Islami Bank
Bangladesh PLC. | Based on Islamic Shari'ah

Consolidated and Separate
FINANCIAL STATEMENTS 2025

INDEPENDENT AUDITORS' REPORT
To the Shareholders of Islami Bank Bangladesh PLC.

Report on the Audit of the Consolidated and Separate Financial Statements

Opinion

We have audited the consolidated financial statements of Islami Bank Bangladesh PLC and its subsidiaries (the "Group") as well as the separate financial statements of Islami Bank Bangladesh PLC (the "Bank"), which comprise the consolidated and separate balance sheets as at 31 December 2025 and the consolidated and separate profit & 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, 2025, 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 2.1.

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 Auditor's 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), guidelines issued by Bangladesh Bank, and rules and regulations issued by Bangladesh Securities and Exchange Commission (BSEC), 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 issufficient and appropriate to provide a basisfor our opinion.

Emphasis of Matters

Without modifying our opinion, we draw attention to the following matters:

1. Provision Shortfall

i. As disclosed in note no. 11.00 to the financial statements on 31 December 2025, the Bank's total net investment is Taka 186,097.73 crore (Taka 189,951.52 crore gross investment as per Bangladesh Bank letter reference no. BSD-11/43(3)/2026-497 dated on 27 April 2026), which includes classified investments amounting to Taka 94,322.59 crore as disclosed in note. 11.7. Required provision for these classified investments is Taka 88,898.59 crore including OBU investment against which the bank has maintained provision of Taka 5,887.56 crore only as disclosed note 17.1.5. Thus, an amount of Taka 83,011.03 crore has remained short in the provision for the said classified investments.

ii. As disclosed in the financial statements, the amount of Bank's Off-balance sheet items is Taka 19,854.57 crore. The required provision for off-balance sheet exposures as at 31 December 2025 is Taka 746.08 crore against which the Bank has kept provision of Taka 96.90 Crore as disclosed in note no. 17.1.5. Thus, the shortfall of provision for off-balance sheet exposures has remained of Taka 649.18 Crore.

iii. As disclosed in note no. 8.00 (i) to the financial statements, Balance with other banks and financial institutions (FIs) is Taka 9,092.36 crore. The required provision amounts are Taka 895.57 crore, against which the Bank has kept provision amounting to Taka 205.57 crore only as disclosed in note 17.3. Thus, an amount of Taka 690.00 crore has remained short in the provision for the said Balance with other banks and FIs.

iv. As disclosed in note no. 17.3 to the financial statements, the required provision for Investment in Shares and Bonds, amounts to Taka 448.00 crore, against which the Bank has kept provision amounting to Taka 183.03 crore only. Thus, an amount of Taka 264.97 crore has remained short in the provision for the said Balance with Investment in Shares and Bonds. Moreover, there have Taka 208.59 crore shortfall in the written off amount.

As per Bangladesh Bank letter reference no. BSD-11/43(3)/2026-497 dated on 27 April 2026, as at 31 December 2025, required provision stands at Taka 92,537.56 crore, against which the Bank has provided only Taka 7,922.41 crore. As a result, there remains a total shortfall in provisions of Taka 84,615.15 crore for Investments and other assets as discussed above. Non-recognition of shortfall in provision has its consequential impact such as overstatement of assets, net profit and equity and understatement of liability.

However, the Bangladesh Bank, through its letter reference no. BSD-11/43(3)/2026-508, dated 28 April 2026, has granted permission to the Bank to finalize its financial statements for the year ended 31 December 2025 without incorporating the required adjustment for provisions amounting to Taka 84,615.15 crore, due to the Bank's insufficient profit with adequate disclosure of provision shortfall in market disclosure. While the maintenance of adequate provisions is required under the International Financial Reporting Standards (IFRSs), in instances where local laws and regulations differ from IFRSs, the local regulatory requirements shall prevail. Bank management has to submit a Board approved realistic time bound action for overcoming the shortfall of provision and capital within a month after finalization of the financial statements as per Bangladesh Bank letter ref: BSD11/43(3)/2026-508, dated 28 April 2026.

Additionally, we draw attention to Note 2.7 to the financial statements which states that the financial statements have been prepared on a going concern basis, considering the regulatory forbearance extended by Bangladesh Bank. The continued application of the going concern assumption is dependent on the ongoing policy support of Bangladesh Bank.

2. Investment Income

As disclosed in Note 24 to the financial statements and in accordance with Bangladesh Bank letter reference no. BSD-11/43(3)/2026-497 dated 27 April 2026, a portion of the income has been adjusted during the year while the balance amount will be adjusted within the timeframe as stipulated in the letter.

3. Capital Adequacy

a) As disclosed in note no. 20 to the financial statements, as per section 13 (2) of the Bank Company Act 1991 (amended in 2023), BRPD circular No. 35 dated 29 December 2010 and BRPD Circular No. 18 dated 21 December 2014 to fulfil the Basel-III requirement, the required capital of the Bank as at 31 December 2025 was Taka 19,200.91 crore of Risk Weighted Assets against which the Bank's reported capital is Taka 9,855.19 crore as at the balance sheet date. Thus, the Bank's reported capital shortfall negative is Taka 9,345.72 crore as at the balance sheet date. If the shortfall in provision of Tk. 84,615.19 crore as stated in para 1 above is considered, the Regulatory capital shortfall of the Bank would have been Tk 93,960.92 crore as disclosed in note. 20.2.

b) As disclosed in note no. 20.2 to the financial statements, as per section 13(2) of the Bank Company Act 1991 (amended in 2023), BRPD Circular No. 35 dated 29 December 2010, and BRPD Circular No. 18 dated 21 December 2014 to fulfil the Basel-III requirement, the required Capital Adequacy Ratio (CRAR) of the Bank was 12.50% (including capital conservation buffer) of Risk Weighted Assets but the Bank's reported CRAR was 6.42%.Ifthere were no forbearance from Bangladesh Bank and the shortfalls in provisions mentioned in this audit report were considered, as on 31 December 2025, the aggregated loss of the bank would have been Taka 84,507.83 Crore on solo basis as disclosed in note 40.

4. Credit Concentration Risk

As per Section 26(2) of the Bank Company Act, 1991 (as amended in 2023) and Bangladesh Bank's BRPD Circular No. 01 dated 16 January 2022, the Bank's total exposure (Funded and Non-funded) to a single borrower or group is restricted to 25% of its capital, a maximum of 15% for funded and 10% for non-funded exposures. However, based on information provided by the Bank as disclosed in note no. 11.6, multiple exposures were found which exceeded the above regulatory thresholds significantly.

5. Liquidity & Statutory Compliance

We draw attention to note 7.3.1 of the financialstatements, the Bank maintained regulatory threshold of CRR & SLR throughout the year, except few instances.

6. Other Assets & Recoverability Concerns

a) As disclosed in Note 13.3 of the financial statements, the Bank reported an amount of BDT 1,334.90 crore under the "IB General Accounts" within Other Assets. This amount primarily comprises unresponded foreign payment transactions for which corresponding force loans were not created. This amount has a material impact on the Bank's financial position and should be duly considered when assessing the total investments. However, corresponding force loans were subsequently created after the balance sheet date.

b) As disclosed in Note 10.2(v) of the financial statements, the Bank has invested BDT 844 crore in subordinated debt instruments issued by financially weak banks, including First Security Islami Bank PLC, Social Islami Bank PLC, and Union Bank PLC. Under the ongoing banking sector reform initiatives, these banks are expected to undergo mergers. As a result, the recoverability of these investments has become uncertain.

Our opinion is not modified in respect of the above matters.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of the most significance in our audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of our audit of the consolidated and separate financial statements, and informing our 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 provide in that context.

Description of key audit matters	Our response and result to key audit matters
Measurement of Provision for Investments	
The process for estimating the provision for investment portfolios associated with credit risk is significant, judgmental, and complex. For the individual analysis for large exposure, the provision calculation considers the estimates of future business performance and the market value of the collateral provided for credit transactions. For the collective analysis of exposure on a portfolio basis, provision calculation and reporting are manually processed, which deal with voluminous databases, assumptions, and estimates. Due to the high level of judgment involved and the use of the manual process in estimating the provision for investment, we considered this to be a key audit matter. At year-end, the Group and the Bank reported total net investments of BDT 185,627.73 Crore (2024: BDT 154,658.37 Crore) and BDT 186,097.72 Crore (2024: BDT 155,128.37 Crore), and provision for investments of BDT 7,247.18 Crore (2024: BDT 7,183.08 Crore) and BDT 7,247.18 Crore (2024: BDT 7,183.08 Crore) respectively Provision measurement is primarily dependent upon key assumptions relating to the probability of default, ability to repossess collateral, and recovery rates.	We tested the design and operating effectiveness of key controls, focusing on the following: • Review of quarterly Classification of Investment/Loan (CL); Our substantive procedures for the provision of the investment 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 the Bangladesh Bank inspection team to the actual amount of provision maintained.
See notes no. 11 and 17.1 to the financial statements.	

Description of key audit matters	Our response to key audit matters
Recognition of investment income	
Recognition of Investment income has a significant and wide influence on financial statements. Recognition and measurement of Investment income has involvement of complex IT environments. We identified recognition of Investment income as a key audit matter because this is one of the key performance indicators of the Bank, and therefore, there is an inherent risk of fraud and error in the recognition of Investment income by management to meet specific targets or expectations. At year's end, the Bank reported total gross investment income of BDT 12,388.18 Crore (2024: BDT 12,059.11 Crore).	• We tested the design and operating effectiveness of key controls over the recognition and measurement of investment income. • We performed tests of operating effectiveness on automated controls in place to measure and recognize investment income. • We have also performed substantive procedures to check whether investment income is recognized completely and accurately. • We assessed the appropriateness and presentation of disclosure against relevant accounting standards and Bangladesh Bank guidelines.
See note no. 24 to the financial statements.	

Description of key audit matters	Our response to key audit matters
Recognition of investment	
Investments are the main element of the financial statements of the Bank. The profit of the Bank is mainly dependent on the portfolio of Investments. Management performance is highly dependent on the target achievement of Investment. Investment disbursement requires robust documentation followed by approval from an appropriate level of authority. We have identified Investment as a key audit matter because there is an inherent risk of fraud and misstatement in the disbursement of investment by management to meet specific targets or expectations. At year's end, the Group and the Bank reported total net investments of BDT 185,627.72 Crore (2024: BDT 154,658.37 Crore) and BDT 186,097.72 Crore (2024: BDT 155,128.37 Crore), respectively	• We tested the design and operating effectiveness of key controls, focusing on investment appraisal, investment disbursement procedures, and the monitoring process of investment. • We have performed a procedure to check whether the Bank has ensured appropriate documentation as per Bangladesh Bank regulations and the Bank's policy before the disbursement of investment. • In addition, we have performed a procedure to check whether the investments are recorded completely and accurately, and whether are exist at the reporting date. • Furthermore, we have assessed the appropriateness of disclosures against the Bangladesh Bank guidelines and the Bangladesh Bank letter ref. No. BSD letter no. BSD-11/43(3)/2026-497 dated 27 April 2026 andBSD-11/43(3)/2026-508, dated 28 April 2026 (refer to emphasis of matters para).
See note no. 11 to the financial statements.	

Description of key audit matters	Our response to key audit matters
IT systems and controls	
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. Our areas of audit focus included user access management, developer access to the production environment, and changes to the IT environment. These are key to ensuring IT-dependent and application-based controls are operating effectively.	• 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, change 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 for changes to systems for appropriate approval and authorization. • We considered the control environment relating to various interfaces, configurations, and other application layer controls identified as key to our audit. • We performed the Tests of IT General Controls to evaluate the Application Development and Database, Hosting Platforms, and segregation of incompatible duties relevant to application and database change management.

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 auditor's report.

Our opinion on the consolidated and separate financial statements does not cover the 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 financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the board of directors of the Bank.

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 no. 2.00, 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 the Bangladesh Bank on instances of fraud and forgery.

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 it 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 judgment and maintain professional skepticism 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, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- 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 consolidated and separate financial statements of the current year 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 (as amended up to date), the Securities and Exchange Rules 2020, the Bank Company Act 1991 (amended up to date), the Financial Reporting Act 2015, and the rules and regulations issued by Bangladesh Bank, we also report that:

i. we have obtained all the information and explanations that, to the best of our knowledge and belief, were necessary for the purpose of our audit and made due verification thereof.

ii. in our opinion, proper books of accounts as required by law have been kept by the Group and the Bank so far as it appeared from our examination of those books.

iii. the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements.

iv. the balance sheet and profit and loss account of the Bank dealt with by the report are in agreement with the books of account and returns and as noted in the Emphasis of Matters section of this report.

v. the consolidated financial statements of the Group and the separate financial statements of the Bank have been drawn up, in material respect, in conformity with prevailing rules, regulations and accounting standards as well as related guidance issued by Bangladesh Bank.

vi. provisions have been made for investment, OBU, and off-balance sheet exposures as per Bangladesh Bank's BSD letter no. BSD-11/43(3)/2026-497 dated 27 April, 2026, and as per forbearance letter vide: BSD-11/43(3)/2026-508, dated 28 April, 2026, which are, in our opinion, doubtful of recovery and have been addressed in Emphasis of Matters section of this report.

vii. based on our sample testing, we identified instances where advances or loans were sanctioned in excess of the limits prescribed by the Bangladesh Bank, as detailed in note 11.6.

viii. to the extent noted during the course of our audit work performed on the basis stated under the Auditor's Responsibility for the audit of the consolidated and separate financial statements section in forming the above opinion on the consolidated financial statements of the Group and the separate financial statements of the Bank 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. the internal audit, internal control, and risk management arrangements of the Bank as disclosed in the financial statements appeared to be inadequate in specific cases;b. we have observed, material instances of irregularities (such as sanctioning of investments to newly formed entities without proven track records, renewal of facilities despite poor financial performance, unauthorized approval of special limits by the Managing Director, alteration of investment terms in TORCH software without proper authorization, sanctioning with inadequate collateral and weak IIRR analysis, and inadequate physical inspection of borrowers' operations etc.) and administrative error (other than matters disclosed in these financial statements);

ix. financial statements for the year ended 31 December, 2025 of two subsidiaries, namely, Islami Bank Securities Limited, Dhaka, audited by Toha Khan Zaman & Co., Chartered Accountants, and Islami Bank Capital Management Limited audited by Aziz Halim Khair Choudhury,Chartered Accountants, who have issued unqualified opinion on those financial statements have been properly reflected in the consolidated financial statements.

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, covering 27 branches as well as the Head office, and spent over 22,290 person hours; and

xii. the Bank maintained a Capital to Risk-weighted Asset Ratio (CRAR) 6.42% with forbearance of Bangladesh Bank vide letter ref: BSD-11/43(3)/2026-508, dated 28 April 2026, which is explained in note no. 20.02.. Moreover, the Bank maintained regulatory threshold of CRR & SLR throughout the year, except few instances. . The above matters have been addressed in the Emphasis of Matters section of the report.

xiii. as part of our going concern assessment, we reviewed maturity mismatch between assets and liabilities which may adversely affect the Bank's subsequent liquidity position; and we draw attention to note 2.7 to the financial statements which states that the financial statements have been prepared on a going concern basis, considering the regulatory forbearance extended by Bangladesh Bank. The continued application of the going concern assumption is dependent on the ongoing policy support of Bangladesh Bank, without which Islami Bank Bangladesh PLC may encounter challenges in maintaining its going concern status.

xiv. non-banking assets have been accounted in conformity with Bangladesh Bank guidelines.

Mahfel Huq & Co.
Chartered Accountants
FRC Enlistment No.: CAF-001-133
Wasequl Huq Reagan FCA
ICAB Enrolment no: 1517
DVC No: 2604301517AS961047

A. Wahab & Co.
Chartered Accountants
FRC Enlistment No.: CAF-001-062
Kazi Md. Mahboob Kasem, FCA
ICAB Enrolment no: 845
DVC No: 2604300845AS801827

Consolidated Balance Sheet
As at 31 December 2025

Particulars	Notes	31.12.2025 Taka	31.12.2024 Taka
Property and Assets			
Cash in hand	**7(a)**	**126,177,674,540**	**107,376,052,708**
Cash in hand (including foreign currency)	7(a)(i)	36,025,453,775	32,335,649,910
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)	7(a)(ii)	90,152,220,765	75,040,402,798
Balance with other banks & financial institutions	**8(a)**	**113,379,424,156**	**105,722,859,100**
In Bangladesh	8(a)(i)	95,594,766,158	90,936,584,382
Outside Bangladesh	8(a)(ii)	17,784,657,998	14,786,274,718
Placement with banks & other financial institutions	**9.0**	-	-
Investments in shares & securities	**10(a)**	**196,911,274,328**	**187,331,106,334**
Government	10(a)(i)	179,427,149,206	169,671,957,824
Others	10(a)(ii)	17,484,125,122	17,659,148,510
Investments		**1,856,277,330,016**	**1,546,583,710,470**
General investments etc.	11.1(a)	1,840,338,355,281	1,529,535,310,296
Bills purchased & discounted	11.2(a)	15,938,974,735	17,048,400,174
Fixed assets including premises	**12(a)**	**17,304,284,486**	**17,353,033,212**
Other assets	**13(a)**	**51,256,382,675**	**261,439,910,532**
Non - banking assets		-	-
Total property and assets		**2,361,306,370,201**	**2,225,806,672,356**
Liabilities and Capital			
Liabilities			
Placement from banks & other financial institutions	**14(a)**	**195,638,355,844**	**292,256,492,246**
Deposits & other accounts	**15(a)**	**1,816,413,442,965**	**1,594,982,243,809**
Mudaraba savings deposits		556,341,929,664	473,573,505,546
Mudaraba term deposits		730,172,252,916	621,659,300,130
Other mudaraba deposits		335,910,619,222	311,652,348,799
Al- wadeeah current and other deposit accounts		186,666,870,716	180,997,321,177
Bills payable		7,321,770,448	7,099,768,157
Mudaraba bond	**16.0**	**26,400,000,000**	**30,800,000,000**
Perpetual bond	16.1	11,000,000,000	11,000,000,000
Redeemable subordinated bond	16.2	15,400,000,000	19,800,000,000
Other liabilities	**17(a)**	**250,178,797,018**	**235,279,432,978**
Deferred tax liabilities	**18(a)**	**997,361,423**	**1,070,884,628**
Total liabilities		**2,289,627,957,250**	**2,154,389,053,661**
Capital/shareholders' equity		**71,678,412,950**	**71,417,618,695**
Paid - up capital	19.2	16,099,906,680	16,099,906,680
Statutory reserve	21.0	22,735,466,258	22,735,466,258
Other reserves	22(a)	30,781,267,040	30,879,106,488
Retained earnings	40(a)	2,061,432,470	1,702,814,695
Non-controlling interest	40(b)	340,502	324,574
Total liabilities & shareholders' equity		**2,361,306,370,201**	**2,225,806,672,356**
Off-balance sheet items			
Contingent liabilities			
Acceptances & endorsements		28,651,051,335	34,503,739,572
Letters of guarantee	23.0	21,696,368,569	21,729,353,443
Irrevocable letters of credit		107,589,422,328	142,724,354,963
Bills for collection		40,600,710,864	50,664,908,672
Other contingent liabilities		8,174,045	8,174,045
Total		**198,545,727,141**	**249,630,530,695**
Other commitments			
Documentary credits, short term and trade related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance, revolving and underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total		-	-
Total off-balance sheet items including contingent liabilities		**198,545,727,141**	**249,630,530,695**

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

Md. Altaf Hossain
Managing Director (C.C)

Prof. Dr. Mohammed Masud Rahman
Independent Director

S. M. Abdul Hamid, FCA
Independent Director

Md. Abdus Salam FCA, FCS
Independent Director

This is the consolidated balance sheet referred to in our separate report of even date.

Dhaka; 29 April, 2026

Mahfel Huq & Co.
Chartered Accountants
FRC Enlistment No.: CAF-001-133
Wasequl Huq Reagan FCA
ICAB Enrolment no: 1517
DVC No: 2604301517AS961047

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Consolidated Cash Flow Statement
For the year ended 31 December 2025

Particulars	Note	2025 Taka	2024 Taka
Cash flows from operating activities			
Investment income		82,881,897,787	92,479,040,559
Profit paid on mudaraba deposits		(105,402,063,371)	(81,019,122,658)
Income/ dividend receipt from investments in shares & securities		3,131,939,027	3,871,140,202
Fees & commission receipt in cash		6,119,818,400	17,993,127,071
Recovery from written off investments		141,060,091	154,411,747
Payments to employees		(25,413,355,588)	(25,297,104,137)
Cash payments to suppliers		(403,400,578)	(447,447,804)
Income tax paid		(8,033,844,039)	(7,282,127,232)
Receipts from other operating activities		10,775,048,863	10,446,557,009
Payments for other operating activities		(8,961,211,467)	(13,523,411,826)
(i) Operating profit before changes in operating assets and liabilities		**(45,164,110,876)**	**(2,624,937,069)**
Changes in operating assets and liabilities			
Increase/(decrease) of statutory deposits		-	-
(Increase)/decrease of net trading securities		(149,311,043)	(149,311,043)
(Increase)/decrease of placement to other banks		-	-
(Increase)/decrease of investments to customers		(304,993,619,546)	53,681,951,630
(Increase)/decrease of other assets		210,323,086,014	(152,892,098,068)
Increase/(decrease) of placement from other banks		(96,618,136,402)	80,877,567,705
Increase/(decrease) of deposits from other banks		(33,105,017,653)	18,051,334,523
Increase/(decrease) of deposits received from customers		253,125,405,581	39,062,828,299
Increase/(decrease) of other liabilities account of customers		-	-
Increase/(decrease) of trading liabilities		-	-
Increase/(decrease) of other liabilities		58,732,443,660	57,212,832,365
(ii) Cash flows from operating assets and liabilities		**87,314,850,612**	**95,845,105,410**
Net cash flows from operating activities (A)=(i+ii)		**42,150,739,736**	**93,220,168,342**
Cash flows from investing activities			
Proceeds from sale of securities/BGIIB/Sukuk		2,247,988,767	2,316,102,125
Payment for purchase of securities/BGIIB/Sukuk		(11,982,311,933)	(101,273,460,260)
Placement to Islamic Refinance Fund Account		-	-
Payment for purchase of securities/membership		-	-
Purchase/sale of property, plants & equipments		(1,587,503,994)	(3,742,024,178)
Purchase/sale of subsidiaries		-	-
Net Cash flows from investing activities (B)		**(11,321,827,160)**	**(102,699,382,314)**
Cash flows from financing activities			
Receipts from issue of debt instruments		-	4,400,000,000
Payment for redemption of debt instruments		(4,400,000,000)	(4,800,000,000)
Receipts from issuing ordinary share/ right share		-	300,000,000
Dividend paid in cash		135,000,000	(1,609,982,968)
Net cash flows from financing activities (C)		**(4,265,000,000)**	**(1,709,982,968)**
Net increase/(decrease) in cash (A+B+C)		**26,563,912,576**	**(11,189,196,940)**
Add/(less): effects of exchange rate changes on cash & cash equivalent		(105,725,688)	94,971,408
Add: cash & cash equivalents at beginning of the year		213,098,911,808	224,193,137,340
Cash & cash equivalents at the end of the year	**45(a)**	**239,557,098,696**	**213,098,911,808**

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

Md. Altaf Hossain
Managing Director (C.C)

Prof. Dr. Mohammed Masud Rahman
Independent Director

S. M. Abdul Hamid, FCA
Independent Director

Md. Abdus Salam FCA, FCS
Independent Director

This is the consolidated cash flow statement referred to in our separate report of even date.

Dhaka; 29 April, 2026

Mahfel Huq & Co.
Chartered Accountants
FRC Enlistment No.: CAF-001-133
Wasequl Huq Reagan FCA
ICAB Enrolment no: 1517
DVC No: 2604301517AS961047

A. Wahab & Co.
Chartered Accountants
FRC Enlistment No.: CAF-001-062
Kazi Md. Mahboob Kasem, FCA
ICAB Enrolment no: 845
DVC No: 2604300845AS801827

Consolidated Profit & Loss Account
For the year ended 31 December 2025

Particulars	Notes	2025 Taka	2024 Taka
Operating income			
Investment income	24(a)	123,881,897,787	120,478,988,514
Profit paid on mudaraba deposits	25(a)	(105,409,899,249)	(89,569,306,871)
Net investment income		**18,471,998,538**	**30,909,681,643**
Income from investments in shares & securities	26(a)	6,943,564,373	4,641,319,483
Commission, exchange & brokerage income	27(a)	6,119,818,400	17,993,127,071
Other operating income	28(a)	9,110,647,351	9,368,220,897
		22,174,030,124	**32,002,667,451**
Total operating income		**40,646,028,662**	**62,912,349,094**
Operating expenses			
Salary & allowances	29(a)	23,768,376,558	25,497,739,478
Rent, taxes, insurances, electricity etc.	30(a)	1,754,050,648	1,791,565,321
Legal expenses	31(a)	23,240,145	12,864,031
Postage, stamps and telecommunication etc.	32(a)	283,728,051	163,623,770
Stationery, printing and advertisement etc.	33(a)	301,219,035	321,662,082
Chief executive's salary & fees	34.0	15,272,548	19,006,800
Directors' fees & expenses	35(a)	14,218,820	6,444,395
Shari'ah supervisory committee's fees & expenses	36.0	1,794,420	1,399,774
Auditors' fees	37(a)	16,313,400	59,338,750
Depreciation and repair to bank's assets	38(a)	2,040,178,122	2,082,812,220
Zakat expenses	17.8	-	-
Other expenses	39(a)	7,166,309,388	12,045,685,767
Total operating expenses		**35,384,701,134**	**42,002,142,389**
Profit/ (loss) before provision		**5,261,327,528**	**20,910,206,705**
Provision for investments & off- balance sheet exposures	17.1.4	500,000,000	4,057,332,156
Provision for diminution in value of investments in shares	17.2(a)	888,516,804	852,824,866
Other provisions	17.4	146,443,818	5,547,638,566
Total provision		**1,534,960,622**	**10,457,795,588**
Total profit/(loss) before taxes		**3,726,366,907**	**10,452,411,117**
Provision for taxation for the year		**2,362,932,579**	**9,364,543,665**
Current tax	17.7(a)	2,428,449,194	9,466,854,629
Deferred tax	18(b)	(65,516,615)	(102,310,964)
Net profit/ (loss) after tax		**1,363,434,327**	**1,087,867,452**
Net profit after tax attributable to:		**1,363,434,327**	**1,087,867,452**
Equity holders of Bank		1,363,418,399	1,087,853,539
Non-controlling interest	40(b)	15,928	13,913
Retained earnings from previous year		1,702,814,695	3,178,699,604
Revaluation reserve of assets/securities transferred to retained earnings		-	-
Add: Net profit after tax (attributable to equity holders of Bank)		1,363,418,399	1,087,853,539
Add: Excess depreciation on revalued amount of building transferred from assets revaluation reserve to retained earnings	22.2	56,789,534	68,814,534
Profit available for appropriation		**3,123,022,628**	**4,335,367,677**
Appropriation:		**3,123,022,628**	**4,335,367,677**
Statutory reserve	21.0	-	-
General reserve		23,869,186	22,743,553
Dividend (previous year)	40.0	-	1,609,990,668
Start-up Fund	17.1	10,736,034	9,713,555
Coupon/dividend on perpetual bond	40(a)	1,026,984,938	990,105,207
Retained earnings	40(a)	2,061,432,470	1,702,814,695
Consolidated earnings per share	**42(a)**	**0.85**	**0.68**

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

Md. Altaf Hossain
Managing Director (C.C)

Prof. Dr. Mohammed Masud Rahman
Independent Director

S. M. Abdul Hamid, FCA
Independent Director

Md. Abdus Salam FCA, FCS
Independent Director

This is the consolidated profit & loss account referred to in our separate report of even date.

Dhaka; 29 April, 2026

Mahfel Huq & Co.
Chartered Accountants
FRC Enlistment No.: CAF-001-133
Wasequl Huq Reagan FCA
ICAB Enrolment no: 1517
DVC No: 2604301517AS961047

A. Wahab & Co.
Chartered Accountants
FRC Enlistment No.: CAF-001-062
Kazi Md. Mahboob Kasem, FCA
ICAB Enrolment no: 845
DVC No: 2604300845AS801827

Balance Sheet
As at 31 December 2025

Particulars	Notes	31.12.2025 Taka	31.12.2024 Taka
Property and Assets			
Cash in hand	**7.0**	**126,177,654,056**	**107,376,027,108**
Cash in hand (including foreign currency)	7.1	36,025,433,291	32,335,624,310
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)	7.2	90,152,220,765	75,040,402,798
Balance with other banks & financial institutions	**8.0**	**108,708,260,852**	**100,922,063,002**
In Bangladesh	8.i	90,923,602,854	86,135,788,284
Outside Bangladesh	8.ii	17,784,657,998	14,786,274,718
Placement with banks & other financial institutions	9.0	-	-
Investments in shares & securities	**10.0**	**196,376,639,399**	**186,964,014,922**
Government	10.1	179,427,149,206	169,671,957,824
Others	10.2	16,949,490,193	17,292,057,098
Investments	**11.0**	**1,860,977,330,016**	**1,551,283,710,470**
General investments etc.	11.1	1,845,038,355,281	1,534,235,310,296
Bills purchased & discounted	11.2	15,938,974,735	17,048,400,174
Fixed assets including premises	**12.0**	**17,294,493,993**	**17,341,953,163**
Other assets	**13.0**	**51,055,243,022**	**261,345,599,125**
Non - banking assets		-	-
Total property and assets		**2,360,589,621,338**	**2,225,233,367,790**
Liabilities and Capital			
Liabilities			
Placement from banks & other financial institutions	**14.0**	**195,638,355,844**	**292,256,492,246**
Deposits & other accounts	**15.0**	**1,818,203,423,383**	**1,596,427,351,567**
Mudaraba savings deposits	15.1	556,370,981,065	473,652,663,490
Mudaraba term deposits		731,801,832,001	623,016,280,183
Other mudaraba deposits	15.2	335,990,264,520	311,657,860,657
Al- wadeeah current and other deposit accounts	15.3	186,718,575,350	181,000,779,080
Bills payable	15.4	7,321,770,448	7,099,768,157
Mudaraba bond	**16.0**	**26,400,000,000**	**30,800,000,000**
Perpetual bond	16.1	11,000,000,000	11,000,000,000
Redeemable subordinated bond	16.2	15,400,000,000	19,800,000,000
Other liabilities	**17.0**	**249,724,239,680**	**235,023,515,800**
Deferred tax liabilities	**18.0**	**999,670,026**	**1,073,039,127**
Total liabilities		**2,290,965,688,933**	**2,155,580,398,740**
Capital/ shareholders' equity		**69,623,932,404**	**69,652,969,050**
Paid - up capital	19.2	16,099,906,680	16,099,906,680
Statutory reserve	21.0	22,735,466,258	22,735,466,258
Other reserves	22.0	30,655,536,249	30,777,244,882
Retained Earnings	40.0	133,023,217	40,351,229
Total liabilities & shareholders' equity		**2,360,589,621,338**	**2,225,233,367,790**
Off-balance sheet items			
Contingent liabilities			
Acceptances & endorsements		28,651,051,335	34,503,739,572
Letters of guarantee	23.0	21,696,368,569	21,729,353,443
Irrevocable letters of credit		107,589,422,328	142,724,354,963
Bills for collection		40,600,710,864	50,664,908,672
Other contingent liabilities		8,174,045	8,174,045
Total		**198,545,727,141**	**249,630,530,695**
Other commitments			
Documentary credits, short term and trade related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance, revolving and underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
Total		-	-
Total off-balance sheet items including contingent liabilities		**198,545,727,141**	**249,630,530,695**

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

Md. Altaf Hossain
Managing Director (C.C)

Prof. Dr. Mohammed Masud Rahman
Independent Director

S. M. Abdul Hamid, FCA
Independent Director

Md. Abdus Salam FCA, FCS
Independent Director

This is the balance sheet referred to in our separate report of even date.

Dhaka; 29 April, 2026

Mahfel Huq & Co.
Chartered Accountants
FRC Enlistment No.: CAF-001-133
Wasequl Huq Reagan FCA
ICAB Enrolment no: 1517
DVC No: 2604301517AS961047

A. Wahab & Co.
Chartered Accountants
FRC Enlistment No.: CAF-001-062
Kazi Md. Mahboob Kasem, FCA
ICAB Enrolment no: 845
DVC No: 2604300845AS801827

Consolidated Statement of Changes in Equity for the year ended 31 December 2025

(Amount in Taka)

Particulars	Paid-up capital	Share premium	Statutory reserve	General/ other reserves (*)	Assets revaluation reserve	Revaluation reserve of securities	Retained earnings	Non-controling interest	Total
1	2	3	4	5	6	7	8	9	10 (2+3+ 4+5+6+7+ 8+9)
Balance as at 01 January 2025	**16,099,906,680**	**1,989,633**	**22,735,466,258**	**23,864,282,611**	**6,860,374,244**	**152,460,000**	**1,702,814,695**	**324,574**	**71,417,618,694**
Sale of revalued assets and Deferred tax on revaluation surplus	-	-	-	-	-	(13,390,000)	-	-	(13,390,000)
Deferred tax impact on excess depreciation	-	-	-	-	21,396,589	-	-	-	21,396,589
Depreciation adjustment on revalued fixed assets	-	-	-	-	(56,789,534)	-	56,789,534	-	-
Surplus/ (deficit) on account of revaluation	-	-	-	-	-	32,800,000	-	-	32,800,000
Currency translation differences	-	-	-	(105,725,688)	-	-	-	-	(105,725,688)
Net gain and losses not recognized in the income statement/ Revaluation reserve of fixed assets transferred to retained earnings	-	-	-	-	-	-	-	-	-
Net profit for the year	-	-	-	-	-	-	1,363,418,399	15,928	1,363,434,327
Transfer to (from) reserve	-	-	-	23,869,186	-	-	(23,869,186)	-	-
Dividend:	-	-	-	-	-	-	-		
Bonus shares	-	-	-	-		- -	-	-	-
Cash dividend	-	-	-	-	-	-	-	-	-
Start-up Fund transferred from retained earnings	-	-	-	-	-	-	(10,736,034)	-	(10,736,034)
Coupon/dividend on perpetual bond	-	-	-	-	-	-	(1,026,984,938)	-	(1,026,984,938)
Total shareholders' equity as on 31 December 2025	**16,099,906,680**	**1,989,633**	**22,735,466,258**	**23,782,426,109**	**6,824,981,299**	**171,870,000**	**2,061,432,470**	**340,502**	**71,678,412,950**
Add: Mudaraba perpetual bond	-	-	-	-	-	-	-		11,000,000,000
Add: Mudaraba redeemable subordinated bond	-	-	-	-	-	-	-	-	15,400,000,000
Add: General provision for unclassified investments and off- balance sheet items (Note-3.14.7)	-	-	-	13,596,300,000	-	-	-	-	13,596,300,000
Less: Yearwise redemption	-	-	-	-	-	-	-	-	(4,000,000,000)
Adjustment for intangible assets	-	-	-	(56,214,289)	-	-	-	-	(56,214,289)
Adjustment for currency translation differences	-	-	-	(15,357,840)	-	-	-	`	`(15,357,840)
Less: Assets revaluation reserve (Note-3.14.4)	-	-	-	-	(6,824,981,299)	-	-	-	(6,824,981,299)
Less: Revaluation reserve of securities (Note-3.14.5)	-	-	-	-	-	(171,870,000)	-	-	(171,870,000)
Total equity as on 31 December 2025	**16,099,906,680**	**1,989,633**	**22,735,466,258**	**37,307,153,981**	-	-	**2,061,432,470**	**340,502**	**100,606,289,523**

(*) Note: General /Other reserves

Particulars	01.01.2025	01.01.2024
General reserve	23,711,199,083	23,688,455,530
Dividend equalization account	32,000,000	32,000,000
Currency translation differences	121,083,527	26,112,120
Total	**23,864,282,611**	**23,746,567,650**

Consolidated Statement of Changes in Equity for the year ended 31 December 2024

(Amount in Taka)

Particulars	Paid-up capital	Share premium	Statutory reserve	General/ other reserves	Assets revaluation reserve	Revaluation reserve of securities	Retained earnings	Non-controling interest	Total
1	2	3	4	5	6	7	8	9	10 (2+3+ 4+5+6+7+ 8+9)
Balance as at 01 January 2024	**16,099,906,680**	**1,989,633**	**22,735,466,258**	**23,746,567,651**	**6,903,383,328**	**174,600,000**	**3,178,699,604**	**311,361**	**72,840,924,514**
Deferred tax impact on excess depreciation	-	-	-	-	-	2,460,000	-	-	2,460,000
Depreciation adjustment on revalued fixed assets	-	-	-	-	25,805,450	-	-	-	25,805,450
Surplus/ (deficit) on account of revaluation	-	-	-	-	(68,814,534)	-	68,814,534	-	-
Currency translation differences	-	-	-	-	-	(24,600,000)	-	-	(24,600,000)
Currency translation differences	-	-	-	94,971,408	-	-	-	-	94,971,407
Net gain and losses not recognized in the income statement/ Revaluation reserve of fixed assets transferred to retained earnings	-	-	-	-	-	-	-	-	(0)
Net profit for the year	-	-	-	-	-	-	1,087,853,539	13,913	1,087,867,452
Transfer to (from) reserve	-	-	-	22,743,553	-	-	(22,743,553)	-	-
Dividend:	-	-	-	-	-	-	-		
Bonus shares	-	-	-	-	-	-	-	-	-
Cash dividend	-	-	-	-	-	-	(1,609,990,668)	(700)	(1,609,991,368)
Coupon/dividend on perpetual bond	-	-	-	-	-	-	(9,713,555)	-	(9,713,555)
Issue of share capital	-	-	-	-	-	-	(990,105,207)	-	(990,105,207)
Total shareholders' equity as on 31 December 2024	**16,099,906,680**	**1,989,633**	**22,735,466,258**	**23,864,282,611**	**6,860,374,244**	**152,460,000**	**1,702,814,695**	**324,574**	**71,417,618,694**
Add: Mudaraba perpetual bond	-	-	-	-	-	-	-		11,000,000,000
Add: Mudaraba redeemable subordinated bond	-	-	-	-	-	-	-	-	19,800,000,000
Add: General provision for unclassified investments and off- balance sheet items (Note-3.14.7)	-	-	-	11,808,400,000	-	-	-	-	11,808,400,000
Less: Excess Tier-II Capital	-	-	-	-	-	-	-	-	(4,400,000,000)
Adjustment for currency translation differences	-	-	-	(55,448,747)	-	-	-	-	(55,448,747)
Adjustment for currency translation differences	-	-	-	(121,083,527)	-	-	-		(121,083,527)
Less: Assets revaluation reserve (Note-3.14.4)	-	-	-	-	(6,860,374,244)	-	-	-	(6,860,374,244)
Less: Revaluation reserve of securities (Note-3.14.5)	-	-	-	-	-	(152,460,000)	-	-	(152,460,000)
Total equity as on 31 December 2024	**16,099,906,680**	**1,989,633**	**22,735,466,258**	**35,496,150,336**	-	-	**1,702,814,695**	**324,574**	**102,436,652,175**

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

Dhaka; 29 April, 2026

Md. Altaf Hossain
Managing Director (C.C)

Prof. Dr. Mohammed Masud Rahman
Independent Director

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Consolidated and Separate
FINANCIAL STATEMENTS 2025

Profit & Loss Account
For the year ended 31 December 2025

Particulars	Notes	2025 Taka	2024 Taka
Operating income			
Investment income	24.0	123,881,897,787	120,591,116,359
Profit paid on mudaraba deposits	25.0	(105,552,032,594)	(89,680,490,367)
Net investment income		**18,329,865,193**	**30,910,625,992**
Income from investments in shares & securities	26.0	6,816,068,674	4,597,585,766
Commission, exchange & brokerage income	27.0	6,099,455,425	17,963,331,081
Other operating income	28.0	8,554,981,621	8,858,014,932
		21,470,505,720	**31,418,931,779**
Total operating income		**39,800,370,913**	**62,329,557,771**
Operating expenses			
Salary & allowances	29.0	23,708,734,832	25,432,642,459
Rent, taxes, insurances, electricity etc.	30.0	1,745,969,821	1,783,563,870
Legal expenses	31.0	21,801,838	11,946,378
Postage, stamps and telecommunication etc.	32.0	283,214,346	163,124,497
Stationery, printing and advertisement etc.	33.0	300,819,323	321,088,566
Chief executive's salary & fees	34.0	15,272,548	19,006,800
Directors' fees & expenses	35.0	13,291,306	4,746,879
Shari'ah supervisory committee's fees & expenses	36.0	1,794,420	1,399,774
Auditors' fees	37.0	16,092,000	59,137,500
Depreciation and repair to bank's assets	38.0	2,033,893,926	2,076,397,190
Zakat expenses	17.8	-	-
Other expenses	39.0	7,007,643,631	11,980,395,231
Total operating expenses		**35,148,527,990**	**41,853,449,145**
Profit/ (loss) before provision		**4,651,842,923**	**20,476,108,626**
Provision for investments & off- balance sheet exposures	17.1.4	500,000,000	4,057,332,156
Provision for diminution in value of investments in shares	17.2	725,750,990	663,778,425
Other provisions	17.4	146,443,818	5,547,638,566
Total provision		**1,372,194,808**	**10,268,749,147**
Total profit/(loss) before taxes		**3,279,648,116**	**10,207,359,479**
Provision for taxation for the year		**2,206,044,689**	**9,236,004,022**
Current tax	17.7.1	2,271,407,201	9,338,236,866
Deferred tax	18.0	(65,362,512)	(102,232,844)
Net profit/(loss) after tax		**1,073,603,426**	**971,355,457**
Retained earnings from previous year		40,351,229	1,609,990,668
Revaluation reserve of assets/securities transferred to retained earnings		-	-
Add: Net profit after tax		1,073,603,426	971,355,457
Add: Excess depreciation on revalued amount of building transferred from assets revaluation reserve to retained earnings	22.2	56,789,534	68,814,534
Profit available for appropriation		**1,170,744,189**	**2,650,160,659**
Appropriation:		**1,170,744,189**	**2,650,160,659**
Statutory reserve	21.0	-	-
General reserve	22.1	-	-
Dividend (previous year)		-	1,609,990,668
Start-up Fund	17.10	10,736,034	9,713,555
Coupon/dividend on perpetual bond		1,026,984,938	990,105,207
Retained earnings	40.0	133,023,217	40,351,229
Earnings per share (EPS)	**42.0**	**0.67**	**0.60**

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

Md. Altaf Hossain
Managing Director (C.C)

Prof. Dr. Mohammed Masud Rahman
Independent Director

S. M. Abdul Hamid, FCA
Independent Director

Md. Abdus Salam FCA, FCS
Independent Director

This is the profit & loss account referred to in our separate report of even date.

