Dhamrai Branch) Madina Market, 1st Floor, East Side, Nobogram Bazar, Nobogram, Dhamrai, Dhaka. Opening Date: 28-Jun-2020 IP Phone: 76150</p>	<p>18 Shaheprotap Sub Branch (Under Panchdona Branch) Late Haji Shafi Uddin Munshi Plaza, Shaheprotap More, Narsingdi Sadar, Dist-Narsingdi. Opening Date: 29-Jun-2020 IP Phone: 79750</p>

19	Godnail Sub Branch (Under Fatulla Branch) 2 no. Dhakeshore Bus Stand, Godnail, Shiddirganj, Narayanganj Opening Date: 01-Sep-2020 IP Phone: 72570	20	Raipura Bazar Sub Branch (Under Narsingdi Branch) Raipura Trade Center, 234, Thana Sadar Road, Raipura, Narsingdi Opening Date: 28-Sep-2020, IP Phone: 82550
21	Satarkul Bazar Sub Branch (Under Uttar Badda Branch) Riyaz Super Market, Ward no-41, Satarkul Uttar Para, Satarkul Bazar, Badda, Dhaka-1212 Opening Date: 29-Sep-2020, IP Phone: 78450	22	DSE Tower Sub Branch (Under Principal Branch) DSE Tower, Plot-46, Road-21 Nikunja-2, Dhaka-1229. Opening Date: 15-Dec-2020, IP Phone: 70270
23	Badda Sub Branch (Under Rampura Branch) Holding no.-Cha-63/6, North Badda, Road name: Pragati Sarani Road, P.S.-Badda, Dhaka-1212. IP Phone: 74150	24	Mugda Sub Branch (Under Foreign Exchange Branch) Khadiza Palace, 145, North Mugda Para, Modina Bag (Ground Floor), Mugda, Dhaka. IP Phone: 71850
25	Narisha Bazar Sub Branch (Under Muksudpur Branch) Building Name: Mobarok Hossain Market Narisha Bazar, Dohar, Dhaka. IP Phone: 83650	26	Chondrer Bari Sub Branch (Under Sreenagar Branch) Building Name: Bazlur Rahman Super Market (1st Floor) Chondrer Bari, Lohajong, Munshigonj IP Phone: 82650
27	Fakirapool Sub Branch (Corporate Branch) MJ Tower (1st floor), Holding No.-188, Motijhee, Dhaka Opening Date: 15.06.2021 IP Phone:82750	28	Khilgaon Sub Branch (Mouchak Branch) 922/C (1st floor), Shahid Baqui Road, Khilgaon, Dhaka Opening Date: 15.06.2021 IP Phone:79150
29	Rani Mahal Sub Branch (Demra Branch) Building Name: Abdul Awal Saheber Bari (1st floor) 81, Poshchim Sarulia, Demra, Dhaka. Opening Date: 06.09.2021 IP Phone:78150	30	Tolarbag Sub Branch (Darus Salam Road Branch) Towhid Tower-04 17/4,Tolarbag, Darus Salam Road, Mirpur-01, Dhaka- Opening Date: 06.09.2021 IP Phone: 84150
31	Baksha Nagar Sub Branch (Galimpur Branch) Building Name: Haque Tower (1st floor), Chotto Baksha Nagar Bazar, Nawabganj, Dhaka. Opening Date: 06.09.2021, IP Phone: 75950	32	Hazaribag Sub Branch (Dhanmondi Branch) H1/1 (1st floor), Tally Office Road Hazaribagh, Dhaka. Opening Date: 06.09.2021, IP Phone: 72150
33	Green Road Sub Branch (Panthapath Branch) R.H Home Centre 74/B/1 (1 st floor), Green Road, Tejgaon, Dhaka Opening Date: 18.10.2021, IP Phone: 71550	34	Kalachandpur Sub Branch (Bashundhara Branch) Nur Villa Ka 19 (1 st floor), North Baridhara, Kalachandpur Main Road, Gulshan, Dhaka. Opening Date: 18.10.2021, IP Phone: 77750
35	Gazipur Board Bazar Sub Branch (Tongi Branch) Mabia Complex (1st floor), 1457, Bot-Tola Road (kalemeshor), Gasa, Gazipur. Opening Date: 18.10.2021, IP Phone: 77460	36	Bashabo Sub Branch (Mouchak Branch) 2/2, Mayakanon, Atish Dipankar Road Sabujbag, Dhaka. Opening Date: 14.11.2021, IP Phone: 79160
37	Uttarkhan Sub Branch (Dakkhinkhan Branch) Gulshan Ara Tower (1st Floor), 1273/A,Shah Kabir Mazar Road, Uttarkhan, Dhaka. Opening Date: 16.11.2021, IP Phone:83850	38	Nakhalpara Sub Branch (Kawran Bazar Branch) 115/A (1 st floor) West Nakhal Para Tejgaon, Dhaka. Opening Date: 14.02.2022, IP Phone: 78750
39	Eastern Housing Sub Branch (Mirpur Branch) E-77 (1st floor), Eastern Housing, Pallabi, Rupnagar, Dhaka Opening Date: 30-05-2022, IP Phone:72660	40	Gopalganj Sub Branch (Bangabandhu Shamadhi Soudha Branch) 099, Bazar Road, Gopalganj Opening Date: 30-05-2022, IP Phone:81250