Dhaka; 29 April, 2026

Mahfel Huq & Co.
Chartered Accountants
FRC Enlistment No.: CAF-001-133
Wasequl Huq Reagan FCA
ICAB Enrolment no: 1517
DVC No: 2604301517AS961047

A. Wahab & Co.
Chartered Accountants
FRC Enlistment No.: CAF-001-062
Kazi Md. Mahboob Kasem, FCA
ICAB Enrolment no: 845
DVC No: 2604300845AS801827

Cash Flow Statement
For the year ended 31 December 2025

Particulars	Note	2025 Taka	2024 Taka
Cash flows from operating activities			
Investment income		82,881,897,787	92,591,116,359
Profit paid on mudaraba deposits		(105,544,196,716)	(81,130,306,154)
Income/ dividend receipt from investments in shares & securities		3,013,569,208	3,711,526,185
Fees & commission receipt in cash		6,099,455,425	17,963,331,081
Recovery from written off investments		141,060,091	154,411,747
Payments to employees		(25,366,774,396)	(25,250,678,205)
Cash payments to suppliers		(403,207,741)	(447,017,546)
Income tax paid		(7,884,759,204)	(7,144,536,102)
Receipts from other operating activities		10,208,039,102	9,915,064,080
Payments for other operating activities		(8,775,878,397)	(13,425,762,793)
(i) Operating profit before changes in operating assets and liabilities		**(45,630,794,842)**	**(3,062,851,348)**
Changes in operating assets and liabilities			
Increase/(decrease) of statutory deposits		-	-
(Increase)/decrease of net trading securities		-	-
(Increase)/decrease of placement to other banks		-	-
(Increase)/decrease of investments to customers		(309,693,619,546)	48,981,951,630
(Increase)/decrease of other assets		210,290,356,103	(153,036,062,367)
Increase/(decrease) of placement from other banks		(96,618,136,402)	80,877,567,705
Increase/(decrease) of deposits from other banks		(33,104,050,853)	18,052,301,323
Increase/(decrease) of deposits received from customers		254,880,122,669	40,809,044,011
Increase/(decrease) of other liabilities account of customers		-	-
Increase/(decrease) of trading liabilities		-	-
Increase/(decrease) of other liabilities		61,967,343,589	60,790,585,364
(ii) Cash flows from operating assets and liabilities		**87,722,015,561**	**96,475,387,665**
Net cash flows from operating activities (A)=(i+ii)		**42,091,220,719**	**93,412,536,318**
Cash flows from investing activities			
Proceeds from sale of securities/BGIIB/Sukuk		-	-
Payment for purchase of securities/BGIIB/Sukuk		(9,412,624,477)	(98,925,641,501)
Placement to Islamic Refinance Fund Account		-	-
Payment for purchase of securities/membership		-	-
Purchase/sale of property, plants & equipments		(1,585,045,756)	(3,757,332,682)
Purchase/sale of subsidiaries		-	-
Net cash flows from investing activities (B)		**(10,997,670,233)**	**(102,682,974,184)**
Cash flows from financing activities			
Receipts from issue of debt instruments		-	4,400,000,000
Payment for redemption of debt instruments		(4,400,000,000)	(4,800,000,000)
Receipts from issuing ordinary share/ right share		-	-
Dividend paid in cash		-	(1,609,990,668)
Net cash flows from financing activities (C)		**(4,400,000,000)**	**(2,009,990,668)**
Net increase/(decrease) in cash (A+B+C)		**26,693,550,486**	**(11,280,428,534)**
Add/(Less): effects of exchange rate changes on cash & cash equivalent		(105,725,688)	94,971,408
Add: cash & cash equivalents at beginning of the year		208,298,090,110	219,483,547,236
Cash & cash equivalents at the end of the year	**45.0**	**234,885,914,908**	**208,298,090,110**

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

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Managing Director (C.C)

Prof. Dr. Mohammed Masud Rahman
Independent Director

S. M. Abdul Hamid, FCA
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Dhaka; 29 April, 2026

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ICAB Enrolment no: 845
DVC No: 2604300845AS801827

Statement of Changes in Equity for the year ended 31 December 2025

(Amount in Taka)

Particulars	Paid-up capital	Share premium	Statutory reserve	General/ other reserves (*)	Assets revaluation reserve	Revaluation reserve of securities	Retained earnings	Total
1	2	3	4	5	6	7	8	9 (2+3+ 4+5+6+7+ 8)
Balance as at 01 January 2025	**16,099,906,680**	**1,989,633**	**22,735,466,258**	**23,762,421,005**	**6,860,374,244**	**152,460,000**	**40,351,229**	**69,652,969,049**
Sale of revalued assets and Deferred tax on revaluation surplus	-	-	-	-	-	(13,390,000)	-	(13,390,000)
Deferred tax impact on excess depreciation	-	-	-	-	21,396,589	-	-	21,396,589
Depreciation adjustment on revalued fixed assets	-	-	-	-	(56,789,534)	-	56,789,534	-
Surplus/ (deficit) on account of revaluation	-	-	-	-	-	32,800,000	-	32,800,000
Currency translation differences	-	-	-	(105,725,688)	-	-	-	(105,725,688)
Net gain and losses not recognized in the income statement/Revaluation reserve of fixed assets transferred to retained earnings	-	-	-	-	-	-	-	-
Net profit for the year	-	-	-	-	-	-	1,073,603,426	1,073,603,426
Transfer to (from) reserve	-	-	-	-	-	-	-	-
Dividend: -								
Bonus shares	-	-	-	-	-	-	-	-
Cash dividend	-	-	-	-	-	-	-	
Start-up Fund transferred from retained earnings	-	-	-	-	-	-	(10,736,034)	(10,736,034)
Coupon/dividend on perpetual bond	-	-	-	-	-	-	(1,026,984,938)	(1,026,984,938)
Total shareholders' equity as on 31 December 2025	**16,099,906,680**	**1,989,633**	**22,735,466,258**	**23,656,695,318**	**6,824,981,299**	**171,870,000**	**133,023,217**	**69,623,932,404**
Add: Mudaraba perpetual bond	-	-	-	-	-	-	-	11,000,000,000
Add: Mudaraba redeemable subordinated bond	-	-	-	-	-	-	-	15,400,000,000
Add: General provision for unclassified investments and off- balance sheet items (Note-3.14.7)	-	-	-	13,596,300,000	-	-	-	13,596,300,000
Less: Yearwise redemption	-	-	-	-	-	-	-	(4,000,000,000)
Adjustment for intangible assets	-	-	-	(56,117,918)	-	-	-	(56,117,918)
Adjustment for currency translation differences	-	-	-	(15,357,840)	-	-	-	(15,357,840)
Less: Assets revaluation reserve (Note-3.14.4)	-	-	-	-	(6,824,981,299)	-	-	(6,824,981,299)
Less: Revaluation reserve of securities (Note-3.14.5)	-	-	-	-	-	(171,870,000)	-	(171,870,000)
Total equity as on 31 December 2025	**16,099,906,680**	**1,989,633**	**22,735,466,258**	**37,181,519,560**	**-**	**-**	**133,023,217**	**98,551,905,348**

(*) Note: General /Other reserves

Particulars	01.01.2025	01.01.2024
General reserve	23,609,337,478	23,609,337,478
Dividend equalization account	32,000,000	32,000,000
Currency translation differences	121,083,527	26,112,120
Total	**23,762,421,005**	**23,667,449,597**

Statement of Changes in Equity for the year ended 31 December 2024

(Amount in Taka)

Particulars	Paid-up capital	Share premium	Statutory reserve	General/ other reserves	Assets revaluation reserve	Revaluation reserve of securities	Retained earnings	Total
1	2	3	4	5	6	7	8	9 (2+3+ 4+5+6+7+ 8)
Balance as at 01 January 2024	**16,099,906,680**	**1,989,633**	**22,735,466,258**	**23,667,449,598**	**6,903,383,328**	**174,600,000**	**1,609,990,668**	**71,192,786,164**
Sale of revalued assets and Deferred tax on revaluation surplus	-	-	-	-	-	2,460,000	-	2,460,000
Deferred tax impact on excess depreciation	-	-	-	-	25,805,450	-	-	25,805,450
Depreciation adjustment on revalued fixed assets	-	-	-	-	(68,814,534)	-	68,814,534	-
Surplus/ (deficit) on account of revaluation	-	-	-	-	-	(24,600,000)	-	(24,600,000)
Currency translation differences	-	-	-	94,971,408	-	-	-	94,971,408
Net gain and losses not recognized in the income statement/Revaluation reserve of fixed assets transferred to retained earnings	-	-	-	-	-		- -	-
Net profit for the year	-	-	-	-	-	-	971,355,457	971,355,457
Transfer to (from) reserve	-	-	-	-	-	-	-	-
Dividend:						-		
Bonus shares	-	-	-	-	-	-	-	-
Cash dividend	-	-	-	-	-	-	(1,609,990,668)	(1,609,990,668)
Start-up Fund transferred from retained earnings	-	-	-	-	-	-	(9,713,555)	(9,713,555)
Coupon/dividend on perpetual bond	-	-	- -	-	-	-	(990,105,207)	(990,105,207)
Total shareholders' equity as on 31 December 2024	**16,099,906,680**	**1,989,633**	**22,735,466,258**	**23,762,421,005**	**6,860,374,244**	**152,460,000**	**40,351,229**	**69,652,969,049**
Add: Mudaraba perpetual bond	-	-	-	-	-	-	-	11,000,000,000
Add: Mudaraba redeemable subordinated bond	-	-	-	-	-	-	-	19,800,000,000
Add: General provision for unclassified investments and off- balance sheet items (Note-3.14.7)	-	-	-	11,808,400,000	-	-	-	11,808,400,000
Less: Yearwise redemption	-	-	-	-	-	-	-	(4,400,000,000)
Adjustment for intangible assets	-	-	-	(55,298,134)	-	-	-	(55,298,134)
Adjustment for currency translation differences	-	-	-	(121,083,527)	-	-	-	(121,083,527)
Less: Assets revaluation reserve (Note-3.14.4)	-	-	-	-	(6,860,374,244)	-	-	(6,860,374,244)
Less: Revaluation reserve of securities (Note-3.14.5)	-	-	-	-	-	(152,460,000)	-	(152,460,000)
Total equity as on 31 December 2024	**16,099,906,680**	**1,989,633**	**22,735,466,258**	**35,394,439,344**	**-**	**-**	**40,351,229**	**100,672,153,144**

The annexed notes form an integral part of these financial statements.
This is the statement of changes in equity referred to in our separate report of even date.

Liquidity Statement Assets & Liabilities Analysis as at 31 December 2025

Particulars	Up to 1 Month	1 - 3 Months	3 - 12 Months	1 - 5 years	More than 5 years	Total 31.12.2025	Total 31.12.2024
1	2	3	4	5	6	7=(2 + 3 + 4 + 5 + 6)	8
ASSETS							
Cash in hand	56,242,054,056	-	-	-	69,935,600,000	126,177,654,056	107,376,027,108
Balance with other banks & financial institutions (Note-8.2)	91,996,955,997	16,360,000,000	330,000,000	-	21,304,855	108,708,260,852	100,922,063,002
Placement with Banks & other Financial Institutions	-	-	-	-	-	-	-
Investments (in shares & securities) (Note-10.4)	1,389,759,206	-	8,357,030,000	1,715,600,000	184,914,250,193	196,376,639,399	186,964,014,922
General investments etc. (Note-11.1.1)	838,180,393,308	114,593,880,600	151,364,504,407	352,886,637,792	388,012,939,174	1,845,038,355,281	1,534,235,310,296
Bills purchased & discounted (Note-11.2.1)	9,569,327,730	4,784,663,865	1,584,983,140	-	-	15,938,974,735	17,048,400,174
Fixed assets including premises (land & building), furniture and fixtures (Note-12.3)	-	-	-	-	17,294,493,993	17,294,493,993	17,341,953,163
Other assets (Note-13.1)	29,496,133,868	3,346,168,787	3,804,937,935	14,408,002,432	-	51,055,243,022	261,345,599,125
Non - banking assets	-	-	-	-	-	-	-
Total Assets	**1,026,874,624,164**	**139,084,713,252**	**165,441,455,482**	**369,010,240,224**	**660,178,588,215**	**2,360,589,621,338**	**2,225,233,367,790**
LIABILITIES							
Placement from banks & other financial institutions	6,999,999,800	100,055,046,089	77,317,789,705	11,265,520,250	-	195,638,355,844	292,256,492,246
Deposits (Note-15.5)	280,099,161,404	588,217,384,177	477,835,975,675	441,952,526,331	30,098,375,796	1,818,203,423,383	1,596,427,351,567
Other accounts	-	-	-	-	-	-	-
Provision & other liabilities (Note-17.11)	12,823,906,385	12,664,733,318	37,307,900,844	25,596,266,994	161,331,432,139	249,724,239,680	235,023,515,800
Deferred tax liability/(assets)	51,634,003	50,993,111	150,216,028	103,060,464	643,766,420	999,670,026	1,073,039,127
Mudaraba perpetual bond	-	-	-	-	11,000,000,000	11,000,000,000	11,000,000,000
Mudaraba redeemable subordinated bond	600,000,000	-	-	10,400,000,000	4,400,000,000	15,400,000,000	19,800,000,000
Total Liabilities	**300,574,701,592**	**700,988,156,695**	**592,611,882,252**	**489,317,374,039**	**207,473,574,355**	**2,290,965,688,933**	**2,155,580,398,740**
Net Liquidity Gap	**726,299,922,572**	**(561,903,443,443)**	**(427,170,426,769)**	**(120,307,133,815)**	**452,705,013,860**	**69,623,932,404**	**69,652,969,050**

Dhaka; 29 April, 2026

Md. Altaf Hossain
Managing Director (C.C)

Prof. Dr. Mohammed Masud Rahman
Independent Director

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Islami Bank Bangladesh PLC. and its Subsidiaries
Notes to the financial statements
As at and for the year ended 31 December 2025

1.0 The Bank and its activities

1.1 Introduction

Islami Bank Bangladesh PLC. [IBBPLC] (hereinafter referred to as "the Bank") was established as a public limited banking company in Bangladesh in 1983 as the first Shari'ah based scheduled commercial bank in the South East Asia. Naturally, its modus operandi is substantially different from those of other conventional commercial banks. The Bank conducts its business on the Shari'ah principles of Mudaraba, Musharaka, Bai-Murabaha, Bai-Muajjal, Hire Purchase under Shirkatul Melk, Bai-Salam, Bai-as-Sarf and Ujarah etc. There is a Shari'ah Supervisory Committee in the Bank which ensures that the activities of the Bank are being conducted on the precepts of Islam.

The shares of the Bank are listed with both Dhaka Stock Exchange (DSE) PLC. and Chittagong Stock Exchange (CSE) PLC. The Bank carries out its business activities through its Head Office in Dhaka, 16 Zonal Offices, 400 Branches including 79 Authorised Dealer (AD) Branches, 271 Sub Branches, 2788 Agent Banking Outlets and 3 Off-shore Banking Units (OBUs) in Bangladesh. The Principal place of business is the Registered Office of the Bank situated at Islami Bank Tower, 40, Dilkusha Commercial Area, Dhaka-1000, Bangladesh. These financial statements as at and for the year ended 31 December 2025 include the consolidated and separate financial statements of the Bank. The consolidated financial statements comprise the financial statements of the Bank and its subsidiaries (mentioned in Note- 1.4, together referred to as "the Companies"). The current number of employees are 17,730 (in 2024: 21,864).

1.2 Nature of business/ Principal activities of the Bank

1.2.1 Commercial banking services

All kinds of commercial banking services are provided by the Bank to the customers following the principles of Islamic Shari'ah, the provisions of the Bank Company Act, 1991 as amended, Bangladesh Bank's directives and directives of other regulatory authorities.

1.2.2 Islamic micro-finance

Islamic micro-finance represents micro-finance of the Islamic finance industry. Under Islamic micro-finance, major focus is given on improvement of living standard of poor people. The projects are closely monitored so that the members are really benefited. The Bank provides this services under the umbrella of Rural Development Scheme (RDS) and Urban Poor Development Scheme (UPDS).

1.2.3 Mobile financial services-"mCash"

The bank has launched mobile financial services on 27 December 2012 under the name "Islami Bank mCash" as per Bangladesh Bank approval (reference no. DCMPS/PSD/37/(W)/2012-321 dated 14 June 2012). Islami Bank mCash offers different services through Mobile phone that include deposit and withdrawal of cash money, fund transfer from one account to another, receiving remittance from abroad, knowing account balance and mini-statement, giving and receiving salary, mobile recharge and payment of utility bill, merchant bill payment etc.

1.2.4 Mobile Application platform-"CellFin"

CellFin is a Mobile Application platform backed by a Virtual Prepaid Card and identified by a valid Mobile Number. Now with over 5 million registered customers, CellFin offers a wide range of Shariah-compliant digital financial services including account opening, fund transfer, mobile recharge, utility bill payment, international remittance disbursement, e-commerce payments, donations (including Zakat), savings and investment installment payments, Auto Pay, ticketing, merchant payments, and educational fee payments. The app empowers users with secure, convenient, and inclusive banking, contributing significantly to the nation's goal of financial inclusion.

1.3 Off-shore banking unit (OBU)

Bangladesh Bank has approved the operation of Off-Shore Banking Unit (OBU) of Islami Bank Bangladesh PLC. located at Head Office Complex Branch- Dhaka, Uttara Branch- Dhaka and Agrabad Branch- Chittagong through letter no. BRPD (P-3)744(111)/2010-1032 dated 28 March, 2010. The Bank commenced the operation of its Off-shore Banking Unit from 08 February 2011 at Head Office Complex Branch, Dhaka, from 27 September 2011 at Agrabad Branch, Chittagong and from 01 June 2015 at Uttara Branch, Dhaka. Due to having different functional currency (Note 2.4), the operation of OBU has been considered as "foreign operation" and accordingly relevant financial reporting standards have been applied consistently that mentioned in note 3.15.3. The financial statements of the OBU are included in the separate financial statements of the Bank and eventually in the consolidated financial statements. The separate financial statements of OBU are shown in the functional currency (i.e. USD) as well as the presentation currency i.e. BDT of the Bank (i.e. BDT) in **Annexure- F.**

1.4 Subsidiaries of the Bank

1.4.1 Islami Bank Securities Limited (IBSL)

As per Bangladesh Securities and Exchange Commission's (BSEC) Letter No. SEC/Reg/CSE/MB/2009/444 dated 20 December 2009 and approval of Bangladesh Bank through Letter No. BRPD (R-1)717/2010-47 dated 07 February 2010; the Bank established a subsidiary Company named "Islami Bank Securities Limited" to operate stock broker and stock dealer activities.

The share capital of IBSL is Tk. 2,700,000,000/- divided into 2,700,000 shares of Tk.1,000/ each out of which share capital of the bank is Tk.2,699,846,000/- divided into 2,699,846 shares of Tk.1,000/- each which represent 99.995% of total share of the subsidiary company.

IBSL was incorporated on 22.03.2010 and date of commencement of business was 23 May 2010. Required capital was transferred to IBSL on 25 May 2010 which is operating business under the license issued by the Bangladesh Securities & Exchange Commission (BSEC). As a stock broker, IBSL acts as an agent in the purchase and sale of Shari'ah approved listed securities and realizes commission on transactions in accordance with approved commission schedule.

1.4.2 Islami Bank Capital Management Limited (IBCML)

As per Bangladesh Bank BRPD Circular No. 12 dated 14 October 2009 and approval of Bangladesh Bank through Letter No. BRPD (R-1)717/2010-47 dated 07 February 2010, the Bank established another subsidiary Company named "Islami Bank Capital Management Limited" to operate portfolio management, underwriting, issue management etc.

The share capital of Islami Bank Capital Management Ltd. is Tk.600,000,000/- divided into 600,000 shares of Tk.1,000/- each, out of which share capital of the bank is Tk.599,986,000/- divided into 599,986 shares of Tk.1,000/- each which represent 99.998% of total share of the subsidiary Company. The company has obtained Merchant Banker Registration Certificate on 31 March 2019 from Bangladesh Securities & Exchange Commission (BSEC) to operate the activities of Issue Manager/Underwriting/Portfolio manager.

2.0 Basis of preparation of financial statements

2.1 Reporting framework and compliance thereof

The Bank and its subsidiaries are being operated in strict compliance with the rules of Islamic Shari'ah. The financial statements (consolidated & separate) have been prepared in accordance with the guidelines of Islamic banking issued by Bangladesh Bank through BRPD Circular No. 15 dated 09.11.2009 . 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 hence 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 as amended, the rules and regulations issued by Bangladesh Bank (BB), the Companies Act 1994, the Securities and Exchange Rules, 2020, Standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), as a member of that organization. Where the reporting guidelines issued by Bangladesh Bank and Bank Companies Act differ with those of IFRS, the requirements of the Bank Company Act 1991, and provisions and circulars issued by Bangladesh Bank shall prevail. As such the Bank has departed from those requirements of IFRSs in order to comply with the rules and regulations of Bangladesh Bank which are disclosed below:

I. Presentation of financial statements

IFRS

As per IAS-1 "Presentation of Financial Statements", financial statements shall comprise statement of financial position, statement of profit or loss and other comprehensive income, statement of changes in equity, statement of cash flows, notes to the financial statements comprising summary of accounting policies and other explanatory information and retrospective restatement of items in the earlier financial statement, where applicable. Furthermore, IAS-1 states that, an entity shall present its current and non-current assets and liabilities, as separate classifications 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 Company 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. Name of the Components of Financial Statements

IFRS

As per IAS 1, complete set of financial statements consists statement of financial position, statement of profit or loss and other comprehensive income, statement of changes in equity, statement of cash flows and notes comprising a summary of significant accounting policies and other explanatory information.

Bangladesh Bank

The forms of financial statements and directives for preparation thereof of the Islamic banking companies in Bangladesh are guided by BRPD circular no. 15 dated 09 November 2009 Bangladesh Bank. BRPD circular no. 15 states the statement of financial position as balance sheet and statement of profit or loss and other comprehensive income as profit and loss account.

III. Other Comprehensive Income

IFRS

As per IAS-1 "Other Comprehensive Income (OCI)" is a component of of financial statements or the elements of OCI are to be included in a single Other Comprehensive Income (OCI).

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 do not 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."

IV. Disclosure of Appropriation of Profit

IFRS

IFRS do not require to appropriation of profit to be shown on the face of the statement of comprehensive income.

"**Bangladesh Bank**

As per BRPD circular no. 14, dated 25 June 2003 and BRPD 15 dated 09 November 2009, an appropriation of profit should be disclosed on the face of profit and Loss Account."

V. Investments 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 initally 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 and securities measured at fair value through other comprehensive income is recognised in the other comprehensive income and are never reclassified to pofit or loss.

Bangladesh Bank

As per BRPD circular no. 14 dated 25 June 2003, investments in shares and securities are classified under held to maturity (HTM) or held for trading (HFT) "and measured at cost. Transaction costs that are directly attributable to the acquisition added to the initial fair value except for financial assets classified as HFT where they should be recognised in profit or loss.

After initial recognition, HFT govt. securities are measured according to DOS circular no. 05 dated 26 May 2008 and DOS circular no. 05 dated 28 January 2009, where amortization loss is charged to profit and loss account, mark-to-market loss on revaluation is charged to profit and loss account, but any unrealized gain on such revaluation is recognized in revaluation reserve account. HTM govt. securities are measured at amortized cost and increase/decrease related to amortization is recognized in equity.

As per BRPD circular no. 14 dated 25 June 2003 and DOS circular No.4 dated 24 November 2011, investments in quoted and unquoted shares are revalued at the year-end at market price and at Book Value of last audited balance sheet respectively. As such, provision is made against the diminution in value of investments considering netting off gain /loss. Investment in mutual fund (open-end) is revalued at lower of cost and higher of (market value and 95% of NAV) as per instruction of DOS circular no. 03 dated 12 March 2015 and closed end mutual fund is revalued at lower of cost and higher of (market value and 85% of NAV) as per DOS circular no. 10 dated 28 June 2015. As such, provision is made for any loss arising from diminution in value of investments (portfolio basis); otherwise investments are recognized at costs.

VI. Provision for investments

IFRS

As per IFRS 9 an entity shall recognise an impairment allowance on loans and advances based on expected credit losses. At each reporting date, an entity shall measure the impairment allowance for loans and advances at an amount equal to the lifetime expected credit losses if the credit risk on these loans and advances has increased significantly since initial recognition. For those loans and advances for which the credit risk has not been increased significantly since initial recognition, an entity shall measure the impairment allowance at an amount equal to 12 months expected credit losses.

Bangladesh Bank

As per BRPD Circular no. 14 dated 23 September 2012, BRPD Circular no. 04 dated 29 January 2015, BRPD Circular no. 08 dated 02 August 2015, BRPD Circular No.12, dated 20 August, 2017, BRPD Circular No. 12 dated 20 August, 2017, BRPD Circular No. 01 dated 20 February, 2018, BRPD Circular No. 01 dated 20 February, 2018, BRPD Circular no. 03 dated 21 April 2019, BRPD Circular no. 16 dated 21 July 2020, BRPD Circular no.51& 53 dated 30 December 2021, BRPD Circular no. 14 dated 22 June 2022, BRPD Circular no. 51 dated 18 December 2022, BRPD Circular no. 53 dated 22 December 2022, BRPD Circular no. 11 dated 20 June 2023 and BRPD Circular no. 20 dated 21 June 2023 general provision at 0.25% to 2% under different categories of unclassified investments (good/standard investments) has to be maintained regardless of objective evidence of impairment. Also provision for sub-standard, doubtful and bad & loss investments have to be provided at 20%, 50% and 100% respectively and sub-standard 5%, doubtful 20% and bad &loss 100% for CMSME investment (except short-term agricultural and micro-credits where 1% for all unclassified investment (irregular & regular) 5% for sub-standard and doubtful investments and 100% for bad & loss investments) depending on the duration of overdue.

VII. Provision for Off-balance sheet items

IFRS

There is no concept of off-balance sheet items in any IFRS; hence there is no requirement for making provision or disclosure of off-balance sheet items on the face of the statement of financial position.

Bangladesh Bank

Banks are required to calculate provision requirements as per BRPD Circular No. 15 dated 27 November 2024 and BRPD Circular No. 29 of 2025 dated 21 December 2025 under the revised classification and provisioning framework. According to the said circulars, provision at the rate of 0.50% is to be calculated against all unclassified (STD-0, STD-01, STD-02, and SMA) investments under CMS enterprise credits under the CMSME sector and Short-Term Agricultural Investments. For all other unclassified investments (other than CMS and Short-Term Agricultural Investments), provision is to be maintained at 1% for STD-0, STD-01, and STD-02 categories, and 5% for the SMA category. Further, for classified investments of all types, provision is required at 20% for Sub-standard (SS), 50% for Doubtful (DF), and 100% for Bad/Loss (BL) categories.

VIII. Recognition of investment income in suspense

IFRS

Investment to customers (loans and receivables) are generally classified at amortized cost as per IFRS 9 "Financial Instruments" and investment income is recognised by using the effective interest/profit rate method over the term of the investment. Once an investment is impaired, the entity shall apply the effective interest/profit rate to the amortised cost of these investments.

Bangladesh Bank

As per BRPD circular no. 14 dated 23 September 2012, once an investment is classified, investment income on such investment are not allowed to be recognised as income, rather the corresponding amount needs to be credited to an investment income in suspense account, which is presented as liability in the balance sheet.

IX. 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 cannot be made in the financial statements.

X. Financial guarantees

IFRS

As per IFRS-9, financial guarantees are contracts that require an entity to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the terms of a debt instrument. Financial guarantee liabilities are recognised initially at their fair value, and the initial fair value is amortised over the life of the financial guarantee. The financial guarantee liability is subsequently measured at the higher of: the amount of the loss allowance for expected credit losses as per impairment requirement and the amount initially recognised less, the cumulative amount of income recognised in accordance with the principles of IFRS 15. Financial guarantees are included within other liabilities.

Bangladesh Bank

As per BRPD 14 dated 25 June 2003 and BRPD 15 dated 09 November 2009, financial guarantees such as letter of credit, letter of guarantee will be treated as off-balance sheet items.

XI. Cash and Cash Equivalents

IFRS

Cash and Cash Equivalent items should be reported as cash items as per IAS-7 "Statement of Cash Flows".

Bangladesh Bank

Some cash and cash equivalent items such as 'money at call and on short notice', Treasury bills, Bangladesh Bank bills and Prize bond are not shown as cash and cash equivalent. Money at call and on short notice presented on the face of the balance sheet, and Treasury bills, Prize bonds are shown in investments.

XII. Balance with Bangladesh Bank: (Cash Reserve Requirement)

IFRS

Balance with Bangladesh Bank that are required to be kept as part of cash reserve requirement, should be treated as other asset as it is not available for use in day to day operations as per IAS-7 "Statement of Cash Flows".

Bangladesh Bank

Balance with Bangladesh Bank is treated as cash and cash equivalents.

XIII. Cash flows statement

IFRS

The Cash flow statement can be prepared using either the direct method or the indirect method. The presentation is selected to present these cash flows in a manner that is most appropriate for the business or industry. The method selected is applied consistently.

Bangladesh Bank

As per BRPD 14 dated 25 June 2003 and BRPD 15 dated 09 November 2009, cash flow statement is to be prepared following a mixture of direct and indirect methods.

XIV. Non-banking assets

IFRS

No indication of Non-banking asset is found in any IFRS.

Bangladesh Bank

As per BRPD 14 dated 25 June 2003, BRPD 15 dated 09 November 2009 and BRPD 22 dated 20 September 2021, there must exist a face item named Non-banking assets.

XV. Presentation of intangible asset

IFRS

An intangible asset must be identified and recognised, and the disclosure must be given as per IAS-38 "Intangible Assets".

Bangladesh Bank

There is no regulation for intangible assets in BRPD 14 dated 25 June 2003 and BRPD 15 dated 09 November 2009.

XVI. 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. 14 dated 25 June 2003 and BRPD 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.

XVII. Investments net off provision

IFRS

Investments should be presented net off provision.

Bangladesh Bank

As per BRPD 14 dated 25 June 2003 and BRPD 15 dated 09 November 2009, provision on investments are presented separately as liability and can not be netted off against investments.

XVIII. Revenue

As per IFRS 15, revenue is generally recognized on an accrual basis. However, due to the unique nature of Islamic banking operations, income from investments under Mudaraba, Musharaka, Bai-Salam, Bai-as-Sarf, and Ujarah modes (Khidmah Card) is recognized on a realization basis in accordance with AAOIFI Shariah Standards and the guidelines/circulars issued by Bangladesh Bank.

XIX. Charges on tax on retained earnings, reserve, surplus as per Income Tax Act, 2023

As per section 22 of the Income Tax Act, 2023, Listed companies should disclose proposed dividend in the balance sheet as "amount to be distributed as dividend". However there is no provision for this in BRPD 14 dated 25 June 2003 and BRPD 15 dated 09 November 2009 and IFRS also restricts to disclose such presentation in the balance sheet.

2.2 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.

2.3 Basis of consolidation

The group financial statements include the financial statements of the Bank and its subsidiaries that it controls. The Bank prepares consolidated financial statements using uniform accounting policies for similar transactions and other events in similar circumstances. Consolidation of an investee shall begin from the date the investor obtains control of the investee and cease when the investor loses control of the investee.

The Bank presents non-controlling interests in the consolidated statement of financial position (Balance Sheet) within equity, separately from the equity of the owners of the Bank. Changes in the Bank ownership interest in a subsidiary that do not result in losing control of the subsidiary are equity transactions (i.e. transactions with owners in their capacity as owners).

2.3.1 Consolidation procedures

> Combining like items of assets, liabilities, equity, income, expenses and cash flows of the parent with those of its subsidiaries.

> Offsetting (eliminating) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary.

> Eliminate in full intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the group (profits or losses resulting from intragroup transactions that are recognised in assets, such as inventory and fixed assets [property, plant & equipment], are eliminated in full). Intragroup losses may indicate an impairment that requires recognition in the consolidated financial statements.

2.3.2 Investment in subsidiaries in the Bank separate financial statements

When the Bank prepares separate financial statements, it accounts for investments in subsidiaries at cost.

2.4 Functional and presentation currency

The consolidated and separate financial statements of the Bank are presented in Bangladeshi Taka which is the functional currency of the Bank and its subsidiaries except for Off-shore Banking Unit (OBU) where the functional currency is US Dollar (USD). All financial information presented in Taka (BDT) has been rounded to the nearest integer, except otherwise indicated.

2.5 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.

2.6 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.

2.7 Going concern

When preparing financial statements, management makes an assessment of the Bank's ability to continue as a going concern. The Bank prepares financial statements on a going concern basis.

2.8 Accrual basis of accounting

The Bank prepares its financial statements, except for cash flow information, using the accrual basis of accounting. Since the

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accrual basis of accounting is used, the Bank recognizes items as assets, liabilities, equity, income and expenses (the elements of financial statements) when they satisfy the definitions and recognition criteria for those elements in the Framework.

2.9 Materiality and aggregation

The Bank presents separately each material class of similar items.The Bank presents separately items of a dissimilar nature or function unless they are immaterial. Financial statements result from processing large numbers of transactions or other events that are aggregated into classes according to their nature or function.

2.10 Offsetting

The Bank does not offset assets and liabilities or income and expenses, unless required or permitted by BB guidelines or IFRS.

2.11 Reporting period

These financial statements of the Bank and its subsidiaries cover one calendar year from 01 January 2025 to 31 December 2025.

2.12 Authorization of the financial statements for issue

The consolidated financial statements and the separate financial statements of the Bank were reviewed by the Audit Committee of the Board in its 585th meeting on April 29, 2026 and was subsequently authorized for issue by the Board of Directors in its 400th meeting held on 29th April, 2026.The Financial Statements has been issued in line with BB letter no. BSD-11/43(3)/2026-496, dated 27 April, 2026 and Bangladesh Bank Notification vide BSD-11/43(3)/2026-508, dated 28 April, 2026.