KHULNA DIVISION

01	Tala Sub Branch (Under Patkhelghata Branch) Sheikh Plaza, Tala, Tala, Ward no-08, Satkhira Opening Date: 20-Sep-2020 IP Phone: 79050	02	Budhata Sub Branch (Under Satkhira Branch) Budhata Bazar, Budhata, Assasuni, Satkhira. Opening Date: 02-Dec-2020 IP Phone: 76550
03	Churamon Kati Sub Branch (Under Jashore Branch) Jamir Gazi Complex (1st floor), Vill+Post.-Churamon Kati, Jashore Sadar, Jashore. Opening Date: 29-Dec-2020 IP Phone: 76450	04	Lahini Bottola Sub Branch (Kushtia Branch) Mongol Shah New Market 122, 1 st floor, Nur Uddin Ahmed Road, Kushtia, Kushtia Opening Date: 18.10.2021 IP Phone: 81050
05	Khoksa Sub Branch (Kushtia Branch) Aparna Market (1 st floor), Janipur Bazar, Khoksa, Kushtia Opening Date: 18.10.2021 IP Phone: 81060	06	Brahmarajpur Sub Branch (Satkhira Branch) Mallick Super Market (1st Floor), Satkhira Sadar, Satkhira Opening Date: 25.11.2021 IP Phone: 76560
07	Moilapota Sub Branch (Khulna Branch) Building Name - Ashif Manson (1st Floor), Holidng no. - F-1, KDA Avenue, Sher-e-Bangla Road, Moilapota, Khulna. Opening Date: 30.12.2021 IP Phone:70550		

MYMENSINGH DIVISION

01	Balijuri Bazar Sub Branch (Under Koyrabazar Branch) Talukder Market, Holding no-65, Ward no-04, Jamalpur Road, Balijuri Bazar, Thana-Madargonj, Dist-Jamalpur. Opening Date: 19-Feb-2020 IP Phone: 80650	02	Nandina Sub Branch (Under Jamalpur Branch) Nandina Moddho Bazar, Nandina, Jamalpur Opening Date: 25-Oct-2020 IP Phone: 81450
03	Nakla Sub Branch (Under Sherpur Branch) Holding#096300, Road-Feeder Road, Ward no.-5, Nakla Pouroshova, P.S.-Nakla, Dist-Sherpur. Opening Date: 15-Dec-2020 IP Phone: 84650	04	Mohanganj Sub Branch (Under Netrokona Branch) Station Road, Mohongonj, Netrokona. Opening Date: 30-Dec-2020 IP Phone: 81550
05	Trishal Sub Branch (Mymensingh Branch) 234 (1st floor), Dr. Motahar Hossain Road, Trishal, Mymensingh Opening Date: 30.12.2021 IP Phone:79650		

BARISHAL DIVISION

01	Barishal University Sub Branch (Under Barishal Branch) Khan Market, Karnakathi, Barishal Sadar Bandar, Barishal. IP Phone: 77350	02	Borhanuddin Sub Branch (Bhola Branch) Mouchak Market, H172, Sadar Road, Borhanuddin, Bhola. Opening Date: 02.12.2021 IP Phone: 83550
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RAJSHAHI DIVISION

01	Uposhohor Sub Branch (Under Bogura Branch) R.C. Tower, Puraton Dinajpur Road, Bogura Pourosova, Ward no-01, Thana-Bogura, Dist-Bogura. Opening Date: 08-Mar-2020 IP Phone: 71150	02	Harina People Baria Bazar Sub Branch (Sirajganj Branch) Jewel Super Market (1st floor), People Baria Bazar, Sirajgonj Sadar, Sirajgonj. Opening Date: 30.12.2021 IP Phone:71250
03	Autapara Bazar Sub Branch (Pabna Branch) Sharif Market Autapara, Banserbada, Iswardi, Pabna Opening Date: 14.02.2022 IP Phone: 77550	04	Adomdighi Sub Branch (Naogaon Branch) Ayesha Sattar Super Market Adomdighi Bus Stand, Adomdighi, Bogura Opening Date: 31.03.2022 IP Phone: 76750
05	Akkelpur Sub Branch (Dupchanchia Branch) Habiba Mansion 357/1, Upazilla Sadar Hospital Road, Shantonagar College Bazar, Akkelpur, Joypurhat. Opening Date: 31.03.2022 IP Phone: 76250	06	Tanore Sub Branch (Rajshahi Branch) 823, Gollapara Bazar Thana Road Tanore, Rajshahi Opening Date: 30-05-2022 IP Phone: 70750

SYLHET DIVISION

01	Tilagor Sub Branch (Under Sylhet Branch) Deen Centre, 07, Batatkar, Tilagor, Sylhet. Opening Date: 22-Mar-2020 IP Phone: 70650	02	Bhadeshwar Sub Branch (Under Dhakadakshin Branch) Mukham Bazar, Bhadeshwar, Golapgonj, Sylhet. Opening Date: 02-Sep-2020 IP Phone: 84750
03	Dasher Bazar Sub Branch (Barlekha Branch) Mitali Mansion (1 st floor), Dasher Bazar, Moulvibazar Opening Date: 11.11.2021 IP Phone: 82450		



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