2.13 Cash flow statement

Cash Flow Statement is prepared in accordance with IAS-7 "Statement of Cash Flows" as well as 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. The Statement shows the structure of changes in cash and cash equivalents during the year.

2.14 Statement of changes in equity

Statement of Changes in Equity has been prepared in accordance with IAS-1 "Presentation of Financial Statements" as well as 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.

2.15 Liquidity statement

Liquidity Statement has been prepared based on the residual/remaining maturity of assets and liabilities as on 31 December 2025 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 within 1 (one) year forTk. 320 (Three hundred twenty) crore, 1 (one) to 5 (five) years forTk. 1,004 (One thousand and four) crore and more than 5 (five) years forTk. 200 (Two hundred) crore.

2.16 Changes in accounting policies

The Bank changes its accounting policy only if the change is required by IFRS or Bangladesh Bank Guidelines or results in the financial statements providing reliable and more relevant information about the effects of transactions, other events or conditions on the Bank's financial position, financial performance or cash flows. Changes in accounting policies is to be made through retrospective application by adjusting opening balance of each affected components of equity i.e. as if new policy has always been applied.

2.16.1 IFRS-16: Lease

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. IBBPLC has applied IFRS-16 Leases for the first time with the date of initial application of 01 January 2019. As IFRS-16 supersedes IAS-17 Lease, the bank has made recognition, measurement and disclosure in the financial statements-2025 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 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 recognizes the right-of-use (ROU) assets at the commencement date of the lease (i.e. the date the underlying asset is available for use). ROU assets are measured at cost less any accumulated depreciation and impairment of losses and adjusted for any measurement of lease liabilities.The cost of ROU assets includes the amount of lease liabilities recognized, initial direct cost incurred, and lease payment made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight line basis over the lease term, or remaining period of the lease term.

The bank assessed all lease contracts live in 2025 and recognized as ROU of assets of all leases, except short term and low value of assets as guided by Banks' own policy set as per IFRS-16.The ROU assets are presented in the Note 12.1 of these financial statements.

Lease Liabilities (Bank as a lessee):

At the commencement of the lease, the bank recognizes 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.

In 2025, the bank reassessed all lease payment of existing contracts for remaining period considering a cut-off date i.e. 01 January 2020.The lease liabilities are presented in the Note 17.0 of these financial statements.

Bank as a lessor:

Leases where the bank does not transfer substantially all of the risk and benefit of ownership of any asset are classified as operating assets. Rental income is recorded as earned based on the contractual term of the lease. However, the Bank did not hold any such assets in 2025."

Recognition of consideration made under contract in exchange of use of rental premises/assets:

As per IFRS 16, when consideration is made by the bank under contract in exchange of use of rental premises or assets for a period not exceeding a period of twelve months, and or, the present value of the obligation plus initial payment under contract does not exceed the threshold limit of the bank, and substantially all the risk and benefit of ownership of those rental premises/assets does not transfer to the bank, then the bank considers the payment (other than advance payment) as rental expense under IFRS 15 Revenue from contracts with customers.

Therefore, in 2025, IBBPLC recognized those payments against contracts that do not qualify as lease item under IFRS-16 as rental expense which is presented in Note 30.0 of the financial statements for the year ended 31 December 2025.

Particulars	Amount inTk.
Depreciation charge for right-of-use (ROU) assets by class of underlying asset	846,518,610
Finance charge on lease liabilities	259,338,075
Total cash outflows	859,250,330
Carrying amount of right of use assets at the end of the reporting year	3,992,508,228
Lease obligation on ROU assets as at end of the reporting year	4,534,071,273

2.17 Changes in accounting estimates

Estimates arise because of uncertainties inherent within them, judgment is required but this does not undermine reliability. Effect of changes of accounting estimates is included in profit or loss account.

2.18 Verification of financial statements through Document Verification System (DVS)

As per BRPD Circular Letter No. 4 dated 04 January 2021, it has been ensured that latest available audited financials are preserved in the investment file of all our clients. In addition to that as per BRPD Circular Letter No. 35 dated 06 July 2021, we have been granted access in DVS byThe Institute of Chartered Accountants of Bangladesh (ICAB) which we have implemented verification of financials through DVS for all our clients (100%) which are listed with Stock Exchanges. We have also performed verification of 12.19% which non listed/not listed with Stock Exchanges.

3.0 Summary of significant accounting policies

Accounting policies are determined by applying the relevant guidelines of Bangladesh Bank as well as the relevant IFRS. Where there is no available guidelines of BB and IFRS, management uses its judgment in developing and applying an accounting policy that results in information that is relevant and reliable.The Bank selects and applies its accounting policies for a period consistently for similar transactions, other events and conditions, unless IFRS or Bangladesh Bank guidelines specifically requires or permits categorization of items for which different policies may be appropriate.The accounting policies set out below have been applied consistently in all material respects to all periods presented in these consolidated financial statements:

3.1 Cash and cash equivalents

Cash and cash equivalents include notes and coins in hand and at ATM, balances held with Bangladesh Bank and its agent bank, balance with other banks and financial institutions which are not ordinarily susceptible to change in value.

3.2 Investment in shares and securities

Investment in shares and securities (other than Investment in Bangladesh Government Islamic Investment Bond) are initially recognized at cost and subsequently measured and accounted for depending on their classification criteria as either held to maturity or held for trading.Transaction costs that are directly attributable to the acquisition added to the initial cost except for the investment classified as held for trading where they should be recognized in profit or loss.

Investment in Bangladesh Government Investment Sukuk is reported at cost price.

Investments in quoted and unquoted shares are revalued at the year-end at market price and at net assets value (NAV) of last audited balance sheet respectively. As such, provision is made against the diminution in value of investments netting off gain /loss arises from the market of the securities.

Investment in mutual fund is revalued is mentioned in Note-3.2.3. As such, provision is made for any loss arising from diminution in value of investments (portfolio basis).

Investment in Government securities (other than investment in Bangladesh Shipping Corporation) are measured both initially and subsequently at cost as the Bank is not allowed to invest in interest bearing government securities likeT-bond,T-bill etc. So the instructions and circulars related to the recognition and measurement of those instruments are not applicable for the Bank.

Investment in Bangladesh Shipping Corporation was initially recognized at cost.Transaction costs directly attributable to the acquisition added to the cost. After initial recognition investments are measured at the year end market price and change in the market price is recognized in equity under the head revaluation surplus.

Investment in subordinated bond is measured both initially and subsequently at cost.

Investment in Mudaraba Perpetual Bond is reported at cost price. As per Bangladesh Bank DOS circular no. 04 dated 24 November 2011, provision for diminution in value of investment in Mudaraba Perpetual Bond was made by netting off unrealized gain/loss of shares from market price less cost price.

3.2.1 Held to Maturity (HTM)

Investments which are intended to be held till maturity are classified as 'Held to Maturity' (HTM).These are measured at amortized cost at each year end by taking into account any discount or premium on acquisition. Premiums are amortized and discounts are accredited, using the effective or historical yield. Any increase in value of such investments is booked to equity but decrease to profit and loss account.

3.2.2 Held forTrading (HFT)

These are investments primarily held for selling or trading. After initial recognition, investments are marked to market and any decrease in the present value is recognized in the Profit and Loss Account and any increase is booked to Revaluation Reserve Account through Profit and Loss Account as per DOS Circular no. 05 dated 28 January 2009.

3.2.3 Investment- Initial recognition and subsequent measurement

Investment class	Initial Recognition	Measurement after initial recognition	Recording of Changes
Govt. treasury securities BGIIB/Sukuk	Cost	Cost	None
Debenture/Bond	Cost	Cost	None
Shares (Quoted)	Cost	Lower of cost or market value (overall portfolio)	Loss (net off gain) to profit and loss account but no unrealized gain booking.
Shares (Unquoted)	Cost	Lower of cost or Net Asset Value (NAV) of last audited financial statements	Loss to profit and loss account but no unrealized gain booking.
Mutual fund (Open-end)	Cost	If, average cost price (CP) > Surrender Price then the shortfall amount is required as provision.	Loss (net) to profit and loss account but no unrealized gain booking.
Mutual fund (Close-end)	Cost	Lower of cost or market value (overall portfolio)	Loss (net off gain) to profit and loss account but no unrealized gain booking.

3.3 Investments

Investments are recognized at gross amount on the date on which they are originated. After initial recognition investments are stated in the Balance Sheet net off profit receivable and unearned income. However, provision for investments are not net-off with investments.

Profit Receivable – the amount of unexpired portion of profit charged on Bai-Murabaha investment at the time of sale of goods/ services to customer/ client.

Unearned Income- the amount of unrealized portion of profit/ value addition of fixed assets [property, plant & equipment] under Hire Purchase Under Shirkatul Melk (HPSM) investment for gestation period.

3.4 Fixed assets [Property, plant & equipment and intangibles]

3.4.1 Property, plant and equipment

3.4.1.1 Recognition

The cost of an item of property, plant and equipment is recognized as an asset if, and only if, it is probable that future economic benefits will flow to the Bank and the cost of the item can be measured reliably.

3.4.1.2 Measurement at recognition

An item of property, plant and equipment that qualifies for recognition as an asset is measured at its cost. The cost of an item of property, plant and equipment is the cash price equivalent at the recognition date.The cost of a self-constructed asset is determined using the same principles as for an acquired asset.

3.4.1.3 Elements of costs and subsequent costs

Cost includes purchase price (including import duties and non-refundable purchase taxes), directly attributable costs to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management and the initial estimate of the cost of dismantling and removing the item and restoring the site on which it is located. Costs of day to day servicing (repairs and maintenance) are recognized as expenditure as incurred. Replacement parts are capitalized, provided the original cost of the items they replace is derecognized.

3.4.1.4 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

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.

3.4.1.5 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.

3.4.1.6 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.

3.4.1.7 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:

Items	Method	Rates
Building	Reducing Balance	2.5% on Book Value
Furniture and fixtures-Steel	-Do-	05% on Book Value
Furniture and fixtures-other than Steel	-Do-	10% on Book Value
Mechanical appliances	-Do-	20% on Book Value
ATM	-Do-	10%-25% on Book Value
Books	-Do-	25% on Book Value
Motor vehicles	Straight-line	16.67%- 20.00% on Original Cost
Computers	-Do-	25% on Original Cost

3.4.2 Capital work in progress

Fixed assets that is being under construction/acquisition is accounted for as capital work in progress until construction/acquisition is completed and measured at cost.The work in progress is transferred to cost of that fixed assets when the construction is completed and it becomes available for use.

3.4.3 Intangible assets

3.4.3.1 Recognition

The recognition of an item as an intangible asset requires the Bank to demonstrate that the item meets the definition of an intangible asset and the recognition criteria. An intangible asset is recognized as an asset if, and only if, it is probable that expected future economic benefits that are attributable to the asset will flow to the Bank and the cost of the item can be measured reliably.

3.4.3.2 Measurement

An intangible asset is measured at cost less any accumulated amortizations and any accumulated impairment losses. Subsequent expenditures are likely to maintain the expected future economic benefits embodied in an existing intangible asset rather than meet the definition of an intangible asset and the recognition criteria.Therefore, expenditure incurred after the initial recognition of an acquired intangible asset or after completion of an internally generated intangible asset is usually recognized in profit or loss as incurred.The rates used for amortizing intangible assets is 25.00%.

3.4.3.3 Amortization

The depreciable amount of an intangible asset with a finite useful life shall be allocated on a systematic basis over its useful life. Amortization begin when the asset is 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. Amortization ceases at the earlier of the date that the asset is classified as held for sale and the date that the asset is derecognized. An intangible asset with an indefinite useful life is not amortized.

3.5 Impairment of Fixed assets [property, plant & equipment and intangibles]

Recognizing and measuring impairment loss

Where the recoverable amount of an asset is less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount.That reduction is an impairment loss. An impairment loss on a non-revalued asset is recognized in profit or loss. However, an impairment loss on a revalued asset is recognized directly in equity to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that same asset. Such an impairment loss on a revalued asset reduces the revaluation surplus for that asset.

The Bank assesses at the end of each reporting period whether there is any indication that an asset may be impaired. If any such indication exists, the Bank estimates the recoverable amount of the asset. Irrespective of whether there is any indication of impairment, the Bank tests an intangible asset with an indefinite useful life or an intangible asset not yet available for use for impairment annually.

3.6 Other assets

Other assets include all other financial assets, other income receivable, advance against expenses etc.

3.7 Non-banking assets

Non-banking assets are acquired on account of the failure of a client to repay the investment in time after receiving the decree from the court regarding the right and title of the mortgaged property.

3.8 Placement from banks and other financial institutions

Placement from banks and other financial institutions are stated in the financial statement at principal amount of the outstanding balance.

3.9 Deposits and other accounts

Deposit and other accounts include Al Wadeeah current deposit as well as savings, term and other Mudaraba deposits. Deposits by customers and banks are recognized when the Bank enters into contractual agreements with the counterparties. These items are brought to Financial Statements at the gross value of the outstanding balance.

3.10 Mudaraba Bond

3.10.1 Mudaraba Perpetual Bond

Mudaraba Perpetual Bond (MPB) was issued by the Bank under the mudaraba principles of Islamic Shari'ah as per approval of Bangladesh Bank Letter No. BRPD (P-1)661/14(a)/2006-1437 dated 07.05.2006 and Bangladesh Securities and Exchange Commission Letter No. SEC/CI/CPLC-118 /2006/385 & SEC/CI/RPO-01/2007/386 both dated 10.06.2007.The Investment Corporation of Bangladesh (ICB) is theTrustee of the MPB.The MPB is listed with Dhaka Stock Exchange Ltd. & Chittagong Stock Exchange Ltd. and trading of the same started from 25 November 2007. It is treated as a component of AdditionalTier-I Capital (AT-I).The instrument subordinated to the claims of other creditors and depositors. In the case of liquidation, the subordinated debtholders would be paid just before paying to the shareholders assuming there are assets to distribute after all other liabilities and debts have been paid.The Mudaraba Perpetual Bond (MPB) is perpetual in nature i.e. infinite maturity. Profit paid against Mudaraba Perpetual Bond is the final profit rate of 8 (eight) years Mudaraba Savings Bond and an additional amount equivalent to 10.00% of the rate of dividend declared for the respective year.

3.10.2 Mudaraba Perpetual Contingent Convertible Bond

IBBL 2nd Perpetual Mudaraba Bond ofTk. 800 crore, BASEL III compliant Perpetual Debt Instrument, was issued as per approval of Bangladesh Bank letter No. BRPD (BFIS) 661/14B (P)/2021/7134 dated 22 August, 2021 and as per consent of Bangladesh Securities and Exchange Commission letter No. BSEC/CI/DS-153/2021/508 dated September 05, 2021.Total issue size of the bond isTk. 800 crore, out of whichTk. 80 crore under Public Offer andTk. 720 crore through Private Placement.The public offer portion is listed with Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd.This bond is Perpetual, Floating rate, Unsecured, Contingent Convertible on pre-specified trigger point, Coupon/Profit Discretion, Subordinated, Non-Cumulative and the claims of the bondholders are to be subordinated to the claims of depositors and general creditors of the Bank and the Bank has full discretion at all times to cancel distributions/payments to the bondholder/ investors subject to common equity holders' dividend stopper clause.The coupon (profit) rate of this bond is calculated based on average of yearly deposit rate (1 year but < 2 year) of scheduled Islamic banks (1st Generation, 2nd Generation and 3rd Generation banks only), excluding foreign Islamic banks and any Z-category Islamic Banks enlisted in capital market plus additional 2.50% per annum under the coupon range lower 6.00% and upper 10.00% capped by Bangladesh Bank.

3.10.3 Mudaraba Redeemable Subordinated Bonds

Six (06) floating rate 7 years Mudaraba Redeemable Unsecured Non-convertible Subordinated Bonds were issued for inclusion inTier 2 Capital of the Bank in pursuance of "Guidelines on Risk Based Capital Adequacy (Revised Regulatory Capital Framework for banks in line with Basel III)" issued by Bangladesh Bank vide BRPD Circular No- 18 dated December 21, 2014. One bond fully was redeemed in the year 2025 and the bond outstanding against remaining 05 (five) bonds lying with the Bank including IBBPLC 5th Mudaraba Redeemable Non-convertible Subordinated Bond which is issued in the year 2025 under the criteria for inclusion of debt instruments in Regulatory Capital (specific eligibility criteria outlined by the Bangladesh Bank for subordinated debt to qualify asTier 2 capital). During the year, 2025, principal redemption was made forTk. 100 crore against IBBL Mudaraba Redeemable Non-convertible Subordinated Bond ofTk. 500 crore;Tk. 140 crore against IBBL 2nd Mudaraba Redeemable Non-convertible Subordinated Bond ofTk.700 crore; Tk.120 crore against 1stTranche Issue andTk. 120 crore against 2ndTranche Issue of IBBL 3rd Mudaraba Redeemable Non-convertible Subordinated Bond.The claims of the subordinated bondholders are junior to the claims of the depositors and the other creditors.

3.10.4 Usage of IBBPLC 5th Mudaraba Redeemable Subordinated Bond

The fund raised is not meant for financing any particular project utilizes the proceeds of the Issue for its regular business activities to extend the investment facility to the existing clients and to extend investment facility to the new clients in different sectors for sustainable business growth.

3.11 Provisions

3.11.1 Provision for investments

Provision for investments is made on the basis of quarter-end review by the management and in accordance with the instructions contained in BRPD Circular No. 15 dated 27 November 2024 and BRPD Circular No. 29 of 2025 dated 21 December 2025 under the revised classification and provisioning framework.The rates of provision are as shown in the table below.

SL	Investment Type	CL Categories	Rate of Provision
1	CMS Enterprise Credits under CMSME Sector & Short-Term Agricultural Investments	STD-0	1%
		STD-01	1%
		STD-02	1%
		SMA	1%
2	Other than CMS Enterprise Credits under CMSME Sector & Short-Term Agricultural Investments	STD-0	1%
		STD-01	1%
		STD-02	1%
		SMA	5%
3	AllTypes of Investments	SS	20%
		DF	50%
		BL	100%

3.11.2 Provision for diminution of value of shares and securities

Provision for diminution of value of shares and mutual funds, placed under other liability, has been made on portfolio basis following DOS Circular No. 01 dated 24 May 2023. Details are stated in Note 17.2 of these financial statements.

3.11.3 Provision for off-balance sheet exposures

In compliance with BRPD Circular no. 06 dated 25 April 2023 the Bank has been maintaining provision against off-balance sheet exposures (mainly contingent assets/liabilities) Note-2.1.VII.

3.11.4 Provision for other assets

Provision for other assets is made as per the instructions made in the BRPD circular No. 04 dated 12 April 2022 and other instructions made by Bangladesh Bank. (Note- 17.3.1).

3.11.5 Provision for nostro accounts

Provision for unsettled transactions in nostro accounts is made as per BRPD circular No. 04 dated 12 April 2022. On the reporting date, the Bank has no unsettled transactions outstanding for more than 3 months and no provision has been made in this regard.

3.11.6 Other provisions, accruals and contingencies

3.11.6.1 Recognition of provisions, accruals and contingencies

A provision is recognized when the Bank has a present obligation (legal or constructive) as a result of a past event; it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; a reliable estimate can be made of the amount of the obligation. Accruals are liabilities to pay for goods or services that have been received or supplied but have not been paid, invoiced or formally agreed with the supplier, including amount due to employees.

Contingent liabilities are not recognized in the financial statements. Disclosure on contingent liabilities has been made on the face of balance sheet under 'Off-balance Sheet Items' as per BRPD circular No. 14 dated 25 June 2003 and BRPD 15 dated 09 November 2009.

3.11.6.2 Measurement of provision

The amount recognized as a provision is the best estimate of the expenditure required to settle the present obligation at the end of the reporting period.

3.11.6.3 Changes and uses of provisions

Provisions is reviewed at the end of each reporting period and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources embodying economic benefits will be required to settle the obligation, the provision is reversed. A provision is used only for expenditures for which the provision was originally recognized. Only expenditures that relate to the original provision are set against it. Setting expenditures against a provision that was originally recognized for another purpose would conceal the impact of two different events.

3.12 Post employment benefits

The Bank provides various long-term and short-term benefits to the employees under different schemes. Details of the benefit plans are given below:

3.12.1 Defined contribution plan

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions to a separate entity and has no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution plan are recognized as personnel expense in profit or loss in the periods during which related services are rendered by employees.The Bank maintains one funded defined contribution plan for its regular employees- Provident fund.

3.12.1.1 Provident fund

The Commissioner of IncomeTax, Dhaka (North) has approved the provident fund as a recognized provident fund within the meaning of section 2 (52) read with the provision of part – B of the First Schedule of IncomeTax Ordinance 1984.The Provident Fund is for the regular and confirmed employees who works for a minimum period of 5 (five) years at the Bank and it came into force with effect from 1st day of March 1986.The Fund is operated by a separate Board ofTrustee.The fund receives contributions @ 10% of the basic pay both from employees and employer. Subsidiaries of the Bank also operate separate provident funds for its regular employees funded by both the employees and employee equally.

3.12.2 Defined benefit plans

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan.The Bank's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods.The Bank has two funded defined benefit plans- Gratuity fund and Superannuation fund.

3.12.2.1 Gratuity fund

The National Board of Revenue has approved the gratuity fund as a recognized gratuity fund on December 27, 1995.The Gratuity Fund for the regular and confirmed employees of the Bank was established on 01 March 1986.The employees who served at least 7 (seven) years, served for minimum 12 (twelve) years & served for 20 (twenty) years at the Bank are entitled to get gratuity equivalent to 1 (one) month's basic pay, 1.5 (one and a half) months' basic pay & entitled to get 2 (two) months' basic pay respectively for each completed years of service and fraction thereof.The fund is operated by a Board ofTrustee. Adequate contributions have been made as per the recommendation of actuarial valuation report during the year.

3.12.2.2 Superannuation fund

The Fund came into force with effect from the 19 June, 2008. It was established for financial help to the members of the Bank Employees' Superannuation Fund and their families in case of retirement, death, physical disability of employee while in service or of any incidence of like nature acceptable to the Board ofTrustees and retirement from the service.

3.12.3 Short-term employee benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognized for the amount expected to be paid if the Companies has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the obligation can be estimated reliably.

3.12.4 Other employee benefits

Other employee benefits include which are not included in short-term employee benefits, post-employment benefits and other termination benefits.

3.12.4.1 Benevolent fund

The Benevolent Fund for the regular and confirmed employees of the Bank was established in the year 1986.This Fund is mainly used for payment of grant to meet some unexpected and specific needs of the staffs of the Bank like accident, clinical treatment, marriage ceremony of the employees and their dependents, burial expenses of employees' death, scholarship/cash award to the meritorious students among the children of the Bank's officers and sub-staff and allow short term quard/ etc.

3.12.5 Workers' Profit Participation Fund (WPPF)

As per Bangladesh Labor Act, 2006 as amended in 2013 all companies fall within the scope of WPPF (which includes Bank) are required to provide 5% of its profit before charging such expense to their eligible employees within the stipulated time.The Bank obtained opinion from its legal advisor regarding this issue which stated that the Bank is not required to make provision for WPPF as the provision of Bangladesh Labor Act 2006 as amended contradicts with that of the Bank Company Act 1991. As such consistent with widely accepted industry practice as well lawyer opinion the Bank did not make any provision during the year for WPPF.

3.13 Taxation

The tax expense for the period comprises current tax and deferred tax.Tax is recognized in the income statement, except in the case it relates to items recognized directly in equity. In this case, the tax is also recognized directly in equity.

3.13.1 Current tax

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the reporting date and any adjustment to the tax payable in respect of previous years. Provision for current income tax has been made as per the prescribed rate in the IncomeTax Act 2023 on the accounting profit made by the bank after considering some of the add-backs to income and disallowances of expenditure as per income tax laws with IAS-12, "IncomeTaxes." Provision for current income tax has been made on taxable income of the Bank as per following rates:

Type of income	2025	2024
Business income	37.50%	37.50%
Capital gain	10% to 15%	10% to 15%
Other Income (Dividend income)	20%	20%

3.13.2 Deferred tax

Principle of recognitionDeferred tax is recognized as income or an expense amount within the tax charge, and included in the net profit or loss for the period. Deferred tax relating to items dealt with directly in equity is recognized directly in equity.

Recognition of taxable temporary difference. A deferred tax liability is recognized for all taxable differences, except to the extent that the deferred tax liability arises from the initial recognition of goodwill; or the initial recognition of an asset or liability in a transaction which is not a business combination; and at the time of the transaction, affects neither accounting profit nor taxable profit (tax loss).

Recognition of deductible temporary difference. A deferred tax asset is recognized for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilized, unless the deferred tax asset arises from the initial recognition of an asset or liability in a transaction that is not a business combination; and at the time of the transaction, affects neither accounting profit nor taxable profit (tax loss).

MeasurementDeferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax on revaluationThe revaluation does not affect taxable profits in the period of revaluation and consequently, the tax base of the asset is not adjusted. Hence a temporary difference arises. An upward revaluation will therefore give rise to a deferred tax liability. IBBPLC recognizes the underlying revaluation directly in equity, so the deferred tax thereon is also recognized as part of tax relating to equity. IBBPLC transfers each year from revaluation surplus to retained earnings an amount equal to the difference between the depreciation based on the cost of that asset.The amount transferred is net off any related deferred tax.

3.14 Share capital and reserves

3.14.1 Capital

Authorized Capital

Authorized Capital is the maximum amount of share capital that the Bank is authorized to raise as per its Memorandum and Articles of Association.

Paid-up Capital

Paid-up Capital represents total amount of shareholders' capital that has been paid in full by the shareholders. Shareholders are entitled to receive dividend as approved from time to time in the Annual General Meeting.

3.14.2 Share Premium

Share premium arose from sale of some un-subscribed Right Share for the year 1996 at above the par value and can be utilized as per section 57 of the Companies Act, 1994.

3.14.3 Statutory reserve

As per section 24 of the Bank Company Act, 1991 as amended, at least 20% of the net profit before tax is transferred to statutory reserve each year until the cumulative balance of the reserve equal to the paid-up capital.

3.14.4 Assets revaluation reserve

This represents the difference between the book value and the re-valued amount of premises (Land and Building) of the Bank as assessed by professional valuers in the year 2000, 2002, 2003, 2004, 2005, 2006, 2009 and 2012 which were reviewed by the then statutory auditors.To calculate Capital to Risk Weighted Assets Ratio (CRAR), 50% of the same was considered as a component of supplementary capital as per Bangladesh Bank BRPD Circular No. 24 dated 03 August 2010 up to 2014. However, as per BRPD circular 18 dated December 21, 2014, the revaluation reserve for Fixed assets [property, plant & equipment]already have been deducted fromTier-2 capital with a phase in manner from 2015 to 2019.

3.14.5 Revaluation reserve of securities

Investment in shares of Bangladesh Shipping Corporation qualified for Statutory Liquidity Reserve (SLR) as per Bangladesh Bank Letter No. BCD (P)744(23)(II)/1030 dated 08.11.1983, BRPD Circular No.15 dated 31.10.2005, DOS Circular Letter No.10 dated 11.09.2006, BRPD Circular No.03 dated 12.03.2008 and DOS Circular Letter No.05 dated 26.05.2008.The shares have been revalued as on 30.12.2017 on the basis of closing market price of Dhaka Stock Exchange Limited (DSE).The surplus is credited to Revaluation Reserve on securities account and 50% of the revaluation reserve upto 2014 has been taken as a component of Supplementary Capital as per Bangladesh Bank BRPD Circular No. 24 dated 03 August 2010. and shown in the Statement of Changes in Equity as per Bangladesh Bank guidelines up to 2014. As per BRPD circular 18 dated December 21, 2014, the revaluation reserve for securities has been deducted fromTier-2 capital from 2015 to 2019.

3.14.6 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.

The Bank presents non-controlling interests in the consolidated statement of financial position (Balance Sheet) within equity, separately from the equity of the owners of the Bank. Changes in the Bank ownership interest in a subsidiary that do not result in losing control of the subsidiary are equity transactions (i.e. transactions with owners in their capacity as owners).

3.14.7 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. In addition, while calculating regulatory capital the forbearance by the regulator in terms of deferral facility of provision had been considered as per Letter No. BSD-11/43(3)/2026-508, dated 28 April 2026.

3.15 Foreign currency transactions

3.15.1 Initial recognition

A foreign currency transaction is recorded, on initial recognition in the functional currency, by applying to the foreign currency amount the spot exchange rate between the functional currency and the foreign currency at the date of the transaction.

3.15.2 Subsequent measurement

A foreign currency transaction may give rise to assets or liabilities that are denominated in a foreign currency.These assets and liabilities is translated into the Bank's functional currency at each reporting date. However, translation depends on whether the assets or liabilities are monetary or non-monetary items:

Monetary items

Foreign currency monetary items outstanding at the end of the reporting date are translated using the closing rate.The difference between this amount and the previous carrying amount in functional currency is an exchange gain or loss. Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous financial statements is recognized in profit or loss in the period in which they arise.

Non-monetary items

Non-monetary items carried at historic cost are translated using the exchange rate at the date of the transaction when the asset arose (historical rate).They are not subsequently retranslated in the individual financial statements of the Bank. Non-monetary items carried at fair value are translated using the exchange rate at the date when the fair value was determined.

When a gain or loss on a non-monetary item is recognized in equity, any exchange component of that gain or loss is recognized in equity. Conversely, when a gain or loss on a non-monetary item is recognized in profit or loss, any exchange component of that gain or loss is recognized in profit or loss.

3.15.3 Translation of foreign currency financial statement

The assets and liabilities of foreign operations (Note- 1.3) are translated into presentation currency in the current statement of financial position using the closing rate at the reporting date.The income and expenses of foreign operations are translated at spot exchange rates at the date of transactions as long as practicable; otherwise average rate of exchange has been used. Foreign currency differences arising on translation are recognized in equity under the head translation reserve.

3.16 Income

3.16.1 Investment income

Income from general investments is accounted for on accrual basis except for investments under Musharaka, Mudaraba, Bai-Salam, Bai-as-Sarf and Ujarah (Khidmah Card) modes of Investment where the investment income is accounted for on realization basis.The Bank does not charge any rent during the gestation period of investment against Hire Purchase under Shirkatul Melk (HPSM) mode of investment but it fixes the sale price of the assets at a higher level in such a way to cover its expected rate of return. Such income is recognized on realization basis.

Profit/Rent/Compensation accrued on classified investments are suspended and accounted for as per circulars issued by Bangladesh Bank in this regard from time to time. At the time of recovery or regularization of those investments the related income which was suspended and shown as a liability is taken as investment income (except compensation) as per circulars issued by Bangladesh Bank. As a result, all the transferred amount to investment income from suspense during the year has already been included in the investment income of the Bank.

Profit on deposits with other banks & financial institutions is accounted for on accrual basis.

3.16.2 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 the Bank and the Mudaraba depositors at the pre-agreed ratio.

3.16.3 Income from investment in Bangladesh Government Islamic Investment Bond (BGIIB)

Profit from investment in Bangladesh Government Islamic Investment Bond (BGIIB) is accounted for on an accrual basis.

3.16.4 Income from investment in subordinated bond

Profit from investment in subordinated bond is accounted for on an accrual basis.

3.16.5 Fees, commission and exchange income

Fees, commission and exchange income on services provided by the Bank are recognized as and when the related services are rendered. Commission charged to customers on letter of credit and letter of guarantee are credited to Income at the time of effecting the transactions.

3.16.6 Dividend income

Dividend income from investments is accounted for when the right to receive income is established.

3.17 Expenses

3.17.1 Management and other expenses

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

3.17.2 Profit paid on deposits

As per agreement between the Mudaraba depositors and the Bank in line with Mudaraba Principle, 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. In the year 2025, the Bank complied the distribution of investment income earned through deployment of Mudaraba 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/yearly/anniversary basis considering overall projected 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.

3.17.3 Zakat

Zakat is paid by the Bank at the rate of 2.58% (instead of 2.50% as the Bank maintains its financial statements following GregorianYear) and calculated on the closing balances of Share Premium, Statutory Reserve, General Reserve and Dividend Equalization Accounts. Zakat is charged in the Profit & Loss Account of the Bank as per "Guidelines for Islamic Banking" issued by Bangladesh Bank through BRPD Circular No. 15 dated 09.11.2009. Zakat on Paid up Capital as well as zakat on Deposits are not paid by the Bank, since these are the responsibility of the Shareholders and Depositors respectively. However, since the actual deficit in provision without forbearance by the regulator (Note: 17.1.5) is higher than zakatable reserves during the year-2025, Zakat expenses had not been considered as per verdict of the Shariah Supervisory Committee in it's 269th meeting held on April 16, 2026.

3.18 Dividend payments

As per Bangladesh Bank Instructions vide letter no. BSD-11/43(3)/2026-508, dated 28 April 2026, no dividend had been declerred/Proposed for the 2025.Thus no liability has been recognized to this effect.

3.19 Revenue, gains, expenses & losses prohibited by Shari'ah

Income (doubtful, compensation & other earnings) which is prohibited by shari'ah are not being included in the distributable income of the Bank.

3.19.1 Doubtful income

Doubtful income which is prohibited by Shari'ah due to lapses in compliance of Shari'ah principles for investment as per Shari'ah Supervisory Committee report is included in the investment income of the Bank and appropriate amount of corporate tax is provided on it accordingly on these whole amount whether realized or not. However, as per decision of the Shariah Supervisory Committee (SSC) in it 269th meeting held on April 16, 2026, the reported income was neither distributed to the depositors nor the shareholders.The SSC had given deferred facility for 5 years to gradully utilize the doubtful income in shariah approval charitable purposes.

3.19.2 Compensation

Bank charges compensation on overdue investments under Bai-modes.The amount of compensation is not included in investment income rather kept separately under other liabilities (Note-17.5) titled as "compensation account" Applicable tax on the amount is provided/paid from those account. However, the compensation amount had been accounted for actual administrative expenses against classified investment , CRR penulty and penal intrest on overdraft payment as per verdict of SSC in its 269th meeting held on April 16, 2026

3.19.3 Other earnings

Interest 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.

3.20 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.

3.21 Earnings per share (EPS)

Measurement

Basic EPSThe Bank calculates basic earnings per share amounts for profit or loss attributable to ordinary equity holders of the parent entity. Basic earnings per share is calculated by dividing profit or loss attributable to ordinary equity holders of the parent entity (the numerator) by the weighted average number of ordinary shares outstanding (the denominator) during the period.The company calculates earnings per share (EPS) in accordance with IAS 33, "Earnings Per Share" which has been shown on the face of the Profit and Loss Account.

Diluted EPSThe Bank calculates diluted earnings per share amounts for profit or loss attributable to ordinary equity holders of the parent entity. For the purpose of calculating diluted earnings per share, the Bank adjusts profit or loss attributable to ordinary equity holders of the parent entity, and the weighted average number of shares outstanding, for the effects of all

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dilutive potential ordinary shares. Dilution of EPS is not applicable for these financial statements as there was no dilutive potential ordinary shares during the relevant periods. Hence no Diluted EPS has been calculated. Consolidated basic EPS has also been calculated and presented in the same manner.

PresentationThe Bank presents basic and diluted earnings per share in the statement of profit or loss.The Bank presents basic and diluted earnings per share with equal prominence for all periods presented.The Bank presents basic and diluted earnings per share, even if the amounts are negative (i.e. a loss per share). "

3.22 Segment reporting

As per IFRS 8 An operating segment is a component of the Bank that engages in business activities from which it may earn revenues and incur expenses and whose operating results are regularly reviewed by the Bank's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and for which discrete financial information is available.The Bank reports separately information about each operating segment that has been identified as an operating segment and exceeds the quantitative thresholds.

Quantitative thresholds

The Bank reports separately information about an operating segment that meets any of the following quantitative thresholds:- Its reported revenue, including both external customers and inter segment , is 10 percent or more of the combined revenue, internal and external, of all operating segments.-The absolute amount of its reported profit or loss is 10 percent or more of the greater, in absolute amount, of (i) the combined reported profit of all operating segments that did not report a loss and (ii) the combined reported loss of all operating segments that reported a loss.- Its assets are 10 percent or more of the combined assets of all operating segments.

Operating segments that do not meet any of the quantitative thresholds may be considered reportable, and separately disclosed, if Management believes that information about the segment would be useful to users of the financial statements.

3.23 Events after the reporting period

All material events after the reporting period that provide additional information about the Companies'/Bank's position at the balance sheet date are reflected in the financial statements as per IAS-10 "Events after the Reporting Period". Events after the reporting period that are not adjusting events are disclosed in the notes when material (Note- 41.0).

All other material events after the reporting period have been considered and appropriate adjustments/disclosures have been made in the financial statements as per IAS-10 "Events after the reporting period".

Board's recommendation for dividend distribution is a common item presented in the **Note 41.0.**

3.24 Risk management

The Bank Company Act, 1991 as amended 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.

The risk of a bank is defined as the possibility of losses, financial or otherwise. BRPD circulars no.17 dated 07 October 2003, BRPD circular no. 04 dated 05 March 2007 and DOS circular no. 2 dated 15 February 2012 require banks to put in place an effective risk management system.The Risk Management of the Bank covers 6 (six) Core Risk Areas of Banking industry i.e. Investment (Credit) Risk , Foreign Exchange Risk, Asset-Liability Management Risk, Money Laundering Risk, Internal Control & Compliance Risk and Information & Communication Technology Risk.The risk management procedures in the core risk areas have been devised in line with the core risk management guidelines of Bangladesh Bank. All the Risk Management Guidelines are periodically reviewed by the Bank and Bangladesh Bank periodically inspects the implementation status of these guidelines and as per the reports of Bangladesh Bank, the Bank is well compliant in Core Risk Management activities.

In line with instruction of Bangladesh Bank, the Bank formed a Risk Management Wing (RMW) to formulate risk assessment and management policies, methodologies, guidelines and procedures for risk identification, risk measurement, risk monitoring, deciding acceptable level of risk and risk controlling. Risk management function involves identification, assessing, taking mitigating steps, preparing Risk Management Paper (RMP), conducting monthly risk management meeting, stress testing and reporting the competent authority from time to time. It also reports to Bangladesh Bank on quarterly basis along with the RMP, minutes of the monthly meeting and all other required supporting papers. Moreover, in compliance with the "Bank Company Act 1991 as amended," Section 15 (Kha) and BRPD Circular No. 11 dated 27 October, 2013 of Bangladesh Bank, the Bank has constituted a Risk Management Committee comprising of 2 (two) directors from the Board to formulate risk management policies, procedures and oversee the risk management activities of the Bank.

The prime objective of the Risk Management is that the Bank takes well calculative Business Risk Policy for safeguarding the Bank's capital, its financial resources and profitability from various risks. In this context, the Bank implemented all the guidelines of Bangladesh Bank as under:

3.24.1 Internal Control and Compliance

Operational loss may arise from errors and fraud due to lack of internal control and compliance. With a view to overcome such lapses and verification of asset quality, ensure quality of customer service, overall security arrangement, operational efficiency and compliance of regulatory issues as guided through different circulars, manuals from Head Office and other regulatory bodies. Bank organizes its management through Internal Control & Compliance Wing (ICCW) which consists of three Divisions namely (I) Audit & Inspection Division, (II) Compliance Division and (III) Monitoring Division.

I. Audit & Inspection Division

Internal Audit & Inspection Division undertakes periodical and special audit of Branches, Divisions and Departments of Head Office of the Bank, its subsidiaries and Foundation to review operational effectiveness and internal & external compliance requirements.The Bank has introduced Risk Based Internal Audit of the branches.The Audit Committee of the Board subsequently reviews the lapses identified by Audit and Inspection Division.The Audit Committee also reviews Bangladesh Bank Inspection Reports and other issues indicated in the guidelines prescribed by Bangladesh Bank. Necessary steps/measures are taken on the basis of observations & suggestions of the Committee.

The Audit & Inspection Division conducts investigations against complaints received from customers, anonymous persons, management & others and submits the reports to the competent authority. Periodical Inspection reports of Zonal Heads, Shari'ah Inspections & Branch Manager's self Audit are also reviewed by the Division regularly and necessary guidance and suggestions are given with continuous follow-up there against.

II. Compliance Division

The Compliance Division handles the 'regulatory issues of Bangladesh Bank as well as other regulatory bodies' and submits 'status report on regulatory compliance' quarterly to the Audit Committee as per BRPD Circular No.12 dated 23.12.2002.

The Compliance Division ensures that the Bank complies with all regulatory requirements while conducting its day to day business.The Compliance Division maintains liaison with the regulatory bodies for any regulatory changes and notify the same to all concerned.

III. Monitoring Division

This Division performs the following:

i) Assesses the risk of the functional areas of the Branches described in the Departmental Control Function Checklist (DCFCL) and determines the frequency of Audit/Inspection under risk based approach of the branches based on the gravity of risks involved.

ii) Monitors the Internal Control Functions through the Quarterly Operations Report (QOR) and other mechanisms.

iii) Checks the completion/execution of Investment Documentation.

3.24.2 Foreign Exchange Risk Management

Foreign Exchange Risk is the current or prospective risk to earnings and capital arising from adverse movements in currency exchange rates.The Bank is exposed to profit rate risk and settlement risk on account of its foreign exchange business. Foreign Exchange business includes trading of foreign currencies relating to import, export, remittances and other ancillary services.The Bank is dealing with a substantial volume of foreign trade and remittance business of the country which exposes the Bank to foreign exchange risk.The Bank has adopted foreign exchange risk manual through which the foreign exchange operations are dealt with.

Foreign Exchange risks are measured and monitored by the Treasury Division. Treasury Division consists of separate Front Office, Back Office and Mid Office.The Treasury Front Office (Dealing Room) independently performs the deals and the Treasury Back Office is responsible for verification of the deals and passing of their entries in the books of account.

The Foreign Exchange Risk is minimized through proper market analysis, real time pricing of Foreign Exchange, fixation of different market related limits (daylight, overnight, stop loss and management action trigger) and counter parties credit limits set by the management and ensure adherence to the limits by the Treasury Front Office. All Foreign Exchange transactions are revalued at weighted average exchange rate as provided by Bangladesh Bank at the end of each month. All Nostro Accounts are reconciled regularly and outstanding entries are reviewed by the management for its settlement/recompilation. The open position maintained by the Bank at the end of the day remains within the stipulated limit prescribed by the Bangladesh Bank.

3.24.3 Investment (Credit) Risk Management

Investment (Credit) risk is one of the major risks faced by the Bank.This can be described as potential loss arising from the failure of counter party to perform as per contractual agreement with the Bank.The failure may result from unwillingness or inability of the counter party in discharging his / her financial obligation.Therefore, Bank's Investment (Credit) Risk Management activities have been designed to address all these issues.The Bank has designed its own operational manuals for each modes and products. It has also designed its own investment risk management guideline which is compatible with the regulatory guideline and Islamic modes of finance.There is a dedicated committee namely "Investment Risk Management Committee" which periodically reviews the operational manuals and risk management guidelines and ensures compliance of the same.The prime objective of the risk management is that the Bank undertakes well calculated business risks to safeguard its capital, financial resources and growth of sustainable profitability

3.24.4 Asset Liability Management

The Asset Liability Committee (ALCO) of the Bank monitors balance sheet risk, liquidity risks, investment deposit ratio (IDR), deposit mix, investment mix, gap analysis etc. under the leadership of Managing Director of the Bank. Asset Liability Committee (ALCO) reviews liquidity requirement of the Bank, the maturity of assets and liabilities, deposit and investment pricing strategy, sensitivity of assets and liabilities, management indicators/ratios and the liquidity contingency plan.The primary objective of the ALCO is Liquidity management, Fund management and Assets-Liabilities matching.The committee also monitors and averts significant volatility in Net Investment Income (NII), investment value and exchange earnings.

3.24.5 Money Laundering Risk

Money Laundering risk is defined as the loss of reputation and expenses incurred as penalty for being negligent in prevention of money laundering. For mitigating the risks, Islami Bank Bangladesh PLC. has formed 10 (ten) members Central Compliance Committee (CCC) under the leadership of a senior Deputy Managing Director of the Bank as the Chief Anti Money Laundering Compliance Officer (CAMLCO) at Head Office. Apart from that, Branch Compliance Units (BCU) and Zone Compliance Units (ZCU) are also functioning under the leadership of Branch Anti Money Laundering Compliance Officer (BAMLCO) at branch level and Zone Anti Money Laundering Compliance Officer (ZAMLCO) at Zonal Offices.

The Bank has introduced a comprehensive AML Policy namely "POLICY AND GUIDELINES FOR PREVENTION OF MONEY LUANDERING AND TERRORIST FINANCING RISK MANAGEMENT" under the light of local Laws, Rules & Regulations as well as international best AML practices duly approved by the Board of Directors, IBBPLC.

As per approved Policy, IBBPLC has been conducting many time-befitting programs to prevent Money Laundering & Terrorist Financing which include among others (a) Central Customer On-boarding, (b) Electronic Know Your Customer (e-KYC), (c) KYC Remediation including all Legacy Accounts, (d) Automated Transaction Monitoring and filing of Suspicious Transaction Report (STR)/Suspicious Activity Report (SAR) to Bangladesh Financial Intelligence Unit (BFIU), (e) Electronic Record Keeping, (f) Building of employee awareness and skill on prevention of Money Laundering & Terrorist Financing round the year through training-seminar-symposium, workshop held both home and abroad, (g) Maintaining Self-Assessment Report by every branch, (h) Conducting Independent Testing by the Internal Auditors of the Bank to assess the correctness and accuracy of the activities of the branches on AML & CFT as instructed by BFIU, the local AML & CFT regulator of Bangladesh and so on.

3.24.6 Information and Communication Technology Risk Management

The Bank has adequately addressed Information and Communication Technology (ICT) Risk Management. It is an in-depth exercise and continual process.The ICT Risk Management exercise mainly includes minimizing financial and image loss to the institution in all events such as natural disasters, technological failures, human errors etc.The Bank uses own developed Core Banking Software to perform all types of transactions including local/ online/ internet in a secured way.To take care of its core banking system, a separate security module has been incorporated in the software which manages different roles/privileges for different users. All financial transactions can be tracked for future audit purposes.

The Bank uses Central Data Centre to replicate transactions in branches in case of data failure or inconsistencies. Data travelling through network uses encryption and decryption mechanism.

In line with the Bangladesh Bank directives, the Bank has approved its own ICT policies for its operations and services. Under these policy guidelines, a security policy has also been worked out.To abide by and adhere to what is laid down in the policy; the implementation has been made through Active Directory Services (ADS), Password Policy, Kerberos Policy, Audit Policy, Group Policy, User Rights, Permission Policy etc. In order to secure network resources from public network, the Bank has introduced Virtual Private Network (VPN), Access Control List (ACL), IP filtering and TCP/UDP service blocking through router and firewall devices. It has already centralized the administrative control to access the network, mailing system and internet. The Bank has introduced Business Continuity Plan (BCP) for its entire network and trained the officials to cope up with any contingencies.

3.24.7 Internal audit

Internal Audit is used as an important element to ensure good governance of the Bank. Internal Audit activity of the Bank is effective and it provides senior management with a number of important services.These include detecting and preventing fraud, testing internal control, and monitoring compliance with own policies & procedures, applicable rules & regulations, instructions/ guidelines of regulatory authority etc.

During the year 2025, Audit & inspection Division of Internal Control & Compliance Wing conducted inspection on all of the Branches/ Divisions of Head Office of the Bank and submitted reports presenting the findings of the audits/ inspections. Necessary control measures and corrective actions have been taken on the suggestions or observations made in these reports.The reports or key points of the reports have also been discussed in the meetings of the Audit Committee of the Board and necessary steps have been taken according to the decision of the said Committee for correct functioning of Internal Controls & Compliance.

3.24.8 Fraud and forgeries

Fraud means willful or criminal deception intended to result in financial or personal gain. It will never be possible to eliminate all fraud and no system is completely fraud proof, since many fraudsters are able to bypass control systems put in place.The Bank continuously pays attention to implement and improve the anti-fraud internal controls for prevention of fraud and forgery. The Bank assesses /evaluates the effectiveness of its Anti-Fraud Internal Control measures on quarterly basis as per the items/ areas mentioned in the prescribed checklist of Bangladesh Bank. During the year 2025, no fraud has been detected by the Bank.

3.25 Credit rating report

Emerging Credit Rating Limited (ECRL) was engaged by the Bank for the purpose of rating the Bank since 2022 as per Bangladesh Bank BRPD Circular No.06 dated 5 July 2006. ECRL has assigned 'A' rating for the long term, indicating above average credit quality, and 'ST-2' for above average ability to meet short term financial commitments.

3.26 Impact on COVID-19

On 11 March 2020, World Health Organization (WHO) declared a global pandemic due to Corona Virus related respiratory disease commonly called as COVID-19.To contain the spread of this disease, along with many other countries of the world, Government of Bangladesh has also taken a number of measures such as declaration of general holiday, enforcement of lock down, social distancing etc. While the overall effect of COVID-19 global pandemic on Bank's business in the post years is still evolving at this point, there has been limited impact assessed on the business since the outbreak. The board and management are regularly monitoring the potential impact of the pandemic on the Bank as the situation continues to deteriorate but are assured that any foreseeable adverse impact can be reasonably managed.

The management of the Bank assessed the going concern and found no uncertainty regarding this for the foreseeable future due to COVID-19.The global economy including Bangladesh has been seriously affected since March 2020 due to the outbreak of COVID-19 that has caused disruption in Export and Import business.

3.27 Regulatory and legal compliance

Among others, the Bank complied with the requirements of the following circular, rules and regulations:

a) The Bank Company Act, 1991 as amended
b) The Company Act, 1994 as amended
c) BRPD Circular No. 14 dated 25 June 2003 and "Guidelines for Islamic Banking" issued by Bangladesh Bank through BRPD Circular No. 15 dated 09 November 2009
d) Other circulars, rules and regulations issued by Bangladesh Bank from time to time
e) The Securities and Exchange Rules, 2020
f) The Securities and Exchange Ordinance, 1969
g) The Securities and Exchange Commission Act, 1993
h) Income Tax Act, 2023
i) Value Added Tax and Supplementary Duty Act and Rules, 2012
j) The Financial Reporting Act 2015
k) Standards issued by AAOIFI
l) The Stamp Act-1899
m) The Customs Act-1969
n) The Money Laundering Prevention Act, 2012
o) The Anti Terrorism (Amendment) Act, 2009 etc.

4.0 Compliance with Financial Reporting Standards as applicable in Bangladesh

The Companies/Bank complied, as per Para 12 of Securities & Exchange Rule 1987, with the following International Financial Reporting Standards (IFRSs) and International Accounting Standards (IASs) as adopted by The Institute of Chartered Accountants of Bangladesh (ICAB) in preparing the financial statements of the Bank subject to departure described in note-2.1, where we have followed Bangladesh Bank guidelines:

Sl. No.	FRS No.	IFRS Title	Compliance Status
1	1	First-time adoption of International Financial Reporting Standards	Not Applicable
2	2	Share-based Payment	Not Applicable
3	3	Business Combinations	Not Applicable
4	4	Insurance Contracts	Not Applicable
5	5	Non-current Assets Held for Sale and Discontinued Operations	Not Applicable
6	6	Exploration for and Evaluation of Mineral Resources	Not Applicable
7	7	Financial Instruments: Disclosures *	Complied
8	8	Operating Segments	Complied
9	9	Financial Instruments *	Complied
10	10	Consolidated Financial Statements	Complied
11	11	Joint Arrangements	Not Applicable
12	12	Disclosure of Interests in other Entities	Complied
13	13	Fair Value Measurement	Complied
14	14	Regulatory deferral accounts	Not Applicable
15	15	Revenue from contracts with customers	Complied
16	16	Lease	Complied
Sl. No.	**IAS No.**	**IAS Title**	**Compliance Status**
1	1	Presentation of Financial Statements	Complied
2	2	Inventories	Not Applicable
3	7	Statement of Cash Flows *	Complied
4	8	Accounting Policies, Changes in Accounting Estimates and Errors	Complied
5	10	Events after the Reporting Period	Complied
6	12	Income Taxes	Complied
7	16	Property, Plant & Equipment	Complied
8	19	Employee Benefits	Complied
9	20	Accounting for Government Grants and Disclosure of Government Assistance	Not Applicable
10	21	The Effects of Changes in Foreign Exchange Rates	Complied
11	23	Borrowing Costs	Not Applicable
12	24	Related Party Disclosures	Complied
13	26	Accounting and Reporting by Retirement Benefit Plans	Not Applicable
14	27	Separate Financial Statements	Complied
15	28	Investments in Associates and Joint Ventures	Not Applicable
16	29	Financial Reporting in Hyperinflationary Economics	Not Applicable
17	32	Financial Instruments: Presentation	Complied
18	33	Earnings Per Share	Complied
19	34	Interim Financial Reporting **	Complied
20	36	Impairment of Assets	Complied
21	37	Provisions, Contingent Liabilities and Contingent Assets	Complied
22	38	Intangible Assets	Complied
23	40	Investment Property	Not Applicable
24	41	Agriculture	Not Applicable

(*) Subject to departure disclosure in Note no. 2.1

(**) 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).

5.0 Audit committee

The Audit Committee of the Board was duly formed by the Board of Directors of the Bank in accordance with BRPD circular No.02 dated 11 February 2024 of Bangladesh Bank. Pursuant to the BSEC notification no. BSEC/CMRRCD/2006-158/207/Admin/80 dated 03 June 2018 and its amendment brought under notification no. BSEC/CMRRCD/2009-193/66/PRD/148 dated 16 October 2023 and BSEC/CMRRCD/2009-193/76/PRD/151 dated 04 April 2024 on Corporate Governance, the current Committee is constituted with the following 02 (two) members of the Board:

Sl. No.	Name of the Member	Status with the Bank	Status with the Committee	Educational Qualification
1	Mr. Md. Abdus Salam FCA, FCS	Independent Director	Chairman	Chartered Accountant (Fellow), 1989, ICAB, Chartered Secretary (Fellow), 1997, ICSB, Masters of Commerce in Accounting, 1976, University of Dhaka, Bachelor of Commerce (Hons) in Accounting, 1975, University of Dhaka
2	Professor Mohammed Masud Rahman	Independent Director	Member	Ph. D. from Aligarh Muslim University, India in 2003-04, M. Com, Department of Finance, 1981, University of Dhaka, B. Com (Hons), Department of Finance, 1980, University of Dhaka,

04 (Four) meetings were held for reviewing the Financial Statements out of total 23 (Twenty) meetings held in the year 2025. The Audit Committee reviewed the Financial Statements of 2025 on 28 April 2026.

6.0 Related party disclosures

As per IAS-24 "Related Party Disclosures," a related party is a person or entity that is related to the entity (i.e. IBBPLC) that is preparing its financial statements. Related party transaction is a transfer of resources, services or obligations between a reporting entity and a related party, regardless of whether a price is charged as per IAS-24.

Related Parties include the Bank's Directors, key management personnel, associates, companies under common directorship etc. as per IAS-24 "Related Party Disclosures." All transactions involving related parties arising in the normal course of business are conducted at arm's length at normal commercial rates on the same terms and conditions as third party transactions using valuation modes, as admissible.

6.1 Lending policy for transactions with Bank related person/related parties

Transactions with Bank related person/related parties including Directors are made as per rules and regulations of the Bank Company Act, 1991 as amended and as per circulars issued by Bangladesh Bank time to time including the following general rules:

i)Terms & conditions for financial transaction with bank related person/related parties will not be easier than other persons i.e. other investment clients.

ii) Prior approval from the majority of Board of Directors shall be required for all financial transactions with bank related person/related parties.

iii)The Bank shall not allow funded facilities exceeding 10% of Tier-I capital to the Bank related persons/related parties; real investment facilities shall be considered deducting encashable securities from funded investment.

6.2 The Name of Directors along with all related Firms/ Companies/ Institutions/ Parties:

Sl. No	Name of the Directors	Status with the Bank	Name of the related Firms/ Companies/ Institutions/ Parties etc.	Remarks
1	Professor Dr. M Zubaidur Rahman	Independent Director & Chairman	Professor Dr. M. Zubaidur Rahman is the Vice Chancellor of ZNRF University of Management Sciences. He was the Associate Professor and Chairman (1983 - 1985), Assistant Professor (1978 - 1982), Lecturer (1975 - 1978), Department of Finance, University of Dhaka. He was the Visiting Professor of University of Bocconi & Moscow State University. He was the Visiting Scholar of Moscow State University & University of Illinois at Urbana-Champaign. He was also the Professor, School of Business and Economics, State University of New York.	Independent Director
2	Mohammad Khurshid Wahab	Independent Director & Chairman, Executive Committee	Mr. Mohammad Khurshid Wahab was the Executive Director of Bangladesh Bank	Independent Director
3	Md. Abdus Salam FCA, FCS	Independent Director & Chairman, Audit Committee	Mr. Md. Abdus Salam FCA, FCS is a Chartered Accountant. He was the elected President (2013) and Council Member (2010-2015), Fellow Member, Institute of Chartered Accountants of Bangladesh (ICAB) and ex-Board Member, SAFA. He was also the Fellow Member (017) and Vice President: Institute of Chartered Secretaries and Managers of Bangladesh and Fellow Member, Bangladesh Institute of Accounting Technicians Fellow Member, Bangladesh Computer Society. He was the Founder President, Institute for Supply Chain Management Bangladesh- an affiliate of Institute for Supply Management, USA	Independent Director
4	Professor Mohammed Masud Rahman	Independent Director	Professor Dr. M. Masud Rahman was the professor of Department of Finance, University of Dhaka from 2008. He was also the visiting professor of North South University, Dhaka.	Independent Director
5	S. M. Abdul Hamid, FCA	Independent Director & Chairman, Risk Management Committee	Mr. S. M. Abdul Hamid, FCA is a Fellow Chartered Accountant of the Institute of Chartered Accountants of Bangladesh (ICAB) and Senior Partner of Islam Jahid & Co., Chartered Accountants. He qualified as a Chartered Accountant in 1994 and is also a Diplomaed Associate of the Institute of Bankers, Bangladesh (DAIBB).	Independent Director
6	Md. Omar Faruk Khan	Managing Director	Islami Bank Bangladesh PLC.	Ex-Officio Director

Bangladesh Bank dissolved the Board of Directors of Islami Bank Bangladesh PLC vide Bangladesh Bank Order No. BRPD(BMMA)651/9(6)DA/2024-7334 dated 22.08.2024.

6.3 Related party balances and transactions

6.3.1 Related party balances

Type of balances of related parties of the Bank are as follows:

Amount in Taka

SL. No.	Name of the related parties	Nature of relationship	Nature of transactions	Closing balance 31.12.2025	Closing balance 31.12.2024
1	Islami Bank Securities Limited (IBSL)	Parent- subsidiary	Investment in share capital by IBBPLC	2,699,846,000	2,699,846,000
			Bank balance	29,051,401	2,611,947
			MTDR balance	1,229,510,000	750,000,000
			Quard balance	-	-
			Profit receivable	103,364,714	50,056,858
			Mudaraba investment	4,700,000,000	4,700,000,000
			Accounts payable	68,722,191	10,332,792
			Bank charge payable	-	-
			Dividend payable	-	-
2	Islami Bank Capital Management Limited (IBCML)	Parent- subsidiary	Investment in share capital by IBBPLC	599,986,000	299,993,000
			Bank balance	80,710,936	3,331,378
			MTDR balance	400,069,085	448,486,427
			Mudaraba investment	-	300,000,000
			Dividend payable	-	-

6.3.2 Related party transactions

Related party transaction is a transfer of resources, services, or obligations among related parties, regardless of whether a price is charged as per IAS 24 'Related Party Disclosures', Bangladesh Bank & BSEC guidelines. Nature and type of related party transactions of the Bank during the year 2025 are as follows:

Amount in Taka

SL. No.	Name of the related party	Nature of relationship	Nature of transaction	2025
1	Islami Bank Securities Limited (IBSL)	Parent- Subsidiary	Deposit to Savings account maintained with IBBPLC	2,157,233,621
			Withdraw from Savings account maintained with IBBPLC	2,207,340,164
			Bank charge paid to IBBPLC	67,327
			Payment against office rent	1,027,051
			Tax deduction at source against MTDR	12,599,198
			Profit paid on investment against MTDR	103,364,714
			Profit withdrawn against MTDR	85,441,061
2	Chief Executive Officer	Key Management Personnel	Short-term employee benefits (Salary and allowance)	15,272,548
3	Islami Bank Capital Management Limited (IBCML)	Parent- Subsidiary	Payment of interim dividend to IBBPLC	-
			Profit against MTDR	38,753,136
			Profit against MSND	15,495
4	Directors of the Bank	Director	Fees, TA/DA/hotel fare and other expenses	13,291,306

6.4 Other related party disclosures

1. There was no contracts of significance wherein a director has interests subsisted at any time during the year or at the end of the year.
2. Investment to related parties is effected as per requirement of Section 27 of Bank Company Act, 1991 as amended.
3. Share issued to Directors and Executives without consideration or exercisable at discount is Nil.
4. Other disclosures are not applicable as required by BRPD Circular No. 14 dated 25 June, 2003 and BRPD Circular No. 15 dated 09 November, 2009.

	31.12.2025 Taka	31.12.2024 Taka
7.0 Cash in hand		
Cash in hand (including foreign currency) (Note. 7.1)	36,025,433,291	32,335,624,310
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency) (Note. 7.2)	90,152,220,765	75,040,402,798
Total	**126,177,654,056**	**107,376,027,108**
7.1 Cash in hand (including foreign currency)		
In local currency	35,864,768,185	32,146,579,824
In foreign currency	160,665,106	189,044,486
Total	**36,025,433,291**	**32,335,624,310**
7.2 Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)		
(a) Balance with Bangladesh Bank		
In local currency	85,004,369,503	66,153,891,333
In foreign currency	3,012,680,548	6,935,991,517
Sub-total	**88,017,050,052**	**73,089,882,850**
(b) Balance with Sonali Bank PLC. (as agent of Bangladesh Bank)		
In local currency	2,135,170,713	1,950,519,948
In foreign currency	-	-
Sub-total	**2,135,170,713**	**1,950,519,948**
Total (a+b)	**90,152,220,765**	**75,040,402,798**

	31.12.2025 Taka	31.12.2024 Taka

7.3 Cash Reserve Requirement (CRR) & Statutory Liquidity Ratio (SLR)

Cash Reserve Requirement (CRR) and Statutory Liquidity Ratio (SLR) have been calculated and maintained in accordance with the Section 25 & 33 of the Bank Company Act, 1991 as amended and the Instruction of Bangladesh Bank Order 1972, Article 36, clause (1).

7.3.1 Cash Reserve Requirement (CRR)

The Cash Reserve Requirement (CRR) of the Bank was 4.00% of average total demand and time liabilities on bi-weekly basis with a provision of minimum 3.50% on daily basis as per Bangladesh Bank MPD Circular No. 03 dated 09 April 2020. However, we have followed the instruction of Bangladesh Bank to maintain CRR @ 4% on daily basis vide Letter No. DOS (SR)1153/120(P)/10/2024-5704 dated 17 December 2024.

Position of Cash Reserve Requirement (CRR)

	31.12.2025 Taka	31.12.2024 Taka
Required CRR (4.00% of average total time and demand liabilities)	69,935,600,000	61,656,932,000
Actual reserve held with Bangladesh Bank in local currency (Note 7.2) (*)	81,432,300,000	66,125,891,333
Excess/(shortfall) **	**11,496,700,000**	**4,468,959,333**

(*) Lien against TT discounting facilities of Tk. 28,000,000 has not been considered as CRR.

(**) As per Bangladesh Bank's DOS Circular No. 01 dated 01 January 2015, to fulfill Basel III liquidity requirements, Bank is required to maintain a Liquidity Coverage Ratio (LCR) of ?100% and Net Stable Funding Ratio (NSFR) of >100%.

7.3.2 Statutory Liquidity Ratio (SLR)

The requirement of Statutory Liquidity Ratio (SLR) of the Bank was 5.50% on daily basis excluding CRR wherein the excess CRR amount shall be included while calculating SLR from 01 February 2014 as per DOS Circular No. 01 dated 19 January 2014.

Position of Statutory Liquidity Ratio (SLR)

	31.12.2025 Taka	31.12.2024 Taka
Required Reserve (5.50% of average total time and demand liabilities including OBU)	96,182,700,000	84,852,956,000
Actual reserve maintained (Note- 7.3.2.1)	119,115,900,000	102,401,444,381
Excess/(shortfall)	**22,933,200,000**	**17,548,488,381**
7.3.2.1 Components of Statutory Liquidity Ratio (SLR)		
Cash in hand including foreign currency (Note- 7.1)	36,025,433,291	32,335,624,310
Excess CRR amount (Note- 7.3.1)	11,496,700,000	4,468,959,333
Balance with Sonali Bank PLC. as Agent Bank of BB (Note- 7.2.b)	2,135,170,713	1,950,519,948
Balance with Islamic Refinance Fund A/c (Note- 9)	-	-
Balance of Nostro Accounts	21,305,000	74,675,000
Unencumbered approved securities :		
Bangladesh Shipping Corporation (Note-10.1)	222,200,000	189,400,000
Bangladesh Government Islamic Investment Bond (Note-10.1)	60,000,000,000	60,000,000,000
Bangladesh Government Sukuk Bond (Islamic Bond)	9,215,088,668	3,382,265,789
Total	**119,115,897,672**	**102,401,444,381**
7(a) Consolidated cash in hand		
7(a)(i) Cash in hand (including foreign currency)		
Islami Bank Bangladesh PLC.	36,025,433,291	32,335,624,310
Islami Bank Securities Limited	-	-
Islami Bank Capital Management Limited	20,484	25,600
Sub total	**36,025,453,775**	**32,335,649,910**
7(a)(ii) Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)		
Islami Bank Bangladesh PLC.	90,152,220,765	75,040,402,798
Islami Bank Securities Limited	-	-
Islami Bank Capital Management Limited	-	-
Sub total (ii)	**90,152,220,765**	**75,040,402,798**
Total (i+ii)	**126,177,674,540**	**107,376,052,708**
8.0 Balance with other banks & financial institutions		
8.i In Bangladesh		
In current account	1,203,264,463	3,021,263,322
OBU's balance with treasury division, IBBPLC (Note-2.0 _OBU)	718,018,825	4,710,846,738
In Mudaraba savings, SNDA & MTDR account with other islamic banks/financial institutions	89,720,338,391	83,114,524,963
Sub total	**91,641,621,679**	**90,846,635,022**
Less: OBU's balance with treasury division, IBBPLC	718,018,825	4,710,846,738
Sub total (i)	**90,923,602,854**	**86,135,788,284**
8.ii Outside Bangladesh (Note 8.1)		
In current account	17,784,657,998	14,786,274,718
In Mudaraba savings, SNDA & MTDR account with other islamic banks/financial institutions	-	-
Sub total (ii)	**17,784,657,998**	**14,786,274,718**
Grand total (i+ii)	**108,708,260,852**	**100,922,063,002**

8.1 Currency-wise amount and exchange rate of Balance with other banks & financial institutions outside Bangladesh

Foreign currency	Amount in F.C	Exchange rate	31.12.2025	31.12.2024
US Dollar	98,755,696.26	122.295	12,077,367,375	11,859,515,830
Great Britain Pound (GBP)	351,055.54	165.123	57,967,414	119,879,500
Saudi Riyal	4,657,055.45	32.605	151,844,224	130,773,564
EURO	22,899,855.68	143.930	3,295,964,778	1,317,425,739
YEN	13,833,696.00	0.784	10,840,084	11,610,195
Canadian Dollar	81,500.17	89.273	7,275,781	11,234,214
Swiss Franc	-	154.824	-	13,206,257
Singapore Dollar	3,929,290.49	95.120	373,752,933	85,896,157
China Currency (CNY)	4,246,602.40	17.455	74,123,596	47,193,294
ACU Dollar	11,853,727.34	122.295	1,449,656,327	468,456,613
AED	8,585,631.99	33.296	285,865,486	721,083,355
Total			**17,784,657,998**	**14,786,274,718**

	31.12.2025 Taka	31.12.2024 Taka
8.2 Maturity- wise classification balance with other banks & financial institutions		
Repayable on demand	6,799,661,473	93,878
With a residual maturity of		
Up to 1 Month	85,197,294,524	85,197,294,524
Over 1 month but not more than 3 months	16,360,000,000	12,840,000,000
Over 3 months but not more than 1 year	330,000,000	2,810,000,000
Over 1 year but not more than 5 years	-	-
More than 5 years	21,304,855	74,674,600
Total	**108,708,260,852**	**100,922,063,002**
8(a) Consolidated Balance with other banks & financial institutions		
8(a)(i) In Bangladesh		
Islami Bank Bangladesh PLC.	90,923,602,854	86,135,788,284
Islami Bank Securities Limited	6,105,901,318	5,886,241,625
Islami Bank Capital Management Limited	407,148,896	403,209,426
Inter-company balances	(1,841,886,910)	(1,488,654,953)
Sub-total (i)	**95,594,766,158**	**90,936,584,382**
8(a)(ii) Outside Bangladesh		
Islami Bank Bangladesh PLC.	17,784,657,998	14,786,274,718
Islami Bank Securities Limited	-	-
Islami Bank Capital Management Limited	-	-
Sub-total (ii)	**17,784,657,998**	**14,786,274,718**
Total (i+ii)	**113,379,424,156**	**105,722,859,100**
9.0 Placement with banks & other financial institutions		
Placement to OBU by Treasury Division, IBBPLC (Note-6.0 _OBU)	15,304,965,975	14,286,689,309
Placement to AD Branches for MDB in FC by OBU (Note-3.0 _OBU)	1,921,303,007	-
Placement to Islamic Refinance Fund Account	-	-
	17,226,268,982	**14,286,689,309**
Less: Placement to OBU by Treasury Division, IBBPLC	15,304,965,975	14,286,689,309
Less: Placement to AD Branches for MDB in FC by OBU	1,921,303,007	-
Total	**-**	**-**

10.0	Investments in shares & securities						
		As at December 2025					
	Particulars	No. of share	Face Value/ Average cost	Total Cost price	Market Value	Un-realized gain/Loss	Remarks
10.1	**Government**						
	Bangladesh Shipping Corporation	2,000,000	111.10	222,200,000	222,200,000	-	Quoted
	MPETROLEUM	20,000	235.17	4,703,372	3,848,000	(855,372)	Quoted
	BSCPLC	527,800	208.56	110,080,537	66,819,480	(43,261,057)	Quoted
	TITASGAS	100,000	43.50	4,350,232	1,550,000	(2,800,232)	Quoted
	Karmasangsthan Bank	100,000	100.00	10,000,000	10,000,000	-	Un-Quoted
	Central Depository Bangladesh Ltd.	2,284,721		6,277,770	6,277,770	-	Un-Quoted
	Bangladesh Government Sukuk	3,321,904		33,219,040,000	33,219,040,000	-	Un-Quoted
	BD GOVT. SPECIAL BOND	76,481,802		76,481,802,000	76,481,802,000		Un-Quoted
	CDWSP Social Impact Suukuk	-		1,062,500,000	1,062,500,000		Un-Quoted
	CIBRR-2 SOCIO-ECONOMIC			3,792,500,000	3,792,500,000		Un-Quoted
	RDIRWSP SOCIO-ECONOMIC DEVELOPMENT SUKUK	-		4,509,350,000	4,509,350,000		Un-Quoted
	Bangladesh Government Islamic Investment Bond (Islamic Bond)	-		60,000,000,000	60,000,000,000		Un-Quoted
	Sub total	**84,836,227**		**179,422,803,911**	**179,375,887,250**	**(46,916,661)**	
	Government- Special Fund						
	BSCPLC	19,000	228.70	4,345,295	2,405,400	(1,939,895)	Quoted
	Sub total	**19,000**		**4,345,295**	**2,405,400**	**(1,939,895)**	
	Total Government	**84,855,227**		**179,427,149,206**	**179,378,292,650**	**(48,856,556)**	
10.2	**Other than Government**						
	i) Subsidiary Companies						
	Islami Bank Securities Limited	2,699,846	1,000.00	2,699,846,000	2,699,846,000	-	Un-Quoted
	Islami Bank Capital Management Limited	599,986	1,000.00	599,986,000	599,986,000	-	Un-Quoted
	Sub total (i)	**3,299,832**		**3,299,832,000**	**3,299,832,000**	-	
	ii) Mutual Funds						
	SEML IBBL Shari'ah Fund	50,000,000	10.00	500,000,000	285,000,000	(215,000,000)	Quoted
	UFS-IBBL Shari'ah Unit Fund	50,000,000	10.00	500,000,000	459,500,000	(40,500,000)	Un-Quoted
	CAPM IBBL Shari'ah Fund	44,500,000	10.00	445,000,000	342,650,000	(102,350,000)	Quoted
	NAM IBBL Islamic Mutual Fund	10,357,611	9.99	103,462,038	50,959,446	(52,502,592)	Un-Quoted
	AT Capital Shari'ah Unit Fund	2,064,500	9.98	20,603,710	14,905,690	(5,698,020)	Un-Quoted
	Capitec Padma PFS Unit Fund	10,000,000	10.00	100,000,000	74,800,000	(25,200,000)	Un-Quoted
	UFS-Padma Life Ialami Unit Fund	15,000,000	10.00	150,000,000	140,250,000	(9,750,000)	Un-Quoted
	Capitec IBBL Shariah Unit Fund	3,750,000	10.00	37,500,000	31,762,500	(5,737,500)	Un-Quoted
	Sub total (ii)	**185,672,111**		**1,856,565,748**	**1,399,827,636**	**(456,738,112)**	
	iii) Foreign Share						
	APIF of IsDB	1,018,500,512	1.00	1,018,500,512	1,018,500,512	-	Un-Quoted
	Sub total (iii)	**1,018,500,512**		**1,018,500,512**	**1,018,500,512**	-	
	iv) SUKUK Bond						
	BBML Sukuk Al Ijarah	61,600	5,000	266,000,000	266,000,000	-	Un-Quoted
	Sub total (vi)	**61,600**		**266,000,000**	**266,000,000**	-	
	v) Subordinated Debt						
	Mudaraba Subordinated Debt of Union Bank Ltd.	40	10,000,000	400,000,000	400,000,000	-	Un-Quoted
	Mudaraba Subordinated Debt of Social Islami Bank Ltd (2nd)	40	10,000,000	400,000,000	400,000,000	-	Un-Quoted
	Mudaraba Subordinated Debt of Social Islami Bank Ltd (4th)	100	10,000,000	1,000,000,000	1,000,000,000	-	Un-Quoted
	Mudaraba Subordinated Debt of First Security Islami Bank (3rd)	130	10,000,000	1,300,000,000	1,300,000,000	-	Un-Quoted
	SIBL Mudaraba Perpetual Bond	1,500	1,000,000	1,500,000,000	1,500,000,000	-	Un-Quoted
	EXIM Bank Mudaraba Perpetual Bond	1,800	1,000,000	1,800,000,000	1,800,000,000	-	Un-Quoted
	FSIBL Mudaraba Perpetual Bond	1,800	1,000,000	1,800,000,000	1,800,000,000	-	Un-Quoted
	Sub total (v)	**5,410**		**8,200,000,000**	**8,200,000,000**	-	
	vi) Others						
	Bangladesh Aroma Tea Co	1,570	-	157,000	-	-	De-listed
	ACMELAB	950,000	100.28	95,262,123	67,355,000	(27,907,123)	Quoted
	ACTIVEFINE	1,593,000	30.54	48,643,133	8,761,500	(39,881,633)	Quoted
	AMANFEED	170,000	39.94	6,789,431	3,876,000	(2,913,431)	Quoted
	ACI	96,600	238.90	23,078,030	18,798,360	(4,279,670)	Quoted
	ADNTEL	370,723	132.55	49,141,076	21,427,789	(27,713,287)	Quoted
	ALIF	519,970	14.34	7,454,631	2,079,880	(5,374,751)	Quoted
	AFC AGRO	129,030	41.27	5,325,420	645,150	(4,680,270)	Quoted
	AAMRATECH	215,500	42.97	9,261,071	2,499,800	(6,761,271)	Quoted
	APOLOISPAT	500,000	10.67	5,333,252	850,000	(4,483,252)	Quoted
	AMCL(PRAN)	19,500	363.43	7,086,817	3,948,750	(3,138,067)	Quoted
	BATASHOE	9,600	1278.82	12,276,674	7,719,360	(4,557,314)	Quoted
	BBS	901,419	36.80	33,173,690	8,202,913	(24,970,777)	Quoted
	BBSCABLES	876,750	66.09	57,943,514	13326600	(44,616,914)	Quoted
	BEACONPHAR	244,500	262.59	64,204,031	25,574,700	(38,629,331)	Quoted
	BSRMSTEEL	502,334	83.80	42,095,221	31,697,275	(10,397,946)	Quoted
	BXPHARMA	50,000	182.00	9,099,798	5,105,000	(3,994,798)	Quoted
	BEXIMCO	245,175	132.75	32,547,812	26,993,768	(5,554,044)	Quoted
	CONFIDCEM	541,000	120.83	65,371,360	26,617,200	(38,754,160)	Quoted
	DOREENPOWER	75,040	70.43	5,285,067	2,086,112	(3,198,955)	Quoted
	DSSL	200,000	18.53	3,706,668	1,680,000	(2,026,668)	Quoted
	FEKDIL	405,325	20.71	8,394,936	5,715,083	(2,679,854)	Quoted
	ESQUIRENIT	119,000	39.39	4,687,327	2,415,700	(2,271,627)	Quoted
	EXIMBANK	2,000,000	12.41	24,821,831	6,000,000	(18,821,831)	Quoted
	EHL	50,000	85.39	4,269,650	3,650,000	(619,650)	Quoted
	GIB	250,000	9.58	2,395,975	425,000	(1,970,975)	Quoted
	GP	261,700	358.85	93,909,766	67,492,430	(26,417,336)	Quoted
	GENNEXT	1,394,500	10.02	13,971,896	3,625,700	(10,346,196)	Quoted
	GPHSPAT	913,893	57.27	52,342,824	14,622,288	(37,720,536)	Quoted
	GENEXIL	72,800	87.59	6,376,584	1,958,320	(4,418,264)	Quoted
	HEIDELBCEM	94,174	520.48	49,015,521	20,351,001	(28,664,520)	Quoted
	IBNSINA	102,500	300.90	30,841,796	32,185,000	1,343,204	Quoted
	IFADAUTOS	1,016,679	63.89	64,955,637	21,960,266	(42,995,371)	Quoted
	IBP	229,030	28.86	6,610,287	2,610,942	(3,999,345)	Quoted
	ISLAMICFIN	100,000	33.77	3,376,740	950,000	(2,426,740)	Quoted
	INTRACO	73,985	42.40	3,137,168	1,501,896	(1,635,272)	Quoted
	LHB	1,245,000	85.33	106,232,415	58,141,500	(48,090,915)	Quoted
	MJLBD	400,100	107.01	42,813,813	36,209,050	(6,604,763)	Quoted
	NPOLYMAR	340,000	62.14	21,128,798	8,976,000	(12,152,798)	Quoted
	NORTHRNINS	88,000	63.41	5,579,812	2,446,400	(3,133,412)	Quoted
	OLYMPIC	217,812	271.06	59,040,330	29,927,369	(29,112,961)	Quoted
	ORIONPHARM	460,000	125.95	57,939,070	12,604,000	(45,335,070)	Quoted
	POWERGRID	981,988	63.56	62,416,048	26,219,080	(36,196,968)	Quoted
	PREMIERCEM	595,000	66.67	39,666,442	23,324,000	(16,342,442)	Quoted
	PTL	490,643	76.02	37,298,774	24,973,729	(12,325,045)	Quoted
	QUEENSOUTH	202,254	30.96	6,261,451	2,406,823	(3,854,628)	Quoted
	RAKCERAMIC	405,857	45.10	18,305,928	8,888,268	(9,417,660)	Quoted
	RDFOOD	200,000	48.89	9,777,421	3,920,000	(5,857,421)	Quoted
	ROBI	400,000	37.81	15,125,673	11,280,000	(3,845,673)	Quoted
	RINGSHINE	20,000	6.50	129,925	62,000	(67,925)	Quoted
	RUNNERAUTO	2,058,716	42.86	88,230,686	75,554,877	(12,675,809)	Quoted
	RECKITTBEN	514	4995.43	2,567,651	1,760,142	(807,509)	Quoted
	SAPORTL	212,160	44.81	9,507,739	9,016,800	(490,939)	Quoted
	SAIFPOWER	800,000	39.58	31,661,950	3,920,000	(27,741,950)	Quoted
	SHASHADNIM	122,475	49.22	6,027,932	1,910,610	(4,117,322)	Quoted
	SIBL	2,980,790	15.57	46,419,232	8,942,370	(37,476,862)	Quoted
	SINGERBD	60,000	177.40	10,644,190	5,070,000	(5,574,190)	Quoted
	SQURPHARMA	250,000	217.87	54,467,076	49,650,000	(4,817,076)	Quoted
	SQUARETEXT	120,000	66.49	7,978,593	5,820,000	(2,158,593)	Quoted
	SUMITPOWER	155,500	45.94	7,143,759	1,912,650	(5,231,109)	Quoted
	TALLUSPIN	300,000	13.67	4,100,130	1,890,000	(2,210,130)	Quoted
	WALTON	139,762	557.65	77,937,947	52,676,298	(25,261,649)	Quoted
	Sub Total (vi)	**28,541,868**		**1,780,746,542**	**932,210,748**	**(848,535,794)**	
	vii) Others- Special Fund						
	ACI	113,275	227.93	25,819,054	22,043,315	(3,775,739)	Quoted
	ADNTEL	171,245	142.03	24,322,718	9,897,961	(14,424,757)	Quoted
	BXPHARMA	236,000	192.53	45,436,971	24,095,600	(21,341,371)	Quoted
	CONFIDCEM	937,893	127.15	119,254,858	46,144,336	(73,110,523)	Quoted
	DOREENPOWER	375,170	67.78	25,430,373	10,429,726	(15,000,647)	Quoted
	EXIMBANK	700,000	12.56	8,794,933	2,100,000	(6,694,933)	Quoted
	GP	120,000	346.05	41,525,710	30,948,000	(10,577,710)	Quoted
	GPHISPAT	576,029	48.97	28,206,910	9,216,464	(18,990,446)	Quoted
	IBNSINA	20,500	304.89	6,250,223	6,437,000	186,777	Quoted
	LHB	300,000	72.12	21,637,310	14,010,000	(7,627,310)	Quoted
	POWERGRID	776,600	64.25	49,899,190	20,735,220	(29,163,970)	Quoted
	PREMIERCEM	104,000	65.35	6,796,118	4,076,800	(2,719,318)	Quoted
	PTL	58,300	69.05	4,025,831	2,967,470	(1,058,361)	Quoted
	SQURPHARMA	295,696	224.03	66,243,740	58,725,226	(7,518,514)	Quoted
	SQUARETEXT	78,628	63.27	4,975,016	3,813,458	(1,161,558)	Quoted
	SUMITPOWER	384,716	45.24	17,403,652	4,732,007	(12,671,646)	Quoted
	UPGDCL	114,461	278.02	31,822,785	13,288,922	(18,533,862)	Quoted
	Sub Total (vii)	**5,362,513**		**527,845,392**	**283,661,504**	**(244,183,888)**	
	Total Other than Government (i to vii)	**1,241,443,846**		**16,949,490,193**	**15,400,032,400**	**(1,549,457,794)**	
	Total (10.1+10.2)	**1,326,299,073**		**196,376,639,399**	**194,778,325,050**	**(1,598,314,349)**	

Islami Bank
Bangladesh PLC. | Based on Islamic Shari'ah

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10.0 Investments in shares & securities

	Particulars	As at December 2024					
		No. of share	Face Value/ Average cost	Total Cost price	Market Value	Un-realized gain/Loss	Remarks
10.1	**Government**						
	Bangladesh Shipping Corporation	2,000,000	94.70	189,400,000	189,400,000	-	Quoted
	MPETROLEUM	44,000	221.64	9,751,990	8,637,200	(1,114,790)	Quoted
	BSCPLC	507,800	216.78	110,080,537	66,555,580	(43,524,957)	Quoted
	TITASGAS	100,000	43.50	4,350,232	2,090,000	(2,260,232)	Quoted
	Karmasangsthan Bank	100,000	100.00	10,000,000	10,000,000	-	Un-Quoted
	Central Depository Bangladesh Ltd.	2,284,721		6,277,770	6,277,770	-	Un-Quoted
	BD GOVT. SPECIAL BOND	248,218		76,481,802,000	76,481,802,000	-	Un-Quoted
	Bangladesh Government Sukuk	3,179,345	10,000.00	31,793,450,000	31,793,450,000	-	Un-Quoted
	CDWSP Social Impact Suukuk	-	-	1,062,500,000	1,062,500,000	-	Un-Quoted
	Bangladesh Government Islamic	-	-	60,000,000,000	60,000,000,000	-	Un-Quoted
	Sub total	**8,464,084**		**169,667,612,529**	**169,620,712,550**	**(46,899,979)**	
	Government- Special Fund						
	BSCCL	19,000	228.70	4,345,295	2,395,900	(1,949,395)	Quoted
	Sub total	**19,000**		**4,345,295**	**2,395,900**	**(1,949,395)**	
	Total Government	**8,483,084**		**169,671,957,824**	**169,623,108,450**	**(48,849,374)**	
10.2	**Other than Government**						
	i) Subsidiary Companies						
	Islami Bank Securities Limited	2,699,846	1,000.00	2,699,846,000	2,699,846,000	-	Un-Quoted
	Islami Bank Capital Management Limited	599,986	1,000.00	599,986,000	599,986,000	-	Un-Quoted
	Sub total (i)	**3,299,832**		**3,299,832,000**	**3,299,832,000**	**-**	
	ii) Mutual Funds						
	SEML IBBL Shari'ah Fund	50,000,000	10.00	500,000,000	330,000,000	(170,000,000)	Quoted
	UFS-IBBL Shari'ah Unit Fund	50,000,000	10.00	500,000,000	459,500,000	(40,500,000)	Un-Quoted
	CAPM IBBL Islamic Mutual Fund	44,500,000	10.00	445,000,000	400,500,000	(44,500,000)	Quoted
	NAM IBBL Islamic Unit Fund	10,357,611	9.99	103,462,038	59,659,839	(43,802,198)	Un-Quoted
	ATC Shariah Unit Fund	5,010,020	9.98	50,000,000	45,941,883	(4,058,117)	Un-Quoted
	Capitec Padma PFS Unit Fund	10,000,000	10.00	100,000,000	74,000,000	(26,000,000)	Un-Quoted
	UFS-Padma Life Ialami Unit Fund	15,000,000	10.00	150,000,000	140,250,000	(9,750,000)	Un-Quoted
	Capitec IBBL Shariah Unit Fund	3,750,000	10.00	37,500,000	28,612,500	(8,887,500)	Un-Quoted
	(ii) Sub total	**188,617,631**		**1,885,962,038**	**1,538,464,223**	**(347,497,815)#**	
	iii) Foreign Share						
	APIF of IsDB	1,011	1,007,418.90	1,018,500,512	1,018,500,512	-	Un-Quoted
	Sub total (iii)	**1,011**		**1,018,500,512**	**1,018,500,512**	**-**	
	iv) SUKUK Bond						
	BBML Sukuk Al Ijarah	70,000	5,000.00	350,000,000	350,000,000	-	Un-Quoted
	(iv) Sub total	**70,000**		**350,000,000**	**350,000,000**	**-**	
	v) Subordinated Debt						
	Mudaraba Subordinated Debt of	60	6,666,667	400,000,000	400,000,000	-	Un-Quoted
	Mudaraba Subordinated Debt of	80	5,000,000	400,000,000	400,000,000	-	Un-Quoted
	Mudaraba Subordinated Debt of	100	10,000,000	1,000,000,000	1,000,000,000	-	Un-Quoted
	Mudaraba Subordinated Debt of	260	5,923,077	1,540,000,000	1,540,000,000	-	Un-Quoted
	SIBL Mudaraba Perpetual Bond	150,000	10,000	1,500,000,000	1,500,000,000	-	Un-Quoted
	EXIM Bank Mudaraba Perpetual	180,000	10,000	1,800,000,000	1,800,000,000	-	Un-Quoted
	FSIBL Mudaraba Perpetual Bond	180,000	10,000	1,800,000,000	1,800,000,000	-	Un-Quoted
	Sub total (v)	**510,500**		**8,440,000,000**	**8,440,000,000**	**-**	
	vi) Others						
	Bangladesh Aroma Tea Co	1,570	-	157,000	-	-	De-listed
	ACMELAB	950,000	100.28	95,262,123	71,345,000	(23,917,123)	Quoted
	ACTIVEFINE	1,593,000	30.54	48,643,133	12,584,700	(36,058,433)	Quoted
	AMANFEED	170,000	39.94	6,789,431	4,301,000	(2,488,431)	Quoted
	ACI	96,600	238.90	23,078,030	13,485,360	(9,592,670)	Quoted
	ADNTEL	380,723	132.06	50,277,358	32,437,600	(17,839,758)	Quoted
	ALIF	519,970	14.34	7,454,631	3,535,796	(3,918,835)	Quoted
	AFC AGRO	129,030	41.27	5,325,420	1,161,270	(4,164,150)	Quoted
	AAMRATECH	215,500	42.97	9,261,071	3,706,600	(5,554,471)	Quoted
	APOLOISPAT	500,000	10.67	5,333,252	1,750,000	(3,583,252)	Quoted
	AMCL(PRAN)	19,500	363.43	7,086,817	3,991,650	(3,095,167)	Quoted
	BATASHOE	9,600	1278.82	12,276,674	8,691,840	(3,584,834)	Quoted
	BBS	901,419	36.80	33,173,690	9,374,756	(23,798,935)	Quoted
	BBSCABLES	876,750	66.09	57943514	15343125	(42,600,389)	Quoted
	BEACONPHAR	244,500	262.59	64,204,031	33,227,550	(30,976,481)	Quoted
	BPPL	200,000	44.18	8,835,672	2,000,000	(6,835,672)	Quoted
	BSRMSTEEL	502,334	83.80	42,095,221	25,518,567	(16,576,654)	Quoted
	BXPHARMA	50,000	182.00	9,099,798	4,080,000	(5,019,798)	Quoted
	BEXIMCO	245,175	132.75	32,547,812	26,993,768	(5,554,044)	Quoted
	CONFIDCEM	541,000	120.83	65,371,360	30,674,700	(34,696,660)	Quoted
	DOREENPOWER	75,040	70.43	5,285,067	1,793,456	(3,491,611)	Quoted
	DSSL	200,000	18.53	3,706,668	2,220,000	(1,486,668)	Quoted
	FEKDIL	355,325	21.09	7,492,686	6,431,383	(1,061,304)	Quoted
	ESQUIRENIT	119,000	39.39	4,687,327	2,320,500	(2,366,827)	Quoted
	EXIMBANK	2,000,000	12.41	24,821,831	14,400,000	(10,421,831)	Quoted
	GIB	262,500	9.13	2,395,975	1,286,250	(1,109,725)	Quoted
	GP	271,700	357.18	97,044,608	87,786,270	(9,258,338)	Quoted
	GENNEXT	1,394,500	10.02	13,971,896	5,299,100	(8,672,796)	Quoted
	GPHSPAT	913,893	57.27	52,342,824	20,197,035	(32,145,789)	Quoted
	GENEXIL	72,800	87.59	6,376,584	2,118,480	(4,258,104)	Quoted
	HEIDELBCEM	94,174	520.48	49,015,521	20,859,540	(28,155,981)	Quoted
	IBNSINA	115,625	301.30	34,837,508	33,161,250	(1,676,258)	Quoted
	IFADAUTOS	1,016,679	69.32	70,473,088	20,943,587	(49,529,501)	Quoted
	IBP	229,030	28.86	6,610,287	2,129,979	(4,480,308)	Quoted
	ISLAMICFIN	100,000	33.77	3,376,740	1,090,000	(2,286,740)	Quoted
	ITC	54,000	41.52	2,242,059	1,927,800	(314,259)	Quoted
	INTRACO	60,000	46.48	2,788,554	1,212,000	(1,576,554)	Quoted
	LHB	1,245,000	85.33	106,232,415	67,105,500	(39,126,915)	Quoted
	MJLBD	425,822	106.22	45,230,346	40,069,850	(5,160,496)	Quoted
	NPOLYMAR	340,000	62.14	21,128,798	10,914,000	(10,214,798)	Quoted
	NORTHRNINS	88,000	63.41	5,579,812	2,631,200	(2,948,612)	Quoted
	OLYMPIC	217,812	271.06	59,040,330	34,414,296	(24,626,034)	Quoted
	ORIONPHARM	460,000	125.95	57,939,070	17,434,000	(40,505,070)	Quoted
	POWERGRID	981,988	65.04	63,864,634	41,047,098	(22,817,536)	Quoted
	PREMIERCEM	595,000	66.67	39,666,442	28,500,500	(11,165,942)	Quoted
	PTL	490,643	76.02	37,298,774	23,011,156	(14,287,618)	Quoted
	QUEENSOUTH	202,254	30.96	6,261,451	2,750,654	(3,510,797)	Quoted
	RAKCERAMIC	405,857	45.10	18,305,928	9,172,368	(9,133,560)	Quoted
	RDFOOD	200,000	48.89	9,777,421	4,420,000	(5,357,421)	Quoted
	ROBI	200,000	46.58	9,316,224	5,660,000	(3,656,224)	Quoted
	RINGSHINE	20,000	6.50	129,925	80,000	(49,925)	Quoted
	RUNNERAUTO	2,058,716	42.86	88,230,686	53,732,486	(34,498,200)	Quoted
	RECKITTBEN	514	4995.43	2,567,651	2,235,900	(331,751)	Quoted
	SAPORTL	322,160	43.40	13,982,789	6,990,872	(6,991,917)	Quoted
	SAIFPOWER	800,000	39.58	31,661,950	10,560,000	(21,101,950)	Quoted
	SHASHADNIM	122,475	49.22	6,027,932	2,278,035	(3,749,897)	Quoted
	SIBL	2,980,790	15.57	46,419,232	26,230,952	(20,188,280)	Quoted
	SIMTEX	210,000	19.67	4,131,221	3,822,000	(309,221)	Quoted
	SINGERBD	60,000	177.40	10,644,190	6,792,000	(3,852,190)	Quoted
	SQURPHARMA	220,000	218.75	48,126,097	47,894,000	(232,097)	Quoted
	SQUARETEXT	120,000	66.49	7,978,593	5,928,000	(2,050,593)	Quoted
	SUMITPOWER	155,500	45.94	7,143,759	2,301,400	(4,842,359)	Quoted
	TALLUSPIN	300,000	13.67	4,100,130	1,470,000	(2,630,130)	Quoted
	WALTON	30,693	1184.08	36,343,111	14,962,838	(21,380,273)	Quoted
	Sub Total (vi)	**28,734,161**		**1,758,814,174**	**1,001,789,016**	**(757,025,158)**	
	vii) Others- Special Fund						
	ACI	113,275	227.93	25,819,054	15,813,190	(10,005,864)	Quoted
	ADNTEL	171,245	142.03	24,322,718	14,590,074	(9,732,644)	Quoted
	BXPHARMA	236,000	192.53	45,436,971	19,257,600	(26,179,371)	Quoted
	CONFIDCEM	937,893	127.15	119,254,858	53,178,532	(66,076,326)	Quoted
	DOREENPOWER	375,170	67.78	25,430,373	8,966,563	(16,463,810)	Quoted
	EXIMBANK	700,000	12.56	8,794,933	5,040,000	(3,754,933)	Quoted
	GP	134,335	346.05	46,486,106	43,403,637	(3,082,470)	Quoted
	GPHISPAT	576,029	48.97	28,206,910	12,730,241	(15,476,669)	Quoted
	IBNSINA	17,000	308.87	5,250,728	4,875,600	(375,128)	Quoted
	LHB	300,000	72.12	21,637,310	16,170,000	(5,467,310)	Quoted
	POWERGRID	776,600	64.25	49,899,190	32,461,880	(17,437,310)	Quoted
	PREMIERCEM	104,000	65.35	6,796,118	4,981,600	(1,814,518)	Quoted
	PTL	58,300	69.05	4,025,831	2,734,270	(1,291,561)	Quoted
	SQURPHARMA	328,696	223.26	73,385,820	71,557,119	(1,828,701)	Quoted
	SQUARETEXT	78,628	63.27	4,975,016	3,884,223	(1,090,793)	Quoted
	SUMITPOWER	384,716	45.24	17,403,652	5,693,797	(11,709,856)	Quoted
	UPGDCL	114,461	278.02	31,822,785	14,147,380	(17,675,405)	Quoted
	Sub Total (vii)	**5,406,348**		**538,948,374**	**329,485,705**	**(209,462,669)**	
	Total Other than Government (i to vii)	**226,639,483**		**17,292,057,098**	**15,978,071,456**	**(1,313,985,642)**	
	Total (10.1+10.2)	**226,658,483**		**186,964,014,922**	**15,980,467,356**	**(170,983,547,566)**	

10.3 Revaluation of shares & securities

All Shares and Securities are shown at cost price other than the Shares of Bangladesh Shipping Corporation (BSC) which have been recognized at closing market price as on 30.12.2025 of Dhaka Stock Exchange Ltd. (DSE) as per DOS Circular No. 05 dated 26 May 2008. The provision requirement for Capital Market Investment for the year 2025 isTk. 1,830,273,902 is calculated as per DOS Circular No.01 dated 24 May 2023 and detailed in Note-17.2.1. Change in revaluation of shares of Bangladesh Shipping Corporation (BSC) has been shown as revaluation reserve of securities.

		31.12.2025 Taka	31.12.2024 Taka
10.4	**Maturity grouping of investments in shares & securities**		
	Repayable on demand	-	-
	With a residual maturity of		
	Up to 1 Month	1,389,759,206	76,626,607,824
	Over 1 month but not more than 3 months	-	640,000,000
	Over 3 months but not more than 1 year	8,357,030,000	7,968,830,000
	Over 1 year but not more than 5 years	1,715,600,000	3,091,600,000
	More than 5 years	184,914,250,193	98,636,977,098
	Total	**196,376,639,399**	**186,964,014,922**
10(a)	**Consolidated investments in shares & securities**		
10(a)(i)	**Government**		
	Islami Bank Bangladesh PLC.	179,427,149,206	169,671,957,824
	Islami Bank Securities Limited	-	-
	Islami Bank Capital Management Limited	-	-
	Inter-company balances	-	-
	Sub total (i)	**179,427,149,206**	**169,671,957,824**
10(a)(ii)	**Others**		
	Islami Bank Bangladesh PLC.	16,949,490,193	17,292,057,098
	Islami Bank Securities Limited	3,411,482,769	3,243,615,573
	Islami Bank Capital Management Limited	422,984,160	423,307,839
	Inter-company balances	(3,299,832,000)	(3,299,832,000)
	Sub total (ii)	**17,484,125,122**	**17,659,148,510**
	Total (i+ii)	**196,911,274,328**	**187,331,106,334**
11.0	**Investments**		
	General investments etc. (Note-11.1)	1,845,038,355,281	1,534,235,310,296
	Bills purchased & discounted (Note-11.2)	15,938,974,735	17,048,400,174
	Total	**1,860,977,330,016**	**1,551,283,710,470**
11.1	**General investments etc.**		
	i) In Bangladesh		
	Bai- Murabaha	986,473,772,490	968,720,261,742
	Bai- Muajjal	102,399,850,812	103,959,857,088
	Hire Purchase under Shirkatul Melk	288,181,036,768	278,316,801,472
	Hire Purchase under Shirkatul Melk (HPSM in FC-OBU)	3,261,567,604	4,030,705,788
	Hire Purchase under Shirkatul Melk (HPSM in FC-GTF)	2,810,239,087	2,335,561,150
	Bai-Murabaha Import Bills	322,766,156,317	38,449,931,875
	Baim- FC Bills	21,821,557,346	18,979,163,740
	Musharaka	317,313,248	270,051,224
	Mudaraba	4,720,050,000	4,700,050,000
	Bai- Salam	19,502,043,900	17,973,510,411
	Murabaha Foreign Currency Investment	25,550,073,993	23,432,558,881
	Quard	63,562,877,300	69,714,270,784
	Investment in Khidmah Card	3,671,816,416	3,352,586,142
	Sub total (i)	**1,845,038,355,281**	**1,534,235,310,296**
	ii) Out side Bangladesh		
	Bai- Murabaha	-	-
	Bai- Muajjal	-	-
	Hire Purchase under Shirkatul Melk	-	-
	Musharaka	-	-
	Overseas Investment	-	-
	Bai- Salam	-	-
	Quard	-	-
	Others	-	-
	Sub total (ii)	**-**	**-**
	Grand total (i+ii)	**1,845,038,355,281**	**1,534,235,310,296**
11.1.1	**Maturity-wise classification**		
	Repayable on demand	785,374,885,448	356,865,476,346
	With a residual maturity of		
	Up to 1 Month	52,805,507,860	100,580,241,119
	Over 1 month but not more than 3 months	114,593,880,600	174,072,022,807
	Over 3 months but not more than 1 year	151,364,504,407	312,845,051,776
	Over 1 year but not more than 5 years	352,886,637,792	263,940,316,432
	More than 5 years	388,012,939,174	325,932,201,816
	Total	**1,845,038,355,281**	**1,534,235,310,296**
11.1(a)	**Consolidated general investments etc.**		
	Islami Bank Bangladesh PLC.	1,845,038,355,281	1,534,235,310,296
	Islami Bank Securities Limited	-	-
	Islami Bank Capital Management Limited	-	-
	Inter-company balances	(4,700,000,000)	(4,700,000,000)
	Total	**1,840,338,355,281**	**1,529,535,310,296**
11.2	**Bills purchased & discounted**		
	i) In Bangladesh		
	Musharaka Doc. Bill (MDB)	2,912,656,391	3,879,084,519
	ii) Outside Bangladesh		
	Mudaraba Doc Bill (UPAS)-OBU	9,971,309,842	9,856,047,830
	Bai- As- Sarf (FDB)	1,052,520,760	1,406,704,462
	MDB in FC	2,002,487,742	1,906,563,363
	Sub-total (ii)	**13,026,318,344**	**13,169,315,655**
	Total (i+ii)	**15,938,974,735**	**17,048,400,174**
11.2.1	**Maturity-wise classification of bills purchased & discounted**		
	Payable within 1 month	9,569,327,730	10,228,932,161
	Over 1 month but less than 3 months	4,784,663,865	5,114,466,080
	Over 3 months but less than 6 months	797,435,562	852,411,013
	6 months or more	787,547,579	852,590,920
	Total	**15,938,974,735**	**17,048,400,174**
11.2(a)	**Consolidated bills purchased & discounted**		
	Islami Bank Bangladesh PLC.	15,938,974,735	17,048,400,174
	Islami Bank Securities Limited	-	-
	Islami Bank Capital Management Limited	-	-
	Total	**15,938,974,735**	**17,048,400,174**

		31.12.2025 Taka	31.12.2024 Taka
11.3	**Geographical location wise classification of investments**		
	Within Bangladesh		
	In rural areas	82,438,994,640	87,838,896,739
	In urban areas	1,778,538,335,376	1,463,444,813,731
	Sub total	**1,860,977,330,016**	**1,551,283,710,470**
	Outside Bangladesh	-	-
	Total	**1,860,977,330,016**	**1,551,283,710,470**
11.4	**Division wise classification of investments (*)**		
	Dhaka division	701,730,437,029	667,809,328,578
	Chattogram division	771,848,069,254	503,510,103,625
	Khulna division	88,540,925,255	85,893,321,138
	Rajshahi division	198,125,765,890	197,055,805,433
	Barisal division	16,127,045,098	18,014,527,668
	Sylhet division	19,344,525,898	17,299,958,081
	Rangpur division	45,626,565,604	41,952,730,262
	Mymensingh division	19,633,995,988	19,747,935,685
	Total	**1,860,977,330,016**	**1,551,283,710,470**

(*) Division wise distribution was made on the basis of the location of the respective branch not on the basis of where the client's business actually located.

		31.12.2025 Taka	31.12.2024 Taka
11.5	**Investment on the basis of significant concentration including bills purchased and discounted**		
	Investment to directors	-	-
	Investment to chief executive & other senior executives	1,374,274,176	1,537,217,777
	Sector wise other investments:		
	Trade & commerce	522,684,200,000	497,824,602,293
	Real estate	76,773,942,710	89,942,300,412
	Transport	12,297,600,000	7,595,504,711
	Agriculture (including fertilizer & agriculture implements)	51,458,600,000	51,020,698,484
	Industrial investment (Note-11.5.1)	1,145,818,397,234	849,469,648,052
	Others	50,570,315,897	53,893,738,741
	Total	**1,860,977,330,016**	**1,551,283,710,470**
11.5.1	**Classification of industrial investments**		
	Textile- spinning, weaving & dyeing	169,664,710,789	171,672,407,757
	Garments & garments accessories	99,526,379,825	93,103,658,176
	Steel, re-rolling & engineering	119,594,779,727	121,274,907,751
	Agro-based industry	403,410,238,551	231,800,641,673
	Food & beverage	20,103,502,212	20,644,639,333
	Cements industry	22,209,626,232	19,651,630,434
	Pharmaceuticals	4,484,868,327	5,616,929,345
	Poultry, poultry feed & hatchery	3,861,160,909	3,531,744,931
	Sanitary wares	87,610,560	128,306,404
	Chemicals, toiletries & petroleum	20,448,397,196	19,272,561,429
	Printing & packaging	20,708,189,403	19,892,578,661
	Power (electricity)	12,865,536,861	10,616,177,473
	Ceramic & bricks	13,314,563,048	17,161,696,982
	Health care (hospital & others)	7,995,118,523	8,523,750,801
	Plastic industries	5,227,658,639	9,746,274,595
	Petrol pump & CNG filling station	3,843,969,608	3,280,443,502
	Information technology	213,445,110	224,544,407
	Hotel & restaurant	1,631,058,939	1,784,707,562
	Other industries	216,627,582,775	91,542,046,836
	Total	**1,145,818,397,234**	**849,469,648,052**

11.6 Details of investment to customers (10.00% of bank's regulatory capital and above)

Number of clients with amount of gross investments exceeding 10.00% of total regulatory equity of the Bank & classified amount thereon are given below:

	31.12.2025	31.12.2024
Number of clients	37	32
Amount of investments (Taka)	865,521,198,000	716,825,800,000
Classified amount thereon	613,845,171,000	518,963,000,000
Measures taken for recovery	Action taken	Action taken

Total regulatory capital of the Bank was Tk. 98,551.91 million as at 31 December 2025 & Tk. 100,672.14 million as at 31 December 2024. **(Taka in million)**

Sl. No.	Name of clients	Sanctioned limit	Outstanding gross investment (*) as on 31.12.2025			31.12.2024
			Funded	Non-funded (**)	Total	
1	S. Alam Steels & Refined Sugar Ind. Ltd.	40,000	103,623	316	103,939	84,901
2	S. Alam Vegetable Oil Ltd.	38,400	148,990	10	148,999	113,963
3	S. Alam Super Edible Oil Ltd.	38,400	129,542	293	129,836	97,717
4	Nabil Group	29,000	17,233	8,753	25,986	29,503
5	Bashundara Multifood Group	27,327	23,793	1	23,794	21,376
6	Noman Group	25,774	16,464	10,134	26,598	26,003
7	Nassa Group	23,474	18,084	162	18,246	19,693
8	Infinite CR Strips Ind Ltd.	23,200	27,771	-	27,771	27,007
9	Abul Khair Group	20,000	4,723	4,860	9,583	6,690
10	S.Alam Cold Rolled Steels Ltd.	21,150	22,272	15	22,287	20,811
11	Unitex LP Gas Ltd	19,945	22,551	327	22,878	19,835
12	Chemon Ispat Ltd	20,000	34,095	-	34,095	33,485
13	Karnafuly Foods (Pvt) Ltd.	19,310	17,833	-	17,833	17,358
14	Jamuna Tyre (Group)	20,275	17,260	2,832	20,092	16,216
15	Inherent Trading & Impex	16,300	14,622	52	14,675	14,515
16	MSA Group	-	-	-	-	8,875
17	City Group	14,000	4,598	4,031	8,629	3,452
18	GMS Group	14,330	5,917	3,543	9,460	12,149
19	Mahmud Denims Ltd	14,055	15,464	181	15,645	13,314
20	Energyprima Ltd.	12,308	10,771	-	10,771	5,819
21	Unitex Steel Mills Ltd.	12,500	4,280	-	4,280	6,856
22	Aman Group	11,920	12,696	1,543	14,238	12,540
23	Naba Farm Ltd.	11,700	12,289	-	12,289	13,149
24	Grand Spinning Mills Ltd	11,063	3,001	-	3,001	2,951
25	Ideal Flour Mills Ltd	11,000	11,531	-	11,531	10,715
26	Murad Enterprise	11,000	11,183	-	11,183	10,939
27	BRB Group	21,225	7,038	315	7,353	4,153
28	Karim Group	10,253	8,046	1,431	9,477	7,931
29	Globe Edible Oil	9,766	14,595	98	14,693	14,303
30	Anowara Feed Mills Ltd.	9,000	13,315	-	13,315	13,293
31	A J Trade International	7,400	16,508	-	16,508	15,924
32	Delta Group	7,074	11,351	38	11,389	11,390
33	EAST WEST PROPERTY DEVELOPMENT(PVT.) LTD	10,210	12,747	-	12,747	-
34	Mahmud Denims Ltd.	14,055	15,464	181	15,645	-
35	Mosharaf & Brothers	15,558	8,637	8,118	16,756	-
	Total	**610,972**	**818,288**	**47,234**	**865,521**	**716,826**

(*) Gross investments includes profit receivables amount.

(**) Non Funded investment without considering conversion factor.

		31.12.2025 Taka	31.12.2024 Taka
11.7	**Classification status- wise investments**		
	Unclassified :		
i)	Unclassified including staff investment	738,035,961,690	833,104,652,450
ii)	Special mention account (SMA)	179,715,409,132	61,021,992,487
	Total unclassified (i+ii)	**917,751,370,822**	**894,126,644,937**
	Classified :		
iii)	Substandard	10,735,875,401	80,901,054,661
iv)	Doubtful	28,355,943,953	14,307,530,741
v)	Bad and Loss	904,134,139,840	561,948,480,131
	Total classified (iii+iv+v)	**943,225,959,194**	**657,157,065,533**
	Grand total (i to v)	**1,860,977,330,016**	**1,551,283,710,470**
11.8	**Pledged collaterals against investments**		
	Land & building	912,819,095,840	1,177,478,183,650
	MTDR, securities, etc.	56,316,086,732	71,551,027,676
	Share certificates	343,115,535	343,385,535
	Total	**969,478,298,107**	**1,249,372,596,861**
11.9	**Particulars of investments**		
i)	Investments considered good in respect of which the bank is fully secured	1,786,940,352,601	1,478,596,736,469
ii)	Investments considered good in respect of which the Bank holds debtors' personal security	3,671,816,416	3,352,586,142
iii)	Investments considered good and secured by personal security of one or more persons in addition to personal security of debtors	70,365,160,999	69,334,387,859
iv)	Investments considered bad or doubtful not provided for.	-	-
	Total	**1,860,977,330,016**	**1,551,283,710,470**
v)	Investments due by directors or employees of the bank or any of them either severally or jointly with any other persons	26,719,433,842	35,193,554,411
vi)	Investments due by directors or employees of the bank are interested as directors, partners, managing agents or in the case of private companies as members	-	-
vii)	Total amount of investments, including temporary investments, made any time during the year to directors or employees of the bank or any of them either severally or jointly with any other persons	1,357,990,509	5,609,413,053
viii)	Total amount of investments, including temporary investments granted during the year to the Companies or firms in which the directors of the bank are interested as directors, partners, managing agents or, in the case of private companies as members	-	-
ix)	Investments due from other banks	-	-
x)	Classified investments:		
	a) Classified investments on which profit has not been charged	904,134,139,840	561,948,480,131
	b) Provision for classified investments	58,875,568,582	60,022,408,491
	c) Provision kept against investments classified as bad & loss	37,672,768,582	41,981,958,491
	d) Amount credited to profit/ rent /compensation suspense account	115,782,926,334	81,263,070,496
xi)	Particulars of written off investments		
	a) Cumulative amount of investment written off since inception to 31st December last year	12,167,909,201	12,167,909,201
	b) Amount of investment written off during this year	-	-
	c) Total amount written Off (a+b)	**12,167,909,201**	**12,167,909,201**
	d) Amount recovered against written off investment up to this year (*)	2,642,155,758	2,500,002,622
	e) Amount waived against written off investment up to this year	1,451,056,834	1,329,164,995
	f) Amount of investment written off against which suit has been filed to recover the same	**8,074,696,609**	**8,338,741,584**

(*) During the year of 2025, Tk.264,044,975/- was recovered from Written-Off Investments, out of which a sum of Tk. 121,891,839/- was waived and remaining Tk. 142,153,136/- was recovered from the clients in cash.

As per Bangladesh Bank's DOS Circular No. 02 dated 12 April 2020, Bank is required to maintain an Investment to Deposit Ratio (IDR) of ≤92%. However, during 2025, the Bank's IDR exceeded the 92%.

		31.12.2025 Taka	31.12.2024 Taka
12.0	**Fixed assets including premises (Annexure-A)**		
12.1	**Tangible assets**		
	Land	5,530,650,885	5,530,650,885
	Building	6,359,940,398	6,359,940,398
	Construction/capital work-in-process	20,750,530	-
	Furniture and fixtures	1,970,667,275	1,863,841,056
	Mechanical appliances	3,357,583,936	3,257,284,336
	Computer	2,793,968,290	2,712,638,875
	Motor vehicles	1,566,597,031	1,660,706,507
	ATM	4,274,571,408	4,210,259,827
	Books	11,834,317	11,683,674
	Right of Use- Assets for lease rent	7,094,726,133	5,800,834,396
	Total cost of tangible assets including revaluation	**32,981,290,202**	**31,407,839,953**
	Less: Accumulated depreciation	15,742,914,127	14,121,184,924
	Net book value of tangible assets at the end of the year	**17,238,376,075**	**17,286,655,029**
12.2	**Intangible assets**		
	Computer software	899,294,456	839,902,573
	Total cost of intangible assets	**899,294,456**	**839,902,573**
	Less: Accumulated amortization	843,176,538	784,604,439
	Net book value of intangible assets at the end of the year	**56,117,918**	**55,298,134**
	Total net book value at the end of the year (12.1+12.2)	**17,294,493,993**	**17,341,953,163**

The book value of fixed assets (Land & Building excluding revaluation reserve) is within the regulatory threshold of maximum 30% limit of Bank's paid-up capital as per BRPD Circular No. 14 dated 12 August 2013.

		31.12.2025 Taka	31.12.2024 Taka
12.3	**Maturity-wise classification**		
	Repayable on demand	-	-
	With a residual maturity of		
	Up to 1 Month	-	-
	Over 1 month but not more than 3 months	-	-
	Over 3 months but not more than 1 year	-	-
	Over 1 year but not more than 5 years	-	-
	More than 5 years	17,294,493,993	17,341,953,163
	Total	**17,294,493,993**	**17,341,953,163**

12.4 Revaluation of land & building

As per Bangladesh Bank BCD Circular Letter No. 12 & 18 dated April 20, 1993 & June 15, 1993; BRPD Circular No.10 dated November 24, 2002; Circular No. 09 dated 31 December 2008 and Circular No. 24 dated 03 August 2010, the Bank revalued its land and building by the professional valuers for the year 2000, 2002, 2003, 2004, 2005, 2006, 2009 & 2012 respectively which was reviewed by the statutory auditors. A portion of revalued Land & Building has been sold out in the year 2023.

		31.12.2025 Taka	31.12.2024 Taka
12(a)	**Consolidated fixed assets including premises (Annexure-B)**		
12(a).1	**Tangible assets**		
	Islami Bank Bangladesh PLC.	17,238,376,076	17,286,655,029
	Islami Bank Securities Limited	5,727,523	7,001,673
	Islami Bank Capital Management Limited	3,965,781	3,620,983
	Sub-total	**17,248,069,380**	**17,297,277,685**
12(a).2	**Intangible assets**		
	Islami Bank Bangladesh PLC.	56,117,918	55,298,134
	Islami Bank Securities Limited	96,371	150,613
	Islami Bank Capital Management Limited	818	306,780
	Sub-total	**56,215,107**	**55,755,527**
	Total (12.a.1+12.a.2)	**17,304,284,486**	**17,353,033,212**

		31.12.2025 Taka	31.12.2024 Taka
13.0	**Other assets**		
	i) Income generating other assets	-	-
	ii)Non-income generating other assets		
	Stock of stationery in hand	382,658,374	386,122,562
	Stamps in hand	38,233,898	39,549,715
	Advance rent paid	725,361,309	1,056,562,122
	Security deposits account	29,072,258	27,487,990
	Suspense	596,336,620	576,790,342
	Advance against expenses	82,352,276	116,457,258
	Pre-paid expense-OBU	-	-
	Accrued income	11,379,231,664	7,578,483,417
	IB General account (Note- 13.3)	13,349,006,683	242,796,906,294
	mCash adjustment	2,236,024,194	1,617,674,962
	Dividend income receivable	35,867,252	34,116,032
	Master card receivable	1,894,734,607	370,975,728
	ATM receivable/UPI Receivable	150,005,405	293,911,534
	Agent RDS Receivable	5,764,879	9,824,550
	POS Receivable	110,288,037	9,482,795
	Advance against capital expenditure	-	125,778,667
	Foreign remittance incentive receivable	12,085,180,076	1,466,132,166
	NPS Receivable	6,637,129,766	4,038,979,570
	Placement to AD for MDB in FC (Local)	-	70,051,015
	Clearing/Transfer delivery/BEFTN adjustment	58,293,427	-
	Others	1,259,702,298	730,312,407
	Sub-total (ii)	**51,055,243,022**	**261,345,599,125**
	Total (i+ii)	**51,055,243,022**	**261,345,599,125**
13.1	**Maturity-wise classification**		
	Repayable on demand	-	-
	With a residual maturity of		
	Up to 3 Month	29,496,133,868	256,694,860,983
	Over 3 month but not more than 6 months	3,346,168,787	2,714,823,573
	Over 6 months but not more than 1 year	3,804,937,935	1,273,133,878
	Over 1 year but not more than 5 years	14,408,002,432	662,780,691
	More than 5 years	-	-
	Total	**51,055,243,022**	**261,345,599,125**
13.2	**Classification status of other assets**		
	Unclassified	47,500,582,438	261,219,103,299
	Doubtful	2,111,487,391	33,963,760
	Bad/ Loss	1,443,173,193	92,532,066
	Total	**51,055,243,022**	**261,345,599,125**
13.3	**IB General account**		
13.3.1	**Un-reconciled entries of Inter Branch Transactions in Bangladesh**		
	Age		
	Upto 3 months	10,362,391,233	109,963,040,663
	Over 3 months but not more than 6 months	142,193,768	115,974,648,809
	Over 6 months but not more than 9 months	423,202,789	6,437,212,924
	Over 9 months but not more than 12 months	375,799,897	4,751,341,096
	More than 12 months	2,045,418,996	5,670,662,802
	Total	**13,349,006,683**	**242,796,906,294**

Inter branch transaction as well as transaction between Head Office & branches (and vice versa) of Islami Bank Bangladesh PLC are routed through Islami Bank General Account (IB General Account). Each & Every inter branch transaction including transaction between Head Office & Branches and vice versa is to be advised throgh Inter Branch Debit Advice (IBDA) or Inter Branch Credit Advice (IBCA). In case of Debit entry of IB General A/c, IBDA is to be issued and in case of Credit entry, IBCA is also be issued automatically in electronic Integrated Banking System (eIBS).

		31.12.2025 Taka	31.12.2024 Taka
13.3.2	**Un-reconciled entries of Inter Branch Transactions outside Bangladesh**		
	Age		
	Upto 3 months	-	-
	Over 3 months but not more than 6 months	-	-
	Total	-	-
13(a)	**Consolidated other assets**		
	Islami Bank Bangladesh PLC.	51,055,243,022	261,345,599,125
	Islami Bank Securities Limited	182,712,672	204,873,839
	Islami Bank Capital Management Limited	36,350,634	28,995,725
	Inter-company balances	(17,923,653)	(139,558,157)
	Total	**51,256,382,675**	**261,439,910,532**
14.0	**Placement from banks & other financial institutions**		
	Borrowing from Abroad- OBU (Note-14.1)	-	1,200,000,000
	Borrowing from other Banks in Bangladesh- OBU (Note 14.2)	-	-
	Borrowing from Bangladesh Bank (Note 14.3)	195,638,355,844	291,056,492,246
	Borrowing from Treasury Division, IBBPLC-OBU (Note-6.0_OBU)	15,304,965,975	14,286,689,309
	Fund obtained by AD branches from OBU for MDB in FC (Note-3.0_OBU)	1,921,303,007	-
	Sub total	**212,864,624,826**	**306,543,181,555**
	Less: Borrowing from Treasury Division, IBBPLC- OBU	15,304,965,975	14,286,689,309
	Less: Fund obtained by AD branches from OBU for MDB in FC	1,921,303,007	-
	Sub total	**17,226,268,982**	**14,286,689,309**
	Total	**195,638,355,844**	**292,256,492,246**

Fund obtained from OBU for investment in MDB in FC by AD branches is shown under "Cover fund MDB investment" under other liabilities at AD branches whereas Fund provided to AD branches for MDB in FC is shown under "Placement with banks & other financial institutions" in the assets side at OBU's balance sheet. As the items are intra-units balance, the amount was fully eliminated while preparing the financial statements of the Bank as a whole.

		31.12.2025 Taka	31.12.2024 Taka
14.1	**Borrowing from Abroad-OBU**		
	Commercial Bank of Dubai	-	1,200,000,000
	Ajman Bank, UAE	-	-
	Total	**-**	**1,200,000,000**
14.2	**Borrowing from other Banks in Bangladesh**		
	Bank Asia PLC.	-	-
	Total	**-**	**-**
14.3	**Borrowing from Bangladesh Bank**		
	Bangladesh Government Islamic Investment Bond (BGIIB)	57,000,000,000	53,500,000,000
	Bangladesh Government Investment Sukuk (BGIS)	31,000,000,000	28,000,000,000
	Bangladesh Bank Special Liquidity Support	-	55,000,000,000
	Pre-Finance fund under SMESPD	19,432,500,000	26,175,000,000
	Pre-Finance fund under Export Facilitation (EFPF)	11,724,053,844	28,816,533,578
	Pre-finance against Stimulus package	-	-
	Quard against BGSP Bond-IBBL under SLS	76,481,802,000	76,481,802,000
	Restructuring Overdraft Facility	-	23,083,156,668
	Total	**195,638,355,844**	**291,056,492,246**
14(a)	**Consolidated placement from banks & other financial institutions**		
	Islami Bank Bangladesh PLC.	195,638,355,844	292,256,492,246
	Islami Bank Securities Limited	-	-
	Islami Bank Capital Management Limited	-	-
	Total	**195,638,355,844**	**292,256,492,246**
15.0	**Deposits & other accounts**		
	Mudaraba savings deposits (Note-15.1)	556,370,981,065	473,652,663,490
	Mudaraba term deposits	731,801,832,001	623,016,280,183
	Other mudaraba deposits (Note-15.2)	335,990,264,520	311,657,860,657
	Al-wadeeah current and other deposit accounts (Note-15.3)	186,718,575,350	181,000,779,080
	Bills payable (Note-15.4)	7,321,770,448	7,099,768,157
	Total	**1,818,203,423,383**	**1,596,427,351,567**
15.1	**Mudaraba Savings Deposits**		
	Mudaraba Savings Deposits	530,566,919,568	450,706,470,617
	Mudaraba Savings Deposits (RDS)	12,954,301,017	12,420,156,327
	Mudaraba School Student Savings Deposits	8,462,293,372	6,850,452,301
	Mudaraba Farmers Savings Deposits	3,001,054,075	2,651,001,269
	Mudaraba Industry Employee Savings Deposits	651,108,819	484,335,594
	Mudaraba Priority Savings	70,160,427	120,528,775
	Mudaraba Payroll Savings	665,143,787	419,718,606
	Total	**556,370,981,065**	**473,652,663,490**
15.2	**Other mudaraba deposits**		
	Mudaraba Special Notice Deposits	19,112,046,942	29,837,199,430
	Mudaraba Hajj/Umrah Deposits	8,713,529,838	7,066,347,681
	Mudaraba Savings Bond	4,466,231,279	5,025,026,514
	Mudaraba NRB Savings Bond	428,047,107	484,651,076
	Mudaraba Special Savings (Pension) Deposits	151,875,495,771	149,438,995,705
	Mudaraba Monthly Profit Deposit Scheme	88,040,545,169	67,087,538,388
	Mudaraba Muhor Savings	1,058,370,034	886,691,683
	Mudaraba Waqf Cash Deposit	2,487,636,552	2,328,718,009
	Mudaraba Upahar Deposit Scheme	27,704,089	25,492,376
	Mudaraba FC Deposit	19,574,309,689	21,801,353,521
	Mudaraba FC Deposit-Exporters Retention Quota (ERQ)	22,642,034	6,913,634
	Mudaraba Bibaho Savings Deposits	1,366,110,500	530,122,130
	Mudaraba Senior Citizens	19,461,274,403	9,039,706,508
	Mudaraba Education Saving	172,160,150	100,794,096
	Mudaraba Expatriate Housing	537,312,665	320,021,270
	Mudaraba Double Benefit	18,646,848,298	17,678,288,634
	Total	**335,990,264,520**	**311,657,860,657**
15.3	**Al Wadeeah current and other deposits accounts**		
	Al Wadeeah Current Deposits	91,851,600,692	82,145,064,456
	Convertible Taka Account	151,708	151,708
	Non Resident Investors Taka Account	256,805,379	240,732,076
	Non Resident FC of Exchange House / Banks	659,714,066	2,258,272,013
	Non Resident FC of Exchange House/ Banks-OBU (Note-2.0_OBU)	718,018,825	4,710,846,738
	Non Resident Taka Account	13,630,281,028	2,876,416,616
	Foreign Currency Deposit	456,868,005	436,341,673
	Foreign Currency Deposit ERQ	1,220,773,106	1,239,959,916
	Other FC Deposit	57,558,171	55,242,604
	Foreign Currency: Security Deposit	175,422,085	211,976,101
	Foreign Currency Held against Back to Back L/C	5,859,917,735	7,524,183,884
	Foreign Currency held against Cash L/C	5,670,331,488	5,581,549,105
	Foreign Demand Draft /TT Payable	(5,398,547)	11,772,494
	Foreign Currency Deposit against Foreign Bank Guarantee	48,841,725	47,925,000
	Resident Foreign Currency Deposit	630,704	5,368,802
	Profit Payable	25,494,175,373	25,486,339,495
	Remittance Card Account	288,257	288,257
	Sundry Deposits (Note-15.3.1)	39,238,223,178.60	51,260,381,115
	FC Deposit of EPZ Enterprises	181,432,091	115,367,629
	Mobile Wallet Deposits	1,920,959,104	1,503,446,136
	Sub total	**187,436,594,175**	**185,711,625,818**
	Less: Non Resident FC of Exchange House/Banks-OBU	718,018,825	4,710,846,738
	Total	**186,718,575,350**	**181,000,779,080**
15.3.1	**Break-up of sundry deposits**		
	Sundry creditors	868,296,571	466,586,343
	Supervision charge	68,184,263	79,184,560
	Security deposit L/G	-	45,971,216
	Security money payable	142,796,169	126,816,067
	Security money locker	38,030,128	33,645,705
	Marginal deposit	3,173,189,984	2,757,577,640
	Closed account profit	608,198,612	434,409,651
	Sundry deposit others	4,576,715,565	2,743,595,847
	Govt.Tax & VAT	6,170,974,623	7,422,050,476
	Security Deposit- Investment	10,049,401	172,464,739
	Security Deposit- L/C (Wes)	13,130,408	8,494,408
	Security Deposit- Foreign L/C General	21,567,777,010	34,721,255,312
	Security Deposit- Bank Guarantee	1,790,787,713	1,782,811,560
	Security Deposit- IBP	145,486	145,486
	Security Deposit- Inland L/C	79,811,909	363,120,722
	Cash & Fixed assets insurance fund	66,255,600	74,027,271
	Other earnings (Note-15.3.1.1)	63,877,587	28,223,114
	Total	**39,238,223,179**	**51,260,381,115**
15.3.1.1	**Break-up of other earnings**		
	Opening balance	28,223,114	26,507,833
	Received from B. Bank FC clearing A/c	56,471,797	2,744,429
	Dividend received from non shariah shares	359,600	-
	Total receipt during the year	**56,831,397**	**2,744,429**
	Total available balance	**85,054,511**	**29,252,262**
	Less:		
	Income tax provision @ 37.50%	21,176,924	1,029,147
	Transferred/ paid for charitable activities	-	-
	Closing balance	**63,877,587**	**28,223,114**

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		31.12.2025 Taka	31.12.2024 Taka
15.4	**Bills payable**		
	P.O. payable	5,513,500,771	5,034,793,811
	T.T. payable	1,236,948	1,217,966
	D.D. payable	36,430,537	37,179,723
	BEFTN, RTGS EFT & ACS payable	1,486,977,782	1,807,378,679
	Spot cash payable	283,624,410	219,197,978
	Total	**7,321,770,448**	**7,099,768,157**
15.5	**Maturity wise classification of deposits (other than inter-Bank deposit)**		
	Re-payable on demand	83,973,645,566	93,326,432,123
	With a residual maturity of		
	Re- payable within 1 month	192,935,110,839	226,171,124,098
	Over 1 month but not more than 3 months	588,217,384,177	481,464,088,045
	Over 3 months but within 6 months	215,673,200,553	137,309,515,403
	Over 6 months but not more than 1 year	262,162,775,122	224,160,719,464
	Over 1 year but not more than 5 years	441,952,526,331	348,943,215,108
	Over 5 years but within 10 years	29,965,562,587	48,610,479,972
	Unclaimed Deposits for 10 years or more	132,813,209	147,321,501
	Sub-total	**1,815,013,018,384**	**1,560,132,895,714**
15.6	**Maturity grouping of Inter- bank deposits are as under**		
	Re-payable on demand	-	-
	With a residual maturity of		
	Re- payable within 1 month	3,190,405,000	36,294,455,853
	Over 1 month but within 6 months	-	-
	Over 6 months but not more than 1 year	-	-
	Over 1 year but not more than 5 years	-	-
	Over 5 years but within 10 years	-	-
	Sub-total	**3,190,405,000**	**36,294,455,853**
	Total (15.5+15.6)	**1,818,203,423,383**	**1,596,427,351,567**
15.7	**Other banks' deposits with IBBPLC**		
	Al Wadeeah Current Deposits	91,233,642	356,875,905
	Mudaraba Special Notice Deposits	82,455,115	371,929,318
	Mudaraba Savings Account	16,764,725	16,300,630
	Mudaraba Term Deposits Receipt	2,999,951,518	35,549,350,000
	Total	**3,190,405,000**	**36,294,455,853**
15.8	**Sector wise break up of deposits and other accounts**		
	Government	701,003,000	539,869,000
	Other banks' deposit	3,190,405,000	36,294,455,853
	Other public	4,712,708,000	15,042,619,000
	Foreign currency	34,275,904,101	39,348,426,376
	Private	1,775,323,403,283	1,505,201,981,338
	Tota	**1,818,203,423,383**	**1,596,427,351,567**
15(a)	**Consolidated deposits & other accounts**		
	Islami Bank Bangladesh PLC.	1,818,203,423,383	1,596,427,351,567
	Islami Bank Securities Limited	1,107,954	1,107,954
	Islami Bank Capital Management Limited	-	-
	Inter-company balances	(1,791,088,372)	(1,446,215,712)
	Total	**1,816,413,442,965**	**1,594,982,243,809**
16.0	**Mudaraba Bond**		
	Perpetual Bond (Note-16.1)	11,000,000,000	11,000,000,000
	Redeemable Subordinated Bond (Note-16.2)	15,400,000,000	19,800,000,000
	Total	**26,400,000,000**	**30,800,000,000**
16.1	**Perpetual Bond**		
	Mudaraba Perpetual Bond (*)	3,000,000,000	3,000,000,000
	Mudaraba Perpetual Contingent Convertible Bond (Note- 16.1.1)	8,000,000,000	8,000,000,000
		11,000,000,000	**11,000,000,000**
	(*) Security pledged against Mudaraba Perpetual Bond (MPB)	4,489,100,000	4,489,100,000
16.1.1	**Mudaraba Perpetual Contingent Convertible Bond**		
	Private Placement (Note-16.1.1.1)	7,200,000,000	7,200,000,000
	Public Subscription	800,000,000	800,000,000
		8,000,000,000	**8,000,000,000**

		No of Units		
16.1.1.1	**Private placement**			
	Standard Bank PLC.	461,168	2,305,840,000	2,305,840,000
	Al-Arafa Islami Bank PLC.	400,000	2,000,000,000	2,000,000,000
	Shahjalal Islami Bank PLC.	200,000	1,000,000,000	1,000,000,000
	Trust Bank Limited	200,000	1,000,000,000	1,000,000,000
	EXIM Bank Employees' Gratuity Fund	98,832	494,160,000	494,160,000
	United Commercial Bank PLC.	46,000	230,000,000	230,000,000
	Pubali Bank PLC.	20,000	100,000,000	100,000,000
	Quality Feeds Limited	14,000	70,000,000	70,000,000
	Total	**1,440,000**	**7,200,000,000**	**7,200,000,000**
16.2	**Redeemable Subordinated Bond**			
	Private Placement (Note-16.2.1)		15,400,000,000	19,800,000,000
	Public Subscription		-	-
			15,400,000,000	**19,800,000,000**
16.2.1	**Private placement**	**No of Units**		
	Shahjalal Islami Bank PLC.	188	3,020,000,000	3,340,000,000
	Agrani Bank PLC.	530	1,000,000,000	2,300,000,000
	EXIM Bank of Bangladesh PLC.	300	1,400,000,000	2,000,000,000
	Al-Arafah Islami Bank PLC.	2000	1,600,000,000	2,000,000,000
	AIB PLC Employees' Provident Fund	2000	2,000,000,000	2,000,000,000
	Dutch-Bangla Bank PLC.	1100	1,200,000,000	1,600,000,000
	EXIM Bank Employees' Gratuity Fund	2000	1,400,000,000	1,400,000,000
	Genesis Textile Accessories & Apparels Ltd.	2000	1,000,000,000	1,000,000,000
	Rupali Bank PLC.	160	400,000,000	800,000,000
	Sonali Bank PLC.	172	280,000,000	760,000,000
	Eastern Bank PLC.	100	400,000,000	600,000,000
	EXIM Bank Employees' Provident Fund	2000	600,000,000	600,000,000
	Square Pharmaceuticals Limited	50	200,000,000	300,000,000
	Southeast Bank PLC.	30	-	100,000,000
	Dhaka Bank PLC.	30	-	100,000,000
	Nabil Feed Mills Limited		400,000,000	400,000,000
	AIB PLC Employees' Gratuity Fund		250,000,000	250,000,000
	Standard Bank Ltd. Employees' Gratuity Fund		250,000,000	250,000,000
	Total	**12472**	**15,400,000,000**	**19,800,000,000**

17.0	**Other liabilities**		
	Provision for classified & unclassified investments and off- balance sheet items (Note- 17.1)	72,471,868,582	71,830,808,491
	Provision for diminution in value of investments in shares (Note- 17.2)	1,830,273,902	1,104,522,912
	Other provisions (Note- 17.3)	3,944,004,424	3,578,550,606
	Compensation account (Note- 17.5)	11,259,963,572	12,081,939,013
	Profit/rent/compensation suspense (Note- 17.6)	115,782,926,334	81,263,070,496
	Current tax (Note-17.7)	20,594,566,387	25,468,023,486
	Zakat payable (Note-17.8)	23,549,190	29,643,690
	Foreign correspondents charges	45,773,696	61,702,079
	Incentive bonus payable	271,585,668	1,914,352,684
	Payable against expenditure	560,913,102	825,535,473
	Clearing/Transfer delivery/BEFTN adjustment	-	2,049,252,523
	Payable to Benevolent Fund, GF & SAF	-	350,029,746
	Deferred/Unearned Airtime Commission	200,000	170,000
	F.C. Payable for IBBPLC Cards	154,230,621	154,230,621
	Unclaimed dividend (Note-17.9)	10,882,960	22,858,247
	Stimulus Fund: Covid-19	1,430,249	1,430,250
	Agri. Refinance: Covid-19	566,937,145	3,532,625,349
	Cover Fund HPSM FC-GTF	3,723,410,347	3,134,766,654
	Automated Challan System	483,369	243,698
	Lease obligation on ROU assets	4,534,071,273	3,840,091,791
	Start-Up Fund for investment (Note-17.10)	232,427,509	221,691,644
	Placement to AD for MDB in FC (Local)	2,023,126,484	-
	eWallet Payable	385,149,873	293,623,590
	Others	11,306,464,993	23,264,352,758
	Total	**249,724,239,680**	**235,023,515,800**
17.1	**Provision for classified & unclassified investments and off- balance sheet items**		
	General provision		
	Unclassified investments excluding OBU	5,248,800,000	5,421,420,000
	Special General Provision COVID-19	-	-
	Unclassified investments- OBU	-	-
	Special mention account	7,378,500,000	537,780,000
	Sub-total (Note-17.1.1)	**12,627,300,000**	**5,959,200,000**
	Off-balance sheet items (Note-17.1.2)	**969,000,000**	**5,849,200,000**
	Sub-total (General provision)	**13,596,300,000**	**11,808,400,000**
	Specific provision (Note-17.1.3)		
	Specific provision for OBU	10,303,700,000	1,072,780,000
	Sub-standard	1,607,800,000	14,241,470,000
	Doubtful	9,291,300,000	2,726,200,000
	Bad and loss (*)	37,672,768,582	41,981,958,491
	Sub-total (Specific provision)	**58,875,568,582**	**60,022,408,491**
	Total provision held at the end of the year	**72,471,868,582**	**71,830,808,491**

(*)As on 31 December 2025 provision of Tk. 5,00.00 crore against writ client (considering qualitative judgment) is included in the specific provision (Bad & Loss) of Tk. 3,767.28 crore against Tk. 4,198.19 crore as on 31 December 2024.

Provision for the investments, off-balance sheet items and other assets have been accounteed for as per the relevant circulars issued by Bangladesh Bank as well as decision taken in tripartite meeting amongst Bangladesh Bank Inspection Team, External Auditors and the Management of Islami Bank Bangladesh PLC. and subsequent Bangladesh Bank Letter No.BSD-11/43(3)/2026-497 dated 27 April 2026.

		Taka	Taka
17.1.1	**General provision on unclassified investment including OBU**		
	Provision held at the beginning of the year	5,959,200,000	16,942,458,293
	Provision made/(no longer required) during the year	6,668,100,000	(10,983,258,293)
	Total provision held at the end of the year	**12,627,300,000**	**5,959,200,000**
17.1.2	**General provision on off-balance sheet items**		
	Provision held at the beginning of the year	5,849,200,000	1,066,970,000
	Provision made/(no longer required) during the year	(4,880,200,000)	4,782,230,000
	Total provision held at the end of the year	**969,000,000**	**5,849,200,000**
	Sub-total (17.1.1+17.1.2)	**13,596,300,000**	**11,808,400,000**
17.1.3	**Provision for classified investments**		
	Provision held at the beginning of the year	60,022,408,491	48,662,858,491
	Fully provided investment written off/waived/transferred (Note-17.1.3.1)	-	(3,222,197)
	Recoveries of amounts previously written off	141,060,091	154,411,747
	Provision made/ (no longer required) during the year	(1,287,900,000)	11,208,360,449
	Total provision held at the end of the year	**58,875,568,582**	**60,022,408,491**
	Total provision for investments 17.1.1+17.1.3)	**71,502,868,582**	**65,981,608,491**
	Total provision (17.1.1+17.1.2+17.1.3)	**72,471,868,582**	**71,830,808,491**
17.1.3.1	**Fully provided investment written off/waived/transferred**		
	Written-off during the year	-	-
	Compensation waived upto 2013 which was included in provision	-	3,222,197
	Total	**-**	**3,222,197**
17.1.4	**Provision made for investments & off- balance sheet items for the year**		
	Provision for classified investments	(10,518,820,000)	10,135,580,449
	Provision for Classified OBU investment	9,230,920,000	1,072,780,000
	General provision on unclassified investment including OBU	6,668,100,000	(8,613,418,293)
	Special General Provision Covid-19	-	(2,369,840,000)
	General provision on off-balance sheet items	(4,880,200,000)	4,782,230,000
	Total provision made during the year	**500,000,000**	**5,007,332,156**
	Less: Provision kept to compensation realizable fund	-	950,000,000
	Total provision charged in Profit & Loss A/c.	**500,000,000 -**	**4,057,332,156**

17.1.5 Total Provision Requirement and maintained for investments including off balance sheet items at the end of year 2025

Particulars	Required Provision for 2025 (Taka)	Maintained Provision for 2025 (Taka)
General provision on unclassified investment	12,627,300,000	12,627,300,000
Provision for Classified OBU investment	10,303,700,000	10,303,700,000
Provision for classified investments	786,030,300,000	43,571,860,091
Provision for investments considering qualitative judgment	92,651,900,000	5,000,000,000
Total provision for investment	**901,613,200,000**	**71,502,860,091**
General provision on off-balance sheet items	7,460,800,000	969,000,000
Total provision for investment including off balance sheet items at the end of the year	**909,074,000,000**	**72,471,860,091**
Provision surplus/(deficit) for the year 2025 (*)		**(836,602,139,909)**

(*)The aggregate required total provision for General Investment including off balance sheet items of the bank is Tk. 78,205.51 crore and maintained provision as per Financial Statements for the year ended 31 December 2025 is Tk. 7,233.08 crore as per forbearance letter vide: BSD-11/43(3)/2026-508, dated 28 April 2026 issued by Bangladesh Bank resulting actual shortfall in provision is Tk. 83,660.21 crore.

		31.12.2025 Taka	31.12.2024 Taka
17.2	**Provision for diminution in value of investments in shares**		
	Opening balance	1,104,522,912	440,744,487
	Add: Provision made/(adjustment) during the year	725,750,990	663,778,425
	Closing balance (Note-17.2.1)	**1,830,273,902**	**1,104,522,912**
17.2.1	**Provision for diminution in value of investments in shares (*)**		
	i) Dealing securities		
	Quoted	1,165,728,791	971,368,097
	Un-quoted	139,388,111	132,997,815
	Sub-total	**1,305,116,902**	**1,104,365,912**
	Required provision (i)	**1,305,116,902**	**1,104,365,912**
	ii) Investment securities		
	Quoted	-	-
	Un-quoted	525,157,000	157,000
	Sub-total (ii)	**525,157,000**	**157,000**
	Total (i+ii)	**1,830,273,902**	**1,104,522,912**

(*) As per DOS Circular No.01 dated 24 May 2023, DOS Circular No. 04 dated 10 February 2020 and directions regarding preparation of Financial Statements in Clause no. 38 (Sub-Clause 4/Kha of First Schedule) of Bank Company Act, 1991 (Amended up-to 2023), provision required for shares is Tk. 1,165,728,791, Mutual Funds is Tk.139,997,815 and Non-convertible Bond/Debenture is Tk. 525,000,000. The ultimate required provision for share and securities is Tk. 1,830,116,902 which is categorized between dealing & investment securities and Quoted & Un-Quoted securities as per directions.

Total Provision Requirement and maintained fordiminution in value of investments in shares at the end of year 2025

Particulars	Required Provision for 2025 (Taka)	Maintained Provision for 2025 (Taka)
Provision for diminution in value of investments in shares	4,480,000,000.00	1,830,273,902
Total Provision Requirement and maintained for diminution in value of investments in shares	**4,480,000,000**	**1,830,273,902**
Provision for diminution in value of investments in shares surplus/(deficit)		(2,649,726,098)

(*)The aggregate required total provision for diminution in value of investments in shares of the bank is Tk. 448.00 crore and maintained provision as per Financial Statements for the year ended 31 December 2025 is Tk. 183.03 crore. The Bank has maintained the provision against diminution in value of investments in shares as per forbearance letter vide: BSD-11/43(3)/2026-508, dated 28 April 2026 issued by Bangladesh Bank.

17.2(a)	**Consolidated provision for diminution in value of investments in shares made during the year**		
	Islami Bank Bangladesh PLC.	725,750,990	663,778,425
	Islami Bank Securities Limited	158,160,048	180,787,441
	Islami Bank Capital Management Limited	4,605,766	8,259,000
	Total	**888,516,804**	**852,824,866**
17.3	**Other provisions**		
	Provision for other assets (Note-17.3.1)	3,859,360,143	3,492,916,325
	Provision for doubtful income account (Note-17.3.2)	84,644,281	85,634,281
	Total	**3,944,004,424**	**3,578,550,606**

Total Provision Requirement and maintained for other assets at the end of year 2025

Particulars	Required Provision for 2025 (Taka)	Maintained Provision for 2025 (Taka)
Provision for other assets including IBDA & Placement	10,843,600,000	3,944,004,424
Total Provision Requirement and maintained for other assets	10,843,600,000	3,944,004,424
		(6,899,595,576)

17.3.1	**Provision for other assets**		
	Opening balance	3,492,916,325	276,854,332
	Less: Settlement	-	-
	Add: Provision made/(adjustment) during the year	366,443,818	3,216,061,993
	Closing balance	**3,859,360,143**	**3,492,916,325**
	Provision on other assets have been made as per BRPD Circular No.: 04 dated 12 April 2022.		
17.3.2	**Provision for doubtful income account Taka Taka**		
	Opening balance	85,634,281	104,247,690
	Add: Provision made during the year	-	7,831,576,573
	Less: Provision kept for general investments	-	5,500,000,000
	Less: Expended for charitable purposes	990,000	189,982
	Less: Kept provision for CRR interest payment to Bangladesh Bank	-	2,350,000,000
	Closing balance	**84,644,281**	**85,634,281**
17.4	**Other provisions made for the year**		
	Provision for other assets	146,443,818	3,216,061,993
	Provision for doubtful income account	-	7,831,576,573
	Less: Provision kept for general investments	-	5,500,000,000
	Total	**146,443,818**	**5,547,638,566**
17.5	**Compensation account**		
	Opening balance	12,081,939,013	8,981,902,004
	Addition during the year	11,893,751,464	7,929,884,181
	Sub total	**23,975,690,477**	**16,911,786,185**
	Less: Income tax provision @ 37.50%	718,727,626	2,754,605,638
	Less: Expended for charitable activities	75,009,399	60,972,387
	Less: Provision kept on compensation realizable fund	220,000,000	950,000,000
	Less: Adjustment for CRR interest payment to Bangladesh Bank	1,600,000,000	480,000,000
	Less: Adjustment of actual administrative cost incurred against defaulter clients	9,977,144,460	584,269,147
	Less: Interest Paid to BB for Overdraft Facility	124,845,419	-
	Closing balance	**11,259,963,572**	**12,081,939,013**
17.6	**Profit/rent/compensation suspense**		
	Profit/rent suspense (Note-17.6.1)	14,816,246,541	9,958,784,055
	Compensation suspense (Note-17.6.2)	100,966,679,793	71,304,286,440
	Total (*)	**115,782,926,334**	**81,263,070,496**
17.6.1	**Profit/rent suspense**		
	Balance at the beginning of the year	9,958,784,055	4,216,477,896
	Amount transferred to suspense account during the year	8,180,064,722	6,343,584,340
	Amount transferred to investment income during the year	(2,853,602,236)	(446,278,181)
	Amount written-off during the year	-	-
	Amount waived during the year	(469,000,000)	(155,000,000)
	Balance at the end of the year	**14,816,246,541**	**9,958,784,055**
17.6.2	**Compensation suspense**		
	Balance at the beginning of the year	71,304,286,440	50,696,797,650
	Amount transferred to suspense account during the year	45,436,555,143	23,616,612,501
	Amount transferred to compensation income during the year	(14,222,161,790)	(1,837,123,711)
	Amount written-off during the year	-	-
	Amount waived during the year	(1,552,000,000)	(1,172,000,000)
	Balance at the end of the year	**100,966,679,793**	**71,304,286,440**
17.7	**Current tax liability**		
	Balance of provision on 01 January	33,177,607,969	29,283,955,182
	Add: Provision made during the year (Note 17.7.1)	2,271,407,201	9,338,236,866
	Add: Other provision made during the year	739,894,903	2,755,634,785
	Less: Settlement for previous year	8,508,073,146	8,200,218,864
	Total (a)	**27,680,836,928**	**33,177,607,969**
	Advance income tax paid		
	Balance of advance tax on 01 January	7,709,584,483	8,765,267,245
	Add: Payment made during the year	7,884,759,204	7,144,536,102
	Less: Settlement for previous year	8,508,073,146	8,200,218,864
	Total (b)	**7,086,270,541**	**7,709,584,483**
	Net balance as at 31 December (a-b)	20,594,566,387	25,468,023,486
17.7.1	**Provision for current tax made during the year**		
	Income tax @ 37.50% on taxable profit (A)	1,891,986,620	9,293,834,972
	Add: Income tax @ 20% on dividend income	18,882,745	41,903,477
	Capital Gain @ 15%	-	2,498,417
	Estimated provision required as at 31 December as per business income	1,910,869,365	9,338,236,866
	Estimated provision required as at 31 December as per minimum tax	2,271,407,201	-
	Computation of taxable profit		
	Profit before tax	**3,279,648,116**	**10,207,359,479**
	Less: Dividend income	94,413,723	209,517,385
	Less: Capital Gain	-	16,656,113
	Profit before tax (excluding dividend income and capital gain)	**3,185,234,392**	**9,981,185,981**
	Add: Inadmissible expenditure	3,641,198,415	16,486,431,881
	Less: Further allowable expenditure	1,781,135,156	1,684,057,936
	Estimated taxable profit for the year (A)	**5,045,297,652**	**24,783,559,926**

Provision for tax for the year ended on 31 December 2025 has been made as per Income Tax Act, 2023 applying prevailing rates applicable on the net profit. Income tax assessments have been completed by the Deputy Commissioner of Taxes up to the accounting year 2022 and income tax return has been submitted for the year 2024. The Bank filled appeals/ writ petitions against tax assessment orders of different levels of tax authorities to the appropriate tax authorities and High Court on different disputed issues. Adequate provisions for those assessment years have been made in the books of accounts.

17.7.2 Reconciliation of effective tax rate

17.7.2.1 Reconciliation considering business Income

Particulars	2024		2023	
	%	Taka	%	Taka
Profit before income tax as per profit and loss account		3,279,648,116		10,207,359,479
Income Tax using the domestic corporate tax rate	37.50%	1,229,868,043	37.50%	3,827,759,804
Factors affecting the tax charge for current year:				
Non deductible expenses	41.63%	1,365,449,406	60.57%	6,182,411,955
Tax exempt income	-20.37%	(667,925,683)	-6.19%	(631,521,726)
Tax savings from reduced tax rates from dividend	-0.50%	(16,522,402)	-0.40%	(40,413,168)
Total income tax expenses	**58.26%**	**1,910,869,364**	**91.49%**	**9,338,236,865**

		31.12.2025 Taka	31.12.2024 Taka
17.7(a)	**Consolidated current tax made during the year**		
	Islami Bank Bangladesh PLC.	2,271,407,201	9,338,236,866
	Islami Bank Securities Limited	149,670,250	122,145,952
	Islami Bank Capital Management Limited	7,371,743	6,471,811
	Total	**2,428,449,194**	**9,466,854,629**
17.8	**Zakat payable**		
	Opening balance	29,643,690	658,715,210
	Addition during the year (*)	-	-
	Available for charitable activities	**29,643,690**	**658,715,210**
	Less: expended for charitable activities	6,094,500	629,071,520
	Closing balance	**23,549,190**	**29,643,690**

(*) Since the actual deficit in provision without forbearance by the regulator (Note: 17.1.5) is higher than zakatable reserves, we have not been considered any expenses as zakat for the year 2025 as per verdict of the Shariah Supervisory Council of its 261st meeting held on March 20, 2025.

17.9	**Unclaimed dividend**		
	Dividend remained unclaimed which were declared for the year:		
	2020	-	2,757,409
	2021	2,599,937	3,451,905
	2022	3,995,227	4,991,393
	2023	4,287,796	11,657,542
	2024	-	-
	Total	**10,882,960**	**22,858,247**
17.10	**Start-Up Fund for investment**		
	Opening balance	221,691,643	211,978,089
	Provision made during the year	10,736,034	9,713,555
	Disbursement made during the year	-	-
	Closing balance	**232,427,678**	**221,691,643**

The Bank has created Start-Up Fund for investment since 2020 as per SMESPD Circular no. 04, dated 29 March 2021 and SMESPD Circular Letter no. 05, dated 26 April 2021 as 1% of Net Profit of the Bank.

17.11	**Maturity-wise classification of other liabilities**		
	Repayable on demand	-	-
	With a residual maturity of		
	Up to 1 Month	12,823,906,385	11,818,771,274
	Over 1 month but not more than 3 months	12,664,733,318	11,782,293,251
	Over 3 months but not more than 1 year	37,307,900,844	34,000,441,367
	Over 1 year but not more than 5 years	25,596,266,994	23,173,741,241
	More than 5 years	161,331,432,139	154,248,268,667
	Total	**249,724,239,680**	**235,023,515,800**

		31.12.2025 Taka	31.12.2024 Taka
17(a)	**Consolidated other liabilities**		
	Islami Bank Bangladesh PLC.	249,724,239,680	235,023,515,800
	Islami Bank Securities Limited	5,114,428,747	5,022,296,574
	Islami Bank Capital Management Limited	108,850,421	115,617,641
	Inter-company balances	(4,768,721,830)	(4,881,997,037)
	Total	**250,178,797,018**	**235,279,432,978**

18.0 Deferred tax (assets)/liabilities

Deferred tax assets and liabilities have been recognized and measured in accordance with the provision of International Accounting Standard (IAS)-12 "Income Taxes" and BRPD circular No. 11 dated 12 December 2011. Calculation of deferred tax has been made on all temporary differences between the tax base and carrying amounts for financial reporting purpose. Deferred tax assets and liabilities are attributable to the following:

(i) Deferred tax on fixed assets excluding revaluation surplus		
Carrying amount	4,962,894,136	5,467,875,648
Tax Base	5,388,916,167	5,719,597,649
Temporary timing difference	(426,022,031)	(251,722,001)
Deferred tax (asset)/liability @ 37.50%	(159,758,262)	(94,395,750)
Opening balance	(94,395,750)	7,837,094
Deferred tax (income)/expenses	(65,362,512)	(102,232,844)
(ii) Deferred tax on revaluation reserve of Building		
Carrying amount	3,010,928,767	3,067,986,338
Tax Base	-	-
Temporary timing difference	3,010,928,767	3,067,986,338
Deferred tax (asset)/liability @ 37.50%	1,129,098,288	1,150,494,877
Opening balance	1,150,494,877	1,176,300,327
Transfer to /from reserve	(21,396,589)	(25,805,450)
(iii) Deferred tax on revaluation reserve of securities (HTM)		
Carrying amount	222,200,000	189,400,000
Tax Base	20,000,000	20,000,000
Temporary timing difference	202,200,000	169,400,000
Deferred tax (asset)/liability @ 15.00%	30,330,000	16,940,000
Opening balance	16,940,000	19,400,000
Transfer to /from reserve	13,390,000	(2,460,000)
iv) Deferred tax on provision for Rebate for good borrowers		
Carrying amount	-	-
Tax Base	-	-
Temporary timing difference	-	-
Deferred tax (asset)/liability @ 37.50%	-	-
Opening balance	-	-
Deferred tax (income)/expenses	-	-
(v) Net deferred tax (income)/expenses (i+iv)	**(65,362,512)**	**(102,232,844)**
(vi) Net deferred tax (assets)/liabilities (i+ii+iii+iv)	**999,670,026**	**1,073,039,127**
(vii) Net deferred tax transferred to reserve (ii)	**(21,396,589)**	**(25,805,450)**
(viii) Net deferred tax transferred from reserve (iii)	**13,390,000**	**(2,460,000)**

18(a)	**Consolidated Deferred tax (assets)/liabilities**		
	Islami Bank Bangladesh PLC.	999,670,026	1,073,039,127
	Islami Bank Securities Limited	(2,123,584)	(2,104,730)
	Islami Bank Capital Management Limited	(185,019)	(49,769)
	Total	**997,361,423**	**1,070,884,628**
18(b)	**Consolidated Deferred tax (income)/expenses for the year**	**2025 (Taka)**	**2024 (Taka)**
	Islami Bank Bangladesh PLC.	(65,362,512)	(102,232,844)
	Islami Bank Securities Limited	(18,853)	119,969
	Islami Bank Capital Management Limited	(135,250)	(198,089)
	Total	**(65,516,615)**	**(102,310,964)**

19.0 Share capital

19.1 Authorized capital

The authorized capital of the Bank is Tk. 20,000,000,000 divided into 2,000,000,000 ordinary shares of Tk. 10 each.

19.2 Brief history of raising of Paid up capital

Paid-up Capital of the Bank at the end of the year 2025 is Tk. 16,099,906,680 divided into 1,609,990,668 ordinary shares of Tk. 10 each.

No. of shares allotted	Date of issue	Face Value	Total allotted Shares (Cumulative Figure)	Total Paid-up Capital (Cumulative Figure)	Year	Remarks
500	13.03.1983	1,000	500	500,000	1983	Initial Capital
9,000	23.03.1983	1,000	9,500	9,500,000	1983	Sponsors subscription
2,500	23.03.1983	1,000	12,000	12,000,000	1983	Local Placement Holders subscription
56,000	23.03.1983	1,000	68,000	68,000,000	1983	Foreign Placement Holders subscription
4,000	10.04.1984	1,000	72,000	72,000,000	1984	Subscribed Bangladesh Bank on behalf of the Government of the Peoples Republic of Bangladesh 10.04.1984 as per approval of the Controller of Capital Issues dated 14.03.1983
8,000	22.08.1985	1,000	80,000	80,000,000	1985	IPO subscription on 22.08.1985
80,000	12.03.1990	1,000	160,000	160,000,000	1990	1st Rights -1989 (1R:1)
160,000	06.10.1996	1,000	320,000	320,000,000	1996	2nd Rights -1996 (1R:1)
320,000	01.03.2001	1,000	640,000	640,000,000	2000	3rd Rights 2000 (1R:1)
1,280,000	08.11.2003	1,000	1,920,000	1,920,000,000	2003	4th Rights 2003 (2R:1)
384,000	27.10.2004	1,000	2,304,000	2,304,000,000	2003	Bonus - 2003 (1B:5) – Stock Dividend @20%
460,800	17.11.2005	1,000	2,764,800	2,764,800,000	2004	Bonus -2004 (1B:5) – Stock Dividend @20%
691,200	17.10.2006	1,000	3,456,000	3,456,000,000	2005	Bonus -2005 (1B:4) – Stock Dividend @25%
345,600	30.10.2007	1,000	3,801,600	3,801,600,000	2006	Bonus -2006 (1B:10) – Stock Dividend @10%
950,400	30.09.2008	1,000	4,752,000	4,752,000,000	2007	Bonus - 2007 (1B:4) – Stock Dividend @25%
	30.11.2008	100	47,520,000	4,752,000,000	2008	IBBPLC Shares have been changed from Tk.1,000/- to Tk.100/- with a market lot of 10 shares with effect from 30.11.2008
14,256,000	15.09.2009	100	61,776,000	6,177,600,000	2008	Bonus - 2008 (3B:10) – Stock Dividend @30%
12,355,200	02.06.2010	100	74,131,200	7,413,120,000	2009	Bonus 2009 (1B:5) – Stock Dividend @20%
25,945,920	25.05.2011	100	100,077,120	10,007,712,000	2010	Bonus 2010 (35B:100) – Stock Dividend @35%
	04.12.2011	10	1,000,771,200	10,007,712,000		IBBPLC Shares have been changed from Tk.100/- to Tk.10/- with a market lot of 100 shares with effect from 04.12.2011
250,192,800	27.05.2012	10	1,250,964,000	12,509,640,000	2011	Bonus - 2011 (1B:4) – Stock Dividend @25%
212,663,880	30.05.2013	10	1,463,627,880	14,636,278,800	2012	Bonus - 2012 (17B:100) – Stock Dividend @17%
146,362,788	05.06.2014	10	1,609,990,668	16,099,906,680	2013	Bonus - 2013 (10B:100) – Stock Dividend @10%
Total			1,609,990,668	16,099,906,680		

19.2.1 The Paid-up Capital of the Bank is Tk.16,099,906,680 divided into 1,609,990,668 ordinary shares of Tk.10 each fully subscribed by:

Particulars	No. of Shares as on 31 Dec, 2025	% of Total	31.12.2025	31.12.2024
			Amount in Taka	Amount in Taka
(i) Sponsors/ promoters*	2,964,125	0.1841%	29,641,250	29,641,250
(ii) General public	1,607,006,226	99.8146%	16,070,062,260	16,070,062,260
(iii) Government of the People's Republic of Bangladesh**	20,317	0.0013%	203,170	203,170
Total	**1,609,990,668**	**100.00%**	**16,099,906,680**	**16,099,906,680**

* As per the requirement of Regulation no. 2(1)(r) of Dhaka Stock Exchange (Listing) Regulations, 2015 and Chittagong Stock Exchange (Listing) Regulations, 2015, the Shares holding by Sponsors/promoters of Foreign directors have been shifted to General public categories.

** The shares have already been sold by the Government of Bangladesh but no transfer has yet been made in share register of the Bank.

19.2.2 Break up of share holding and percentage thereof as on 31.12.2025

Holdings	No. of Shareholders	Total Holdings/No. of Shares	Percentage (%)
Less than 500 Shares	14,243	2,162,614	0.1343%
500 to 5,000 Shares	9,837	16,760,045	1.0410%
5,001 to 10,000 Shares	1,180	8,406,173	0.5221%
10,001 to 20,000 Shares	720	9,647,525	0.5992%
20,001 to 30,000 Shares	289	6,957,470	0.4321%
30,001 to 40,000 Shares	107	3,753,420	0.2331%
40,001 to 50,000 Shares	79	3,639,092	0.2260%
50,001 to 100,000 Shares	125	9,094,460	0.5649%
100,001 to 1,000,000 Shares	156	91,492,251	5.6828%
Over 1,000,000 Shares	32	1,458,077,618	90.5644%
Total	**26,768**	**1,609,990,668**	**100.00%**

The Hon'ble High Court Division of Supreme Court of Bangladesh has given a verdict (writ petition no. 3197 of 2025) regarding the imposition of restriction on the participation and voting right of 24 Institutional Shareholders (holding 81.92% of the share capital of the Bank) in the forthcoming Annual General Meeting (AGM) of the Bank.

20.0 Capital adequacy as per Basel- III as on 31 December 2025

The Calculation of Capital to Risk-weighted Assets Ratio (CRAR) of the Bank has been done as per the revised guidelines on Guidelines of Risk based Capital Adequacy (Revised Regulatory Capital Framework for Banks in line with Basel-III) issued by Bangladesh Bank vide BRPD Circular No. 18 dated 21.12.2014. Detail calculation of Capital Adequacy as per Basel-III as on December 31, 2025 is given below:

(Amount in million Taka)

		31.12.2024 (Consolidated)	31.12.2024 (Solo)	31.12.2023 (Consolidated)
20.1	**A. Regulatory capital**			
	Tier-1 (Going Concern Capital) (Note-20.1.1)	75,609.99	73,555.61	75,228.25
	Tier-2 (Gone Concern Capital) (Note-20.1.2)	24,996.30	24,996.30	27,208.40
	Total regulatory capital	100,606.29	98,551.91	102,436.65
	20.1.1 Tier-1 (Going Concern Capital)			
	Common Equity Tier-1 (CET-1) (Note-20.1.1.1)	64,609.99	62,555.61	64,228.25
	Additional Tier (AT-1) (Note-20.1.1.2)	11,000.00	11,000.00	11,000.00
	Total Tier-1 (Going Concern Capital)	75,609.99	73,555.61	75,228.25
20.1.1.1	**Common Equity Tier-1 (CET-1)**			
	Fully paid-up capital/capital deposited with BB	16,099.91	16,099.91	16,099.91
	Statutory reserve	22,735.47	22,735.47	22,735.47
	Non-repayable share premium account	1.99	1.99	1.99
	General reserve	23,735.07	23,609.34	23,711.20
	Retained earnings	2,061.43	133.02	1,702.81
	Non-controlling interest in subsidiaries	0.34	-	0.32
	Dividend equalization account	32.00	32.00	32.00
	i. Sub total	64,666.20	62,611.72	64,283.70
	Deductions from Tier-1 (Going Concern Capital)			
	Book value of goodwill/intangible assets	56.21	56.12	55.45
	Shortfall in provisions required against classified assets	-	-	-
	Shortfall in provisions required against investment in shares	-	-	-
	Remaining deficit on account of revaluation of investment in securities after netting off from any other surplus on the securities.	-	-	-
	Reciprocal crossholdings of bank capital /subordinated debt	-	-	-
	Any investment exceeding the approved limit	-	-	-
	ii. Sub total	56.21	56.12	55.45
	Total eligible CET-1 (i-ii)	64,609.99	62,555.61	64,228.25
20.1.1.2	**Additional Tier-1 Capital (AT-1)**			
	Mudaraba Perpetual and Perpetual Contingent Convertible Bond	11,000.00	11,000.00	11,000.00
	Total AT-1	11,000.00	11,000.00	11,000.00

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(Amount in million Taka)

20.1.2 Tier-2 (Gone Concern Capital)

	31.12.2025 (Consolidated)	31.12.2025 (Solo)	31.12.2024 (Consolidated)
General provision (unclassified investment and off balance sheet exposure)	13,596.30	13,596.30	11,808.40
Mudaraba redeemable subordinated bond	11,400.00	11,400.00	15,400.00
Assets revaluation reserves	-	-	-
Revaluation reserves of securities	-	-	-
Revaluation reserves for equity instruments	-	-	-
All other preference shares	-	-	-
Others (if any item approved by Bangladesh Bank)	-	-	-
i. Sub total	24,996.30	24,996.30	27,208.40
ii. Deductions, if any	-	-	-
Excess amount over maximum limit of Tier-II Capital has been deducted	-	-	-
Total Eligible Tier-2 Capital (i-ii)	**24,996.30**	**24,996.30**	**27,208.40**

20.2 Risk Weighted Assets (RWA) for

	31.12.2025 (Consolidated)	31.12.2025 (Solo)	31.12.2024 (Consolidated)
1. Investment (Credit) risk (i+ii)	1,421,261.89	1,433,594.19	1,239,196.89
(i) On-balance sheet	1,405,219.93	1,417,552.23	1,213,413.52
(ii) Off-balance sheet	16,041.96	16,041.96	25,783.37
2. Market Risk	11,455.41	11,455.41	9,917.80
3. Operational risk	91,879.09	91,023.95	80,580.75
Total Risk Weighted Assets (1+2+3)	**1,524,596.39**	**1,536,073.55**	**1,329,695.44**
B. Total Risk Weighted Assets (RWA) (Note-20.2)	1,524,596.39	1,536,073.55	1,329,695.44
C. Capital to Risk Weighted Asset Ratio (CRAR) (as against required above 12.50%)	6.60%	6.42%	7.70%
D. Going Concern Capital to RWA (as against required minimum 6.00%)	4.96%	4.79%	5.66%
E. Gone Concern Capital capital to RWA	1.64%	1.63%	2.04%
F. Minimum Capital Requirement (MCR)	152,459.64	153,607.36	132,969.54
G. Surplus capital (A-F)	(51,853.35)	(55,055.45)	(30,532.89)
H. Minimum capital requirement including capital conservation buffer	190,574.55	192,009.19	166,211.93
I. Surplus capital considering conservation buffer (A-H)	**(89,968.26)**	**(93,457.29)**	**(63,775.28)**

Notes

1. Mudaraba Perpetual and Perpetual Contingent Convertible Bond of Tk 11,000 million has been qualified for Additional Tier-I Capital.
2. Mudaraba Redeemable Subordinated Bond of Tk. 11,400 million for Tier-II Capital.
3. As per Section 13(2) of the Bank Companies Act 1991 (amended in 2023), BRPD Circular No. 35 dated 29 December 2010, and BRPD Circular No. 18 dated 21 December 2014 to fulfil the Basel-III requirement, the Bank is required to maintain Capital to Risk Weighted Assests (CRAR) @ 12.50% (including buffer) of its Risk Weighted Assets but the Bank could maintain CRAR @6.42% on solo basis and 6.60% on consolidation basis with forbearance of Bangladesh Bank.
4. Capital has been calculated considering the Regulatory forbearance. The aggregated required provision for General Investment, Shares securities, off-balance sheet exposures and other assets of Islami Bank Bangladesh PLC. is Taka 92,537.56 crore and the maintained provision in the Financial Statements for the year ended 31 December 2025 is Taka 7,922.41 crore resulting actual shortfall in maintaining provision of Taka 84,615.15 crore. Islami Bank Bangladesh PLC. has calculated the required provision against General Investment including OBU, off-balance sheet exposures, Shares securities and other assets as per forbearance letter vide: BSD-11/43(3)/2026-508, dated 28 April 2026 issued by Bangladesh Bank .If there is no forbearance from Bangladesh Bank, the CRAR would be (48.67%).

	31.12.2025 Taka	31.12.2024 Taka
21.0 Statutory reserve		
Opening balance	22,735,466,258	22,735,466,258
Add: Addition made this year	-	-
Closing balance	**22,735,466,258**	**22,735,466,258**

At least 20% of net profit before tax is to be transferred to statutory reserve account each year until the cumulative balance equal to the amount of paid up capital account as per Section 24 of the Bank Company Act 1991 as amended. The cumulative balance of statutory reserve exceeded the amount of paid up capital. the Board of Directors has decided to transfer an amount of Tk. 1,000,000,000/- to statutory reserve account.

	31.12.2025 Taka	31.12.2024 Taka
22.0 Other reserves		
General reserve (Note-22.1)	23,609,337,478	23,609,337,478
Assets revaluation reserve (Note-22.2)	6,824,981,299	6,860,374,244
Revaluation reserve of securities (Note-22.3)	171,870,000	152,460,000
Translation reserve (Note-22.4)	15,357,839	121,083,527
Share premium	1,989,633	1,989,633
Dividend equalization account	32,000,000	32,000,000
Total	**30,655,536,249**	**30,777,244,882**
22.1 General reserve		
Opening balance	23,609,337,478	23,609,337,478
Add: Addition/(adjustment) made this year	-	-
Closing balance	**23,609,337,478**	**23,609,337,478**
22.2 Assets revaluation reserve		
Opening balance	6,860,374,244	6,903,383,328
Add: Addition made this year	-	-
Add: Deferred tax impact on excess depreciation	21,396,589	25,805,450
Less: Depreciation adjustment on revalued amount of building	56,789,534	68,814,534
Closing balance	**6,824,981,299**	**6,860,374,244**
22.3 Revaluation reserve of securities		
Opening balance	152,460,000	174,600,000
Add: Addition/(Adjustment) made during the year	32,800,000	(24,600,000)
Add: Deferred tax impact on revaluation reserve of securities	(13,390,000)	2,460,000
Closing balance	**171,870,000**	**152,460,000**
22.4 Translation reserve		
Opening balance	121,083,527	26,112,120
Add: Addition/(adjustment) made this year	(105,725,688)	94,971,408
Closing balance	**15,357,840**	**121,083,527**
22(a) Consolidated other reserves		
Islami Bank Bangladesh PLC.	30,655,536,249	30,777,244,882
Islami Bank Securities Limited	125,730,791	101,861,605
Islami Bank Capital Management Limited	-	-
Total	**30,781,267,040**	**30,879,106,487**
23.0 Letters of guarantee		
(a) Claim against the bank which is not acknowledged as debt	-	-
(b) Money for which the bank is contingently liable in respect of guarantees issued favoring:	-	-
i) Directors	-	-
ii) Government	3,516,196,402	3,521,542,057
iii) Bank and other financial institutions	134,106,642	134,310,524
iv) Others	18,046,065,525	18,073,500,862
Total	**21,696,368,569**	**21,729,353,443**

	2025 Taka	2024 Taka
24.0 Investment income		
Income from general investment (Note-24.1)	110,045,377,294	112,520,448,530
Profit on deposits with other banks & financial institutions (Note-24.2)	13,836,520,493	8,070,667,829
Total	**123,881,897,787**	**120,591,116,359**
24.1 Income from general investment (*)		
Bai Murabaha	68,817,691,531	60,099,293,408
Musharaka /Musharaka Documentary Bills	604,966,960	685,269,233
Bai Muajjal	8,597,616,690	8,513,518,072
Hire Purchase under Shirkatul Melk	26,823,834,460	25,084,499,941
Bai Salam	820,484,446	1,284,334,949
Bai -As- Sarf (FDB /FCD), IBP, MFCI and UPAS	996,465,811	807,503,995
Investment income: Off-shore Banking Unit (OBU)	3,364,312,382	15,932,924,033
Income on overseas Investment	-	-
Income on Mudaraba Investment	20,005,013	113,104,898
Sub total	**110,045,377,294**	**112,520,448,530**

(*) This amount includes any amount transferred from profit/rent suspense due to recovery or regularization of investment (i.e. due to declassification of investment) during the year. Amount transferred from profit/rent suspense is included in the "Investment income under respective mode of investment".

(**) As per instruction of Bangladesh Bank through Letter No. BSD-11/43(3)/2026/497 Dated 27 April, 2026, we have deducted Tk. 102.96 crore from banks investment income resulting to investment income amount of Tk. 11,004.54 crore. The remaining will be adjusted by September 2026 as per instruction of Bangladesh Bank.

	2025 Taka	2024 Taka
24.2 Profit on deposits with other banks & financial institutions		
In Bangladesh	13,836,520,493	8,070,667,829
Outside Bangladesh	-	-
Sub total	**13,836,520,493**	**8,070,667,829**
Grand total (24.1+24.2)	**123,881,897,787**	**120,591,116,359**
24.3 Investment income derived from the fund deployed by		
Mudaraba deposits	110,996,356,933	94,439,420,000
Other deposits/fund	12,885,540,853	26,151,696,359
Total	**123,881,897,787**	**120,591,116,359**
24(a) Consolidated investment income		
Islami Bank Bangladesh PLC.	123,881,897,787	120,591,116,359
Islami Bank Securities Limited	-	-
Islami Bank Capital Management Limited	-	-
Inter-company transactions	-	(112,127,845)
Total	**123,881,897,787**	**120,478,988,514**
25.0 Profit paid on mudaraba deposits		
Profit paid on Mudaraba Savings Deposit	11,881,846,006	11,038,169,853
Profit paid on Mudaraba Term Deposit Account	59,436,466,776	46,028,612,632
Profit paid on other Mudaraba Deposits	23,875,139,040	22,195,306,903
Profit paid on Placement	5,452,977,793	4,995,219,609
Profit paid on Mudaraba Subordinate Bond	1,880,164,332	1,552,202,963
Profit Paid on MPSA	11,310,434	6,530,385
Profit Paid on Agri-Refinance & Pre-Finance	700,767,210	520,186,297
Profit Paid on borrowing from BGIS & other banks	2,313,361,004	3,344,261,727
Total	**105,552,032,594**	**89,680,490,367**
25(a) Consolidated profit paid on mudaraba deposits		
Islami Bank Bangladesh PLC.	105,552,032,594	89,680,490,367
Islami Bank Securities Limited	-	-
Islami Bank Capital Management Limited	-	-
Inter-company transactions	(142,133,345)	(111,183,496)
Total	**105,409,899,249**	**89,569,306,871**
26.0 Income from investments in shares & securities		
i. Inside Bangladesh		
Bangladesh Government Islamic Investment Bond (BGIIB)	3,712,312,981	1,845,768,271
Bangladesh Government Sukuk Bond (Islamic Bond)	2,212,727,884	1,592,238,112
Income/(loss) on Share Securities Trading	-	16,656,113
Dividend Income (Note-26.1)	94,413,723	272,926,535
Profit on Mudaraba Perpetual Bond	506,415,273	476,614,456
Profit on Mudaraba Subordinated Bond	290,198,813	393,382,279
Sub total (i)	**6,816,068,674**	**4,597,585,766**
ii. Outside Bangladesh	-	-
Sub total (ii)	**-**	**-**
Total (i+ii)	**6,816,068,674**	**4,597,585,766**

	31-12-2025 Taka	31-12-2024 Taka
26.1 Dividend Income		
Bangladesh Shipping Corporation (BSC)	5,000,000	5,000,000
Central Depository Bangladesh Ltd. (CDBL)	4,569,442	4,569,442
Dividend Income on APIF of IsDB	34,990,704	63,409,150
Islami Bank Securities Limited	-	134,992,300
Islami Bank Capital Management Limited	-	-
Other Companies	49,853,577	64,955,643
Total	**94,413,723**	**272,926,535**
26(a) Consolidated income from investments in shares & securities		
Islami Bank Bangladesh PLC.	6,816,068,674	4,597,585,766
Islami Bank Securities Limited	118,369,819	159,614,017
Islami Bank Capital Management Limited	9,125,880	19,112,000
Inter-company transactions	-	(134,992,300)
Total	**6,943,564,373**	**4,641,319,483**
27.0 Commission, exchange & brokerage income		
Commission income	3,550,582,769	4,982,786,070
Exchange income (Note 27.1)	2,548,872,656	12,980,545,012
Total	**6,099,455,425**	**17,963,331,081**
27.1 Exchange income		
Gross exchange gain	2,548,872,656	12,980,545,012
Less: exchange loss	-	-
Net exchange gain	**2,548,872,656**	**12,980,545,012**

	2025 Taka	2024 Taka
27(a) Consolidated commission, exchange & brokerage income		
Islami Bank Bangladesh PLC.	6,099,455,425	17,963,331,081
Islami Bank Securities Limited	20,362,975	29,795,990
Islami Bank Capital Management Limited	-	-
Total	**6,119,818,400**	**17,993,127,071**
28.0 Other operating income		
Rent on locker	34,915,314	33,701,806
Telephone/ trunk call charge	60,788	5,323
E & TA fees recovered	9,631	3,160
Account maintenance charges	1,109,586,592	1,046,395,058
Service charges recovered	319,718,275	349,166,314
Service charges recovered: OBU	82,847,214	363,250,930
Income from Mobile Wallet	7,524,765	9,610,067
Rent on premises realized	12,574,698	14,912,599
Sale proceeds of tender schedule	727,893	2,247,827
Profit on sale of bank's car	47,874,896	31,129,890
Cheque charge realized	38,352,986	37,328,066
Commission on NPS network transaction	112,268,334	81,353,952
Proposal processing fees & services charge	601,500,046	1,037,788,158
Commission on remote transaction	70,528,236	94,089,461
Document processing fee (F.Ex.)	262,068,726	273,304,281
Commission on agent banking	453,536,878	472,382,715
SMS Charge	1,292,735,156	1,191,926,373
Others	4,108,151,194	3,819,418,954
Total	**8,554,981,621**	**8,858,014,932**
28(a) Consolidated other operating income		
Islami Bank Bangladesh PLC.	8,554,981,621	8,858,014,932
Islami Bank Securities Limited	658,664,062	588,015,998
Islami Bank Capital Management Limited	39,135,013	33,373,463
Inter Company Transactions	(142,133,345)	(111,183,496)
Total	**9,110,647,351**	**9,368,220,897**
29.0 Salary & allowances		
Basic pay	11,403,686,611	10,774,393,100
Allowances	8,715,538,007	9,245,834,818
Bonus	1,672,508,040	3,188,492,538
Contribution to provident fund	828,194,733	805,830,734
Contribution to Gratuity	978,007,440	1,107,291,269
Contribution to benevolent fund and superannuation fund	110,800,000	310,800,000
Total	**23,708,734,832**	**25,432,642,459**
29(a) Consolidated salary & allowances		
Islami Bank Bangladesh PLC.	23,708,734,832	25,432,642,459
Islami Bank Securities Limited	46,581,192	46,425,932
Islami Bank Capital Management Limited	13,060,534	18,671,087
Total	**23,768,376,558**	**25,497,739,478**
30.0 Rent, taxes, insurances, electricity etc.		
Rent, rates and taxes (*)	196,665,765	228,596,793
Insurance including Deposit Insurance Premium	1,025,510,094	1,011,436,296
Electricity and lighting	523,793,962	543,530,781
Total	**1,745,969,821**	**1,783,563,870**

(*) Rent expense has been reversed by Tk.981,977,847 for implementing IFRS-16: Lease.

	2025 Taka	2024 Taka
30(a) Consolidated rent, taxes, insurances, electricity etc.		
Islami Bank Bangladesh PLC.	1,745,969,821	1,783,563,870
Islami Bank Securities Limited	8,029,253	7,950,668
Islami Bank Capital Management Limited	51,574	50,783
Total	**1,754,050,648**	**1,791,565,321**
31.0 Legal expenses		
Legal charges	**21,801,838**	**11,946,378**
31(a) Consolidated legal expenses		
Islami Bank Bangladesh PLC.	21,801,838	11,946,378
Islami Bank Securities Limited	696,561	470,875
Islami Bank Capital Management Limited	741,746	446,778
Total	**23,240,145**	**12,864,031**
32.0 Postage, stamps, telecommunications etc.		
Telephone	281,154,198	160,918,339
Postage	-	-
Fax, internet & stamps charges	2,060,148	2,206,158
Total	**283,214,346**	**163,124,497**
32(a) Consolidated postage, stamps and telecommunication etc.		
Islami Bank Bangladesh PLC.	283,214,346	163,124,497
Islami Bank Securities Limited	246,525	202,681
Islami Bank Capital Management Limited	267,180	296,592
Total	**283,728,051**	**163,623,770**
33.0 Stationery, printing and advertisement etc.		
Paper & table stationery	64,244,149	61,114,650
Printing and stationery (registers and forms)	92,142,712	104,302,930
Advertisement & publicity	144,432,462	155,670,986
Total	**300,819,323**	**321,088,566**
33(a) Consolidated stationery, printing and advertisement etc.		
Islami Bank Bangladesh PLC.	300,819,323	321,088,566
Islami Bank Securities Limited	192,837	430,258
Islami Bank Capital Management Limited	206,875	143,258
Total	**301,219,035**	**321,662,082**
34.0 Chief executive's salary & fees		
Basic pay	8,276,350	9,724,056
House rent allowance	1,136,989	840,000
Medical allowance	828,065	1,440,000
Utilities allowance	658,065	1,080,000
Festival bonus	1,871,881	1,782,744
Incentive bonus	810,338	1,500,000
Leave Fare Assistance	680,000	1,440,000
House Maintenance	813,441	1,200,000
Entertainment & Others	197,419	-
Bank Contribution to PF	-	-
Total	**15,272,548**	**19,006,800**
35.0 Directors' fees and expenses		
Directors' fees for attending board/ executive committee/ other committees meeting	4,618,500	3,564,000
TA/DA/hotel fare for local & foreign directors	1,701,845	1,182,879
Others	6,970,961	-
Total	**13,291,306**	**4,746,879**
35.1 Rate of fees for attending board/ executive committee/ other committees meeting		
For board meeting	10,000	10,000
For executive committee/ other committees meeting	10,000	10,000
35(a) Consolidated directors' fees and expenses		
Islami Bank Bangladesh PLC.	13,291,306	4,746,879
Islami Bank Securities Limited	494,270	974,004
Islami Bank Capital Management Limited	433,244	723,512
Total	**14,218,820**	**6,444,395**
36.0 Shari'ah supervisory committee's fees & expenses		
Shari'ah supervisory members' fees for attending meeting	1,794,420	1,399,774
TA/DA/hotel fare	-	-
Total	**1,794,420**	**1,399,774**
36.1 Rate of fees for attending shariah supervisory meeting		
For shariah supervisory meeting	10,000	10,000
For sub-committee meeting	10,000	10,000
37.0 Auditors' fees		
Auditors' fees	**16,092,000**	**59,137,500**
37(a) Consolidated auditors' fees		
Islami Bank Bangladesh PLC.	16,092,000	59,137,500
Islami Bank Securities Limited	80,000	92,000
Islami Bank Capital Management Limited	141,400	109,250
Total	**16,313,400**	**59,338,750**
38.0 Depreciation/amortization and repair to bank's assets		
i) Depreciation/amortization		
Premises (building)	107,963,959	110,732,263
Furniture & fixtures	79,236,950	79,135,712
Mechanical appliances	135,037,659	142,169,190
Computer	202,978,751	229,557,260
Motor vehicles	88,362,336	136,036,389
Books	263,005	307,077
ATM	342,554,362	417,408,332
Depreciation on lease assets	846,518,610	746,283,730
Amortization: intangible assets	58,572,100	67,888,413
Sub total (i)	**1,861,487,730**	**1,929,518,367**
ii) Repair of bank's properties/assets	172,406,195	146,878,823
Grand total (i+ii)	**2,033,893,926**	**2,076,397,190**
38(a) Consolidated depreciation and repair to bank's assets		
Islami Bank Bangladesh PLC.	2,033,893,926	2,076,397,190
Islami Bank Securities Limited	4,066,045	4,240,066
Islami Bank Capital Management Limited	2,218,151	2,174,964
Total	**2,040,178,122**	**2,082,812,220**

	31-12-2025 Taka	31-12-2024 Taka
39.0 Other expenses		
TA/ DA	156,385,191	209,817,105
Repairs to rented premises	6,929,516	5,866,016
Motor car running & maintenance (Note-39.1)	200,410,975	205,981,263
Periodicals & newspapers	7,378,796	24,713,030
Entertainment Expenses	118,317,507	113,814,518
Overtime	52,614,230	54,809,378
Training expenses	30,853,996	34,079,063
Meeting expenses	2,251,192	1,497,326
Bank charges	117,395,162	641,753,658
Uniforms	4,233,681	17,491,953
Conveyance	48,864,549	51,401,399
Cash award	76,762,408	43,453,100
Membership fees	14,382,334	14,331,807
Staff welfare	3,313,790	1,824,490
Evening banking allowance	5,835	5,621
Computer expenses	62,019,696	61,953,688
Wages	62,103,332	59,298,122
Discomfort allowance	65,923,549	75,667,421
Air condition maintenance	1,622,858	2,450,535
WASA/gas expenses	31,053,454	31,051,936
Washing charges	22,767,397	25,601,961
Transportation charges	9,824,300	8,060,564
Reuters charges	18,579,670	10,466,877
Business development expenses	358,857,444	949,216,448
Photocopy expenses	26,757,841	27,720,306
Upkeep of office premises	44,708,088	44,261,719
Clearing house expenses	500	32,430
Band width charges	78,500,857	96,384,491
Bond expenses (*)	451,777,960	405,405,140
Recruitment expenses	25,342,442	23,704,705
Professional fees	4,448,396	6,749,530
Loss on sale of bank's fixed asset	78,520	292,761
Mobile wallet expense	16,219,312	7,260,030
BACH Expense	502,296	602,843
RDS expenses (Note-39.2)	116,781,178	114,413,033
NPS network transactions charges	102,991,784	38,334,481
VISA expenses	438,792,206	384,238,917
Maintenance of software	163,529,998	293,505,495
Diploma in Islamic Banking related expenses	7,916,159	8,315,073
Agent Banking related expenses	3,325,138,120	2,781,823,113
Finance charge on lease rental	259,338,075	216,308,929
Loss on Sale of Shares/Securites	5,515,325	-
ATM related expense	371,379,463	235,030,188
Others	95,074,245	4,651,404,770
Total	**7,007,643,631**	**11,980,395,231**

(*) Bond expenses includes Tk. 1,718,500 incurred against 02 (two) AT-1 perpetual bonds, Tk. 19,155,355 incurred against 04 (four) redeemable Tier-2 bonds and Tk. 430,904,105 incurred for payment of additional coupon/profit against 04 (four) redeemable Tier-2 bonds

39.1 Motor car running and maintenance

As on 31.12.2025 the Bank had 303 (Three Hundred and Three) Motor Vehicles (Car - 214, Jeep - 39, Pickup - 48 and Microbus - 2). Out of 303 vehicles, 214 cars are attached with Head Office Pool and Car scheme of the Bank as per transport policy of the Bank and rest vehicles are used for carrying cash, development works and other important works of the Bank. A sum of Tk. 200,519,975 was incurred during the year 2025 as against Tk. 205,981,263 incurred during the year 2024 for repairs, maintenance, purchase of fuel & lubricants and insurance etc. for the motor vehicles of the Bank.

	31-12-2025 Taka	31-12-2024 Taka
39.2 RDS expenses		
Risk allowance	33,872,000	33,508,000
By-cycle allowance	2,577,336	2,526,800
Motor cycle allowance	33,676,551	33,509,006
Field allowance	6,483,054	6,450,800
TA/ DA	12,330,656	10,855,000
Fuel	11,012,790	10,958,000
Stationary	10,983,171	10,874,427
Repairing	5,845,620	5,731,000
Total	**116,781,178**	**114,413,033**

39.3 VAT related to expenditures

All the expenditures reported in this Financial Statements are inclusive of VAT except for specific items which are exempted from VAT by appropriate authority.

	31-12-2025 Taka	31-12-2024 Taka
39(a) Consolidated other expenses		
Islami Bank Bangladesh PLC.	7,007,643,631	11,980,395,231
Islami Bank Securities Limited	157,274,717	174,894,300
Islami Bank Capital Management Limited	1,391,040	2,524,081
Inter Company transactions	-	(112,127,845)
Total	**7,166,309,388**	**12,045,685,767**
40.0 Retained earnings: movement of surplus in profit & loss account		
Retained earnings as on 1 January	40,351,229	1,609,990,668
Revaluation reserve of assets/securities transferred to retained earnings	-	-
Add: Net profit after tax for the year	1,073,603,426	971,355,457
Add: Depreciation adjustment on revalued assets	56,789,534	68,814,534
Sub-total	**1,170,744,189**	**2,650,160,659**
Less:		
Transfer to statutory reserve	-	-
Transfer to/(from) general reserve	-	-
Dividend paid (Previous Year)	-	1,609,990,668
Transfer to start-up Fund	10,736,034	9,713,555
Coupon/profit on perpetual bond (*)	1,026,984,938	990,105,207
Sub-total	**1,037,720,972**	**2,609,809,430**
Balance of retained earnings as at 31 December	**133,023,217**	**40,351,229**

(*) As per Bangladesh Bank's Letter BRPD (BS)661/14BP/2022-3317 payment of Coupon/Profit against perpetual bond should be presented as Distributable items of the Bank.

	31-12-2025 Taka	31-12-2024 Taka
40(a) Consolidated retained earnings		
Retained earnings as on 1 January	1,702,814,695	3,178,699,604
Revaluation reserve of assets/securities transferred to retained earnings	-	-
Add: Net profit attributable to equity holders of IBBPLC	1,363,418,399	1,087,853,539
Add: Transfer from Assets Revaluation Reserve to Retained Earnings	56,789,534	68,814,534
Sub-total	**3,123,022,628**	**4,335,367,677**
Less:		
Transfer to statutory reserve	-	-
Transfer to/(from) general reserve	23,869,186	22,743,553
Dividend paid (cash dividend)	-	1,609,990,668
Transfer to start-up Fund	10,736,034	9,713,555
Coupon/profit on perpetual bond	1,026,984,938	990,105,207
Sub-total	**1,061,590,158**	**2,632,552,982**
Balance of retained earnings as at 31 December	**2,061,432,470**	**1,702,814,695**

40(b) Non-controlling interest

Particulars	As on 01.01.2025	Share of profit or loss for the year 2025	Adjustments	As on 31.12.2025	As on 31.12.2024
A. Islami Bank Securities Limited	314,215	15,510	-	329,725	314,915
Add: Adjustment for changing in shares position	-	-	-	-	-
Less: Adjustment for changing in net Assets position due to distribution of dividend	-	-	-	-	-
Less: Dividend	-	-	-	-	700
Sub-total	**314,215**	**15,510**	**-**	**329,725**	**314,215**
B. Islami Bank Capital Management Limited	10,359	418	-	10,777	10,359
Less: Adjustment for changing in net Assets position due to distribution of dividend	-	-	-	-	-
Less: Dividend	-	-	-	-	-
Sub-total	**10,359**	**418**	**-**	**10,777**	**10,359**
Total (A+B)	**324,574**	**15,928**	**-**	**340,502**	**324,574**

The share capital of Islami Bank Securities Ltd. is Tk. 2,700,000,000/- divided into 2,700,000 shares of Tk. 1,000/- each out of which share capital of minority is Tk. 154,000/- divided into 154 shares of Tk. 1,000/- each which represent 0.0057% of total share of the subsidiary Company.

The share capital of Islami Bank Capital Management Ltd. is Tk. 600,000,000/- divided into 600,000 shares of Tk. 1,000/ each out of which share capital of minority is Tk. 14,000/- divided into 14 shares of Tk. 1,000/- each which represent 0.0023% of total share of the subsidiary Company.

41.0 Events after reporting period

(a) The Board of Directors of the Bank in its 400th meeting held on 29 April, 2026 recommended no Dividend for the year 2025 subject to approval of the shareholders in the ensuing 43rd Annual General Meeting to be held on 25 June, 2026.

(b) The Bank has not recognized contingent liabilities arising from ongoing investigations, legal claims, regulatory penalties and potential defaults associated with its classified investment portfolio. Notably, the Bank is subject to multiple enforcement actions by Bangladesh Bank and proceedings initiated by the concerned govt. agency/relevant regulatory authority, which could give rise to material financial obligations. In addition, guarantees, letters of credit and off-balance sheet exposures tied to high-risk borrowers-particularly those under common influence of S. Alam Group-were either omitted or insufficiently disclosed in the financial statements. appropriate recognition or disclosure been made, it could have had a material impact on the Bank's financial position, results of operations, and stakeholder understanding of its risk exposure.

(C) The Board of Directors in ites 389th meeting held on 22 January 2026, resolved to establish a subsidiary company under the name and style "mCash Ltd" to operate mobile financial services. In this regard, Bangladesh Bank has conveyed its opinion vide reference no. PSD-1(MFS)/29/2026-243 dated 09 February 2026. Subsequently, the Registrar of Joint Stock Companies and Firms issued the Certificate of Incorporation for the company vide No. C-208297/2026 dated 10 February 2026"

	31.12.2025 Taka	31.12.2024 Taka
42.0 Earnings per share (EPS)		
a) Attributable profit for the year	1,073,603,426	971,355,457
b) Weighted average number of ordinary share during the year	1,609,990,668	1,609,990,668
Basic earnings per share (EPS) (a ÷ b)	0.67	0.60

The Earning Per Share (EPS) on solo basis of the Bank has significantly reduced by Tk. 3.20 in 2024 mainly due to increase of Profit Paid on Deposits by Tk. 23,987.91 million and increase in provision maintenance by Tk. 4,156.84 million.

Diluted earnings per share is not applicable since there is no possibility of dilution of shares during the year.

	31.12.2025 Taka	31.12.2024 Taka
42(a) Consolidated earnings per share		
Consolidated net profit after tax	1,363,434,327	1,087,867,452
Less: Profit attributable to non-controlling interest	15,928	13,913
Attributable profit for distribution to shareholders of IBBPLC	1,363,418,399	1,087,853,539
Weighted average number of ordinary share during the year	1,609,990,668	1,609,990,668
Consolidated basic earnings per share	**0.85**	**0.68**
43.0 Net asset value per share (NAV) of the Bank		
a) Capital/shareholders' equity for the year		
b) Weighted average number of ordinary share during the year	1,609,990,668	1,609,990,668
Net asset value per share (NAV) (a ÷ b)	**43.24**	**43.26**

Net asset value per share (NAV) has been disclosed as per the Bangladesh Securities and Exchange Commission's Notification No.BSEC/CMRRCD/2006-158/208/Admin/81 dated June 20, 2018.

	31.12.2025 Taka	31.12.2024 Taka
44.0 Net operating cash flow per share (NOCFPS)		
a) Net cash flows from operating activities	42,091,220,719	93,412,536,318
b) Weighted average number of ordinary share during the year	1,609,990,668	1,609,990,668
Net operating cash flow per share (NOCFPS) (a ÷ b)	**26.14**	**58.02**

The Net Operating Cash Flow Per Share (NOCFPS) on solo basis has significantly decreased by Tk.31.88 than that of previous year mainly due to decrease in recovery from general investment to customers and decrease from Placement from banks & other financial institutions Tk. 96,618.14 million during the year 2025. **However, the cash & cash equivalents balance of the bank is Tk.234,885.91 million as on 31 December 2025.**

	31.12.2025 Taka	31.12.2024 Taka
45.0 Reconciliation of cash and cash equivalent at the end of the year		
Cash in hand	36,025,433,291	32,335,624,310
Balance with Bangladesh Bank and its agent banks (Sonali Bank PLC.)	90,152,220,765	75,040,402,798
Balance with other banks and financial institutions	108,708,260,852	100,922,063,002
Total	**234,885,914,908**	**208,298,090,110**
45(a) Reconciliation of consolidated cash and cash equivalent at the end of the year		
Cash in hand	36,025,453,775	32,335,649,910
Balance with Bangladesh Bank and its agent banks (Sonali Bank PLC.)	90,152,220,765	75,040,402,798
Balance with other banks and financial institutions	113,379,424,156	105,722,859,100
Total	**239,557,098,696**	**213,098,911,808**

Note: The reconciliation of net profit with cash flows from operating activities has been presented at Annexure- E.

46.0 Currency wise exposures

Currency wise exposures are shown at Annexure- C.

Md. Altaf Hossain
Managing Director (C.C)

Prof. Dr. Mohammed Masud Rahman
Independent Director

S. M. Abdul Hamid, FCA
Independent Director

Md. Abdus Salam FCA, FCS
Independent Director

Dhaka; 29 April, 2026

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Consolidated and Separate
FINANCIAL STATEMENTS 2025

Fixed Assets Schedule As at 31 December 2025

Annexure - A
(Amount in Taka)

Group of Fixed Assets	Cost				Depreciation/Amortization				Written down value	
	Balance as at 01.01.2025	Addition during the year	Sale / adjustment during the year	Total as at 31.12.2025	Charged upto 01.01.2025	Charged during the year	Adjustment during the year	Total as at 31.12.2025	as at 31.12.2025	as at 31.12.2024
1	2	3	4	5(2+3-4)	6	7	8	9(6+7-8)	10 (5-9)	11
A. Tangible Assets										
i) Premises										
Cost										
Land	554,955,943	-	-	554,955,943	-	-	-	-	554,955,943	554,955,943
Building	1,940,433,161	-	-	1,940,433,161	701,618,187	39,149,425	-	740,767,612	1,199,665,549	1,238,814,974
Construction/ capital work in process	-	20,750,530	-	20,750,530	-	-	-	-	20,750,530	-
Sub total	**2,495,389,104**	**20,750,530**	**-**	**2,516,139,634**	**701,618,187**	**39,149,425**	**-**	**740,767,612**	**1,775,372,022**	**1,793,770,917**
Revaluation										
Land	4,975,694,942	-	-	4,975,694,942	-	-	-	-	4,975,694,942	4,975,694,942
Building	4,419,507,237	-	-	4,419,507,237	1,339,763,936	68,814,534	-	1,408,578,470	3,010,928,767	3,079,743,301
Sub total	**9,395,202,179**	**-**	**-**	**9,395,202,179**	**1,339,763,936**	**68,814,534**	**-**	**1,408,578,470**	**7,986,623,709**	**8,055,438,243**
Sub total (i)	**11,890,591,283**	**20,750,530**	**-**	**11,911,341,813**	**2,041,382,123**	**107,963,959**	**-**	**2,149,346,082**	**9,761,995,731**	**9,849,209,160**
ii) Other fixed assets										
Furniture and fixtures	1,863,841,056	107,255,471	429,252	1,970,667,275	1,017,070,182	79,236,950	327,114	1,095,980,019	874,687,257	846,770,874
Mechanical appliances	3,257,284,336	107,784,270	7,484,670	3,357,583,936	2,637,774,985	135,037,659	6,946,779	2,765,865,865	591,718,071	619,509,350
Computer	2,712,638,875	142,395,013	61,065,598	2,793,968,290	2,303,286,078	202,978,751	60,884,782	2,445,380,047	348,588,243	409,352,796
Motor vehicles	1,660,706,507	19,663,084	113,772,560	1,566,597,031	1,437,471,576	88,362,336	112,446,893	1,413,387,019	153,210,012	223,234,931
Books	11,683,674	150,643	-	11,834,317	10,727,757	263,005	-	10,990,762	843,555	955,916
ATM	4,210,259,827	64,977,581	666,000	4,274,571,408	2,417,772,927	342,554,362	580,860	2,759,746,429	1,514,824,979	1,792,486,900
ROU-Assets for lease rent	5,800,834,396	1,293,891,737	-	7,094,726,133	2,255,699,295	846,518,610	-	3,102,217,905	3,992,508,228	3,545,135,101
Sub Total (ii)	**19,517,248,670**	**1,736,117,799**	**183,418,080**	**21,069,948,389**	**12,079,802,801**	**1,694,951,672**	**181,186,428**	**13,593,568,045**	**7,476,380,344**	**7,437,445,869**
Total (i+ii)	**31,407,839,953**	**1,756,868,329**	**183,418,080**	**32,981,290,202**	**14,121,184,924**	**1,802,915,631**	**181,186,428**	**15,742,914,127**	**17,238,376,075**	**17,286,655,029**
B. Intangible assets	**839,902,573**	**59,391,883**	**-**	**899,294,456**	**784,604,439**	**58,572,100**	**-**	**843,176,538**	**56,117,918**	**55,298,134**
Total (A+B)	**32,247,742,526**	**1,816,260,212**	**183,418,080**	**33,880,584,658**	**14,905,789,363**	**1,861,487,730**	**181,186,428**	**16,586,090,665**	**17,294,493,993**	**17,341,953,163**

Consolidated Fixed Assets Schedule As at 31 December 2025

Annexure - B
(Amount in Taka)

Group of Fixed Assets	Cost				Depreciation/Amortization				Written down value	
	Balance as at 01.01.2025	Addition during the year	Sale / adjustment during the year	Total as at 31.12.2025	Charged up to 01.01.2025	Charged during the year	Adjustment during the year	Total as at 31.12.2025	as at 31.12.2025	as at 31.12.2024
1	2	3	4	5(2+3-4)	6	7	8	9(6+7-8)	10 (5-9)	11
A. Tangible Assets										
i) Premises										
Cost										
Land	554,955,943	-	-	554,955,943	-	-	-	-	554,955,943	554,955,943
Building	1,940,433,161	-	-	1,940,433,161	701,618,187	39,149,425	-	740,767,612	1,199,665,549	1,238,814,974
Construction/capital work in process	-	20,750,530	-	20,750,530	-	-	-	-	20,750,530	-
Sub total (i)	**2,495,389,104**	**20,750,530**	**-**	**2,516,139,634**	**701,618,187**	**39,149,425**	**-**	**740,767,612**	**1,775,372,022**	**1,793,770,917**
Revaluation										
Land	4,975,694,942	-	-	4,975,694,942	-	-	-	-	4,975,694,942	4,975,694,942
Building	4,419,507,237	-	-	4,419,507,237	1,339,763,936	68,814,534	-	1,408,578,470	3,010,928,767	3,079,743,301
Sub total	**9,395,202,179**	**-**	**-**	**9,395,202,179**	**1,339,763,936**	**68,814,534**	**-**	**1,408,578,470**	**7,986,623,709**	**8,055,438,243**
Sub total (i)	**11,890,591,283**	**20,750,530**	**-**	**11,911,341,813**	**2,041,382,123**	**107,963,959**	**-**	**2,149,346,082**	**9,761,995,731**	**9,849,209,160**
ii) Other fixed assets										
Furniture and fixtures	1,875,427,988	107,272,693	429,252	1,982,271,429	1,022,101,781	80,278,721	327,114	1,102,053,388	880,218,041	853,326,207
Mechanical appliances	3,262,561,827	107,875,081	7,484,670	3,362,952,238	2,640,575,851	135,567,411	6,946,779	2,769,196,483	593,755,755	621,985,975
Computer	2,719,854,903	142,581,736	61,065,598	2,801,371,041	2,309,552,932	203,690,626	60,884,782	2,452,358,776	349,012,265	410,301,970
Motor vehicles	1,668,064,007	19,663,084	113,772,560	1,573,954,531	1,444,829,074	88,362,336	112,446,893	1,420,744,517	153,210,014	223,234,933
Books	11,683,674	150,643	-	11,834,317	10,727,758	263,005	-	10,990,762	843,554	955,916
ATM	4,210,259,827	64,977,581	666,000	4,274,571,408	2,417,772,927	342,554,362	580,860	2,759,746,429	1,514,824,979	1,792,486,900
ROU-Assets for lease rent	5,803,510,478	1,295,950,219	2,676,082	7,096,784,615	2,257,734,181	847,517,802	2,676,082	3,102,575,901	3,994,208,714	3,545,776,297
Sub Total (ii)	**19,551,362,703**	**1,738,471,037**	**186,094,162**	**21,103,739,578**	**12,103,294,505**	**1,698,234,262**	**183,862,510**	**13,617,666,257**	**7,486,073,322**	**7,448,068,198**
Total (i+ii)	**31,441,953,986**	**1,759,221,567**	**186,094,162**	**33,015,081,391**	**14,144,676,628**	**1,806,198,221**	**183,862,510**	**15,767,012,339**	**17,248,069,053**	**17,297,277,358**
B. Intangible Assets	**842,351,763**	**59,496,883**	**-**	**901,848,646**	**786,595,909**	**59,037,303**	**-**	**845,633,212**	**56,215,434**	**55,755,854**
Total (A+B)	**32,284,305,749**	**1,818,718,450**	**186,094,162**	**33,916,930,037**	**14,931,272,537**	**1,865,235,523**	**183,862,510**	**16,612,645,550**	**17,304,284,487**	**17,353,033,212**

Currency wise Exposures As at 31 December 2025

Annexure - c
(Amount in Taka)

ASSETS	Taka		Equivalent Taka of US Dollar		Equivalent Taka of GBP		Equivalent Taka of EURO		Equivalent Taka of Other Currency		Total Taka	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
1	2	3	4	5	6	7	8	9	10	11	12	13
Cash in hand	35,864,768,185	32,146,579,824	160,542,050	188,921,430	58,705	58,705	-	-	64,351	64,351	36,025,433,291	32,335,624,310
Balance with Bangladesh Bank & its agent bank	87,139,540,217	68,104,411,281	3,004,539,411	6,927,850,380	576,125	576,125	7,432,510	7,432,510	132,502	132,502	90,152,220,765	75,040,402,798
Balance with banks & other financial institutions	90,923,602,854	86,135,788,284	12,077,367,375	11,859,515,830	57,967,414	119,879,500	3,295,964,778	1,317,425,739	2,353,358,431	1,489,453,649	108,708,260,853	100,922,063,002
Placement with other banks & financial institutions	-	-	-	-	-	-	-	-	-	-	-	-
Investments (in shares & securities)	195,358,138,887	185,945,514,410	1,018,500,512	1,018,500,512	-	-	-	-	-	-	196,376,639,399	186,964,014,922
Investments	1,800,579,380,333	1,495,702,672,194	60,397,949,683	55,581,038,276	-	-	-	-	-	-	1,860,977,330,016	1,551,283,710,470
Fixed assets including premises	17,294,493,993	17,341,953,163	-	-	-	-	-	-	-	-	17,294,493,993	17,341,953,163
Other assets	51,055,243,022	261,345,599,125	-	-	-	-	-	-	-	-	51,055,243,022	261,345,599,125
Non banking assets	-	-	-	-	-	-	-	-	-	-	-	-
Total assets	**2,278,215,167,490**	**2,146,722,518,282**	**76,658,899,032**	**75,575,826,428**	**58,602,244**	**120,514,330**	**3,303,397,288**	**1,324,858,249**	**2,353,555,284**	**1,489,650,502**	**2,360,589,621,338**	**2,225,233,367,791**

LIABILITIES	Taka		Equivalent Taka of US Dollar		Equivalent Taka of GBP		Equivalent Taka of EURO		Equivalent Taka of Other Currency		Total Taka	
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
Placement from Bangladesh Bank, other banks, financial institutions and agents	195,638,355,844	291,056,492,246	-	1,200,000,000	-	-	-	-	-	-	**195,638,355,844**	292,256,492,246
Deposits	1,776,605,748,835	1,549,979,157,034	34,266,418,425	39,338,940,700	4,795,201	4,795,201	3,825,460	3,825,460	865,015	865,015	**1,810,881,652,936**	1,589,327,583,410
Bills payable	7,321,770,448	7,099,768,157	-	-	-	-	-	-	-	-	**7,321,770,448**	7,099,768,157
Other liabilities	250,523,905,389	235,880,622,228	200,004,317	215,932,700	-	-	-	-	-	-	**250,723,909,706**	236,096,554,927
Mudaraba Perpetual Bond	**11,000,000,000**	**11,000,000,000**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**11,000,000,000**	**11,000,000,000**
Mudaraba Redeemable Subordinated Bon	**15,400,000,000**	**19,800,000,000**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**15,400,000,000**	**19,800,000,000**
Total liabilities	**2,256,489,780,516**	**2,114,816,039,665**	**34,466,422,742**	**40,754,873,400**	**4,795,201**	**4,795,201**	**3,825,460**	**3,825,460**	**865,015**	**865,015**	**2,290,965,688,933**	**2,155,580,398,740**
Net position	**21,725,386,975**	**31,906,478,617**	**42,192,476,290**	**34,820,953,028**	**53,807,043**	**115,719,129**	**3,299,571,828**	**1,321,032,789**	**2,352,690,269**	**1,488,785,487**	**69,623,932,405**	**69,652,969,051**

Consolidated segment reporting For the year ended 31 December 2025

Annexure - D

A. Segmental operating profit and loss

Amount in Taka

Particulars	Head Office Controlled Branchs	Dhaka Central Zone	Dhaka South Zone	Dhaka North Zone	Khulna Zone	Comilla Zone	Rajshahi Zone	Chittagong South Zone	Noakhali Zone	Common	Consolidated
Investment income	21,556,250,000	14,136,260,000	1,764,130,000	2,222,510,000	3,039,180,000	1,488,620,000	5,193,530,000	1,074,940,000	1,681,380,000	78,668,662,160	130,825,462,160
Profit paid on mudaraba deposits	(8,949,243,213)	(7,680,616,506)	(3,918,023,404)	(6,614,194,012)	(2,785,582,197)	(6,617,565,679)	(3,766,438,726)	(4,086,275,330)	(6,662,115,203)	(54,329,844,979)	(105,409,899,249)
Profit received/(paid) on IB General A/C	(55,509,020,000)	(3,983,290,000)	5,465,020,000	8,171,820,000	1,879,090,000	12,309,850,000	(6,865,340,000)	6,774,080,000	11,253,310,000	(20,504,480,000)	-
Net investment income	**(42,902,013,213)**	**2,472,353,494**	**3,311,126,596**	**3,780,135,988**	**2,132,687,803**	**7,180,904,321**	**(5,438,248,726)**	**3,762,744,670**	**6,272,574,797**	**3,834,337,181**	**25,415,562,911**
Commission, exchange & other income	1,851,630,000	2,240,220,000	417,070,000	708,640,000	338,440,000	416,020,000	548,980,000	282,330,000	409,570,000	8,017,565,751	15,230,465,751
Total operating income	**(41,050,383,213)**	**4,712,573,494**	**3,728,196,596**	**4,488,775,988**	**2,471,127,803**	**7,596,924,321**	**(4,889,268,726)**	**4,045,074,670**	**6,682,144,797**	**11,851,902,932**	**40,646,028,662**
Total operating expenses	(1,287,510,000)	(1,777,010,001)	(1,170,230,000)	(1,649,060,000)	(1,137,810,000)	(1,273,400,000)	(1,464,980,000)	(1,008,770,000)	(1,287,520,000)	(23,328,411,133)	(35,384,701,134)
Operating Profit	**(42,337,893,213)**	**2,935,563,493**	**2,557,966,596**	**2,839,715,988**	**1,333,317,803**	**6,323,524,321**	**(6,354,248,726)**	**3,036,304,670**	**5,394,624,797**	**(11,476,508,201)**	**5,261,327,528**

There are 19 operating segments including subsidiaries as on 31 December 2025. Out of which only 9 are reportable as per IFRS-8 "Operating Segments". Hence other non-reportable segments have been shown as under 'Common'.

Consolidated Segment Reporting For the year ended 31 December 2024

Amount in Taka

Particulars	Head Office Controlled Branchs	Dhaka Central Zone	Dhaka South Zone	Dhaka North Zone	Khulna Zone	Comilla Zone	Rajshahi Zone	Chittagong South Zone	Noakhali Zone	Common	Consolidated
Investment income	40,934,230,000	1,353,210,000	1,743,430,000	2,974,770,000	3,736,000,000	1,502,240,000	7,851,180,000	5,734,920,000	1,285,260,000	58,005,067,997	125,120,307,997
Profit paid on mudaraba deposits	(8,531,005,423)	(4,509,398,282)	(2,300,575,412)	(3,830,730,597)	(2,124,355,078)	(3,918,097,062)	(2,611,760,217)	(3,354,580,314)	(3,807,559,747)	(54,581,244,739)	(89,569,306,871)
Profit received/(paid) on IB General Account	(29,370,000,000)	(259,060,000)	3,104,430,000	4,350,210,000	1,525,080,000	6,570,970,000	(3,717,900,000)	2,299,250,000	5,790,620,000	(9,706,400,000)	-
Net investment income	**3,033,224,577**	**(3,415,248,282)**	**2,547,284,588**	**3,494,249,403**	**3,136,724,922**	**4,155,112,938**	**1,521,519,783**	**4,679,589,686**	**3,268,320,253**	**(6,282,576,742)**	**35,551,001,126**
Commission, exchange & other income	3,037,200,000	2,058,050,000	449,230,000	736,050,000	501,780,000	440,150,000	561,810,000	446,760,000	419,620,000	18,710,697,969	27,361,347,969
Total operating income	**6,070,424,577**	**(1,357,198,282)**	**2,996,514,588**	**4,230,299,403**	**3,638,504,922**	**4,595,262,938**	**2,083,329,783**	**5,126,349,686**	**3,687,940,253**	**12,428,121,226**	**62,912,349,094**
Total operating expenses	(1,297,750,000)	(1,575,580,001)	(1,097,980,000)	(1,475,700,000)	(1,279,860,000)	(1,170,920,000)	(1,261,780,000)	(1,233,090,000)	(1,165,350,000)	(30,444,132,388)	(42,002,142,389)
Operating Profit	4,772,674,577	(2,932,778,283)	1,898,534,588	2,754,599,403	2,358,644,922	3,424,342,938	821,549,783	3,893,259,686	2,522,590,253	(18,016,011,162)	20,910,206,705

B. Segmental assets and liabilities

The necessary information regarding assets and liabilities of operating segments (except subsidiaries) are not separable and individually identifiable for this purpose. For this reason the assets and liabilities of the respective segments have not been presented here.

Islami Bank Bangladesh PLC.
Reconciliation of Net Profit with Cash Flows from Operating Activities
For the year ended 31 December 2025

Annexure-E

Particulars	Note	2025 Taka	2024 Taka
Profit before tax as per profit and loss accounts		**3,279,648,116**	**10,207,359,479**
Adjustment for non cash items			
Provision for investments & off- balance sheet exposures		500,000,000	4,057,332,156
Provision for diminution in value of investments in shares		725,750,990	663,778,425
Other provisions		146,443,818	5,547,638,566
Depreciation of property plant & equipment		1,861,487,730	1,929,518,367
Foreign exchange gain/(Loss)		(105,725,688)	94,971,408
Profit on sale of the fixed assets		47,796,376	30,837,129
		3,175,753,226	**12,324,076,051**
Increase/decrease in operating assets & liabilities			
Investments to customers		(309,693,619,546)	48,981,951,630
Placement from other banks		(96,618,136,402)	80,877,567,705
Other assets		210,290,356,103	(153,036,062,367)
Deposits from other banks		(33,104,050,853)	18,052,301,323
Deposits received from customers		254,880,122,669	40,809,044,011
Other liabilities		17,460,984,828	42,340,834,589
Income tax paid		(7,884,759,204)	(7,144,536,102)
		35,330,897,596	**70,881,100,788**
Cash flows from operating activities as per cash flow statement		**41,786,298,937**	**93,412,536,318**

Islami Bank Bangladesh PLC.
Financial Highlights
As at and for the year ended 31 December 2025

Amount in MillionTaka

Sl. No.	Particulars	2025	2024
1	Paid-up Capital	16,099.91	16,099.91
2	Total Capital (Equity)	98,551.91	100,672.15
3	Capital Surplus/(Deficit)	(93,457.29)	(65,480.60)
4	Total Assets (Excluding contra)	2,360,589.62	2,225,233.37
5	Total Deposits	1,818,203.42	1,596,427.35
6	Total Investments (excluding Investment in shares/securities)	1,860,977.33	1,551,283.71
7	Total Contingent Liabilities and Commitments	198,545.73	249,630.53
8	Investment Deposit Ratio (IDR)	96.72%	93.37%
9	Percentage of classified investment against total general investments	50.68%	42.36%
10	Profit after Tax & Provision	1,073.60	971.36
11	Amount of classified investment during current year	286,068.89	587,968.96
12	Provision kept against classified investments	58,875.57	60,022.41
13	Provision surplus/ (deficit)	(836,602.14)	(660,616.46)
14	Cost of Fund	8.11%	8.77%
15	Profit Earning Assets	760,300.32	713,326.96
16	Non-profit Earning Assets	1,600,289.30	1,511,906.40
17	Return on Investments	6.89%	7.31%
18	Return on Assets	0.05%	0.05%
19	Income from Investments	130,697.97	125,188.70
20	Earnings Per Share (EPS) in Taka	0.67	0.60
21	Net Income Per Share in Taka	0.67	0.60
22	Price Earning Ratio (Times)	61.68	68.17
23	Net Asset Value (NAV)	69,623.93	69,652.97
24	Net Asset Value (NAV) Per Share in Taka	43.24	43.26
25	Net Operating Cash Flow Per Share (NOCFPS) in Taka	26.14	58.02
26	Dividend Yield Per Share	0.00%	0.00%
27	Dividend Pay Out Ratio Per Share	0.00%	0.00%
28	Dividend Cover Ratio (Times)	-	-

Islami Bank Bangladesh PLC. (Off-Shore Banking Unit)
Balance Sheet
As at 31 December 2025

Annexure-F

Particulars	Notes	31.12.2025 USD	31.12.2025 BDT	31.12.2024 USD	31.12.2024 BDT
Property and assets					
Cash in hand		-	-	-	-
Cash in hand (including foreign currency)		-	-	-	-
Balance with Bangladesh Bank & its agent bank(s) (including foreign currency)		-	-	-	-
Balance with other banks & financial institutions		**5,871,184.24**	**718,018,825**	**39,257,016.48**	**4,710,846,738**
In Bangladesh	2.0	5,871,184.24	718,018,825	39,257,016.48	4,710,846,738
Outside Bangladesh		-	-	-	-
Placement with banks & other financial institutions	**3.0**	**15,710,345.66**	**1,921,303,007**	**-**	**-**
Investments in shares & securities		**-**	**-**	**-**	**-**
Government		-	-	-	-
Others		-	-	-	-
Investments	**4.0**	**109,556,356.16**	**13,398,238,399**	**117,945,421.5 1**	**14,153,450,581**
General investments etc.		-	-	-	-
Bills purchased & discounted	4.1	109,556,356.16	13,398,238,399	117,945,421.51	14,153,450,581
Fixed assets		-	-	-	-
Other assets	5.0	-	-	-	-
Non - banking assets		-	-	-	-
Total property and assets		**131,137,886.06**	**16,037,560,231**	**157,202,437.99**	**18,864,297,319**
Liabilities and Capital					
Liabilities					
Placement from banks & other financial institutions	**6.0**	**125,147,519.65**	**15,304,965,975**	**129,055,744.24**	**15,486,689,309**
Deposits & other accounts		**4,034,956.32**	**493,456,597**	**1,154,513.02**	**138,541,563.00**
Mudaraba Savings Deposits		57,301.66	7,007,729	41,257.50	4,950,898
Mudaraba Term Deposits		3,975,976.66	486,243,656	1,113,256.40	133,590,665
Other Mudaraba Deposits		1,678.00	205,212	-	-
Al- Wadeeah Current and other deposit accounts		-	-	-	-
Bills payable		-	-	-	-
Other liabilities	**7.0**	**1,955,410.09**	**239,137,659**	**26,992,180.73**	**3,239,066,447**
Deferred tax liabilities /(assets)		**-**	**-**	**-**	**-**
Total liabilities		**131,137,886.06**	**16,037,560,231**	**157,202,437.99**	**18,864,297,319**
Capital/ share-holders' equity		**-**	**-**	**-**	**(0)**
Paid - up capital		-	-	-	-
Statutory reserve		-	-	-	-
Translation reserves	8.0	-	15,357,840	-	121,083,527
Retained earnings	17.0	-	(15,357,840)	-	(121,083,527)
Total liabilities & shareholders' equity		**131,137,886.06**	**16,037,560,231**	**157,202,437.99**	**18,864,297,319**
Off-balance sheet items					
Contingent liabilities					
Acceptances & endorsements		-	-	-	-
Letters of guarantee		-	-	-	-
Irrevocable letters of credit (including back to back bills)		-	-	-	-
Bills for collection		-	-	-	-
Other contingent liabilities		-	-	-	-
Total		-	-	-	-
Other commitments					
Documentary credits, short term and trade related transactions		-	-	-	-
Forward assets purchased and forward deposits placed		-	-	-	-
Undrawn note issuance, revolving and underwriting facilities		-	-	-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-	-	-
Total		-	-	-	-
Total off-balance sheet items including contingent liabilities		-	-	-	-

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

Islami Bank Bangladesh PLC. (Off-Shore Banking Unit)
Profit & Loss Account For the year ended 31 December 2025

Particulars	Notes	2025 USD	2025 BDT	2024 USD	2024 BDT
Operating income					
Investment income	9.0	27,632,925.15	3,364,308,637	133,828,104.46	15,932,235,836
Profit paid on mudaraba deposits/placement	10.0	(154,204.27)	(18,774,370)	(4,677,720.30)	(556,882,602)
Net investment income		**27,478,720.88**	**3,345,534,267**	**129,150,384.16**	**15,375,353,234**
Income from investments in shares & securities		-	-	-	-
Commission, exchange & brokerage income		-	-	-	-
Other operating income	11.0	680,500.69	82,850,959	3,051,246.79	363,250,930
Total operating income		**28,159,221.57**	**3,428,385,226**	**132,201,630.95**	**15,738,604,164**
Operating expenses					
Salary & allowances	12.0	-	-	-	-
Rent, taxes, insurances, electricity etc.		-	-	-	-
Legal expenses		-	-	-	-
Postage, stamps and telecommunication etc.	13.0	-	-	-	-
Stationery, printing and advertisement etc.		-	-	-	-
Chief executive's salary & fees		-	-	-	-
Directors' fees & expenses		-	-	-	-
Shari'ah supervisory committee's fees & expenses		-	-	-	-
Auditors' fees		-	-	-	-
Charges on investment losses		-	-	-	-
Depreciation and repair to bank's assets		-	-	-	-
Zakat expenses		-	-	-	-
Other expenses	14.0	367.02	44,685	4,740,275.74	564,329,827
Total operating expenses		**367.02**	**44,685**	**4,740,275.74**	**564,329,827**
Profit/ (loss) before provision		**28,158,854.55**	**3,428,340,541**	**127,461,355.21**	**15,174,274,338**
"Provision for investments & off- balance sheet items"	15.0	-	-	-	-
Provision for diminution in value of investments in shares		-	-	-	-
Other provisions		-	-	-	-
Total provision		-	-	-	-
Total profit/(loss) before taxes		**28,158,854.55**	**3,428,340,541**	**127,461,355.21**	**15,174,274,338**
Provision for taxation for the period					
Current tax	16.0	-	-	-	-
Deferred tax	16.0	-	-	-	-
Net profit/ (loss) after tax		**28,158,854.55**	**3,428,340,541**	**127,461,355.21**	**15,174,274,338**
Retained earnings from previous year		-	-	-	-
Less: Interim dividend paid		-	-	-	-
Add: Net profit after tax		28,158,854.55	3,428,340,541	127,461,355.21	15,174,274,338
Profit available for appropriation		**28,158,854.55**	**3,428,340,541**	**127,461,355.21**	**15,174,274,338**
Less: Appropriation		**28,158,854.55**	**3,428,340,541**	**127,461,355.21**	**15,174,274,338**
Statutory reserve		-	-	-	-
General reserve		-	-	-	-
Retained earnings (Transferred to main operation)	17.0	28,158,854.55	3,443,698,381	127,461,355.21	15,295,357,865
Translation reserve movement		-	(15,357,840)	-	(121,083,527)

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

Islami Bank Bangladesh PLC. (Off-Shore Banking Unit)
Cash Flow Statement For the year ended 31 December 2025

Particulars	2025 USD	2025 BDT	2024 USD	2024 BDT
Cash flows from operating activities				
Investment income	27,632,925.15	3,364,308,637	133,828,104.46	15,932,235,836
Profit paid on mudaraba deposits/placement	(154,204.27)	(18,774,370)	(4,677,720.30)	(556,882,602)
Income/ dividend receipt from investments in shares & securities	-	-	-	-
Fees & commission receipt in cash	-	-	-	-
Recovery from written off investments	-	-	-	-
Payments to employees	-	-	-	-
Cash payments to suppliers	-	-	-	-
Income tax paid	-	-	-	-
Receipts from other operating activities	680,500.69	82,850,959	3,051,246.79	363,250,930
Payments for other operating activities	(367.02)	(44,685)	(4,740,275.74)	(564,329,827)
i) Operating profit before changes in operating assets & liabilities	**28,158,854.55**	**3,428,340,541**	**127,461,355.21**	**15,174,274,338**
Changes in operating assets and liabilities				
Increase/(decrease) of statutory deposits	-	-	-	-
(Increase)/decrease of net trading securities	-	-	-	-
(Increase)/decrease of placement to other banks	(15,710,345.66)	(1,921,303,007)	-	-
(Increase)/decrease of investments to customers	8,389,065.35	755,212,182	1,586,899,368.25	173,379,476,293
(Increase)/decrease of other assets	-	-	396,784.71	43,646,318
Increase/(decrease) of placement from other banks	-	-	-	-
Increase/(decrease) of deposits from other banks	-	-	-	-
Increase/(decrease) of deposits received from customers	2,880,443.30	354,915,034	1,041,614.96	126,122,776
Increase/(decrease) of other liabilities account of customers	-	-	-	-
Increase/(decrease) of trading liabilities	-	-	-	-
Increase/(decrease) of other liabilities	(25,036,770.64)	(2,969,213,109)	(28,172,180.71)	(2,586,846,256)
(ii) Cash flows from operating assets and liabilities	**(29,477,607.65)**	**(3,780,388,900)**	**1,560,165,587.21**	**170,962,399,131**
Net cash flows from operating activities (A)=(i+ii)	**(1,318,753.10)**	**(352,048,358)**	**1,687,626,942.42**	**186,136,673,469**
Cash flows from investing activities				
Proceeds from sale of securities	-	-	-	-
Payment for purchase of securities/membership	-	-	-	-
Purchase/sale of property, plants & equipments	-	-	-	-
Purchase/sale of subsidiaries	-	-	-	-
Net cash flows from investing activities (B)	-	-	-	-
Cash flows from financing activities				
Receipts from issue of debt instruments	-	-	-	-
Payment for redemption of debt instruments	-	-	-	-
Fund obtained from banks & other financial institutions	(3,908,224.59)	(181,723,334)	(1,521,318,094.56)	(166,054,432,959)
Profit transferred to main operation	(28,158,854.55)	(3,443,698,381)	(127,461,355.21)	(15,295,357,865)
Net cash flows from financing activities (C)	**(32,067,079.14)**	**(3,625,421,715)**	**(1,648,779,449.77)**	**(181,349,790,824)**
Net increase/(decrease) in cash (A+B+C)	**(33,385,832.24)**	**(3,977,470,073)**	**38,847,492.65**	**4,786,882,645**
Add/(less) effects of exchange rate changes on cash & cash equivalent	-	(15,357,840)	-	(121,083,527)
Add: cash & cash equivalents at beginning of the year	39,257,016.48	4,710,846,738	409,523.83	45,047,621
Cash & cash equivalents at the end of the year	**5,871,184.24**	**718,018,825**	**39,257,016.48**	**4,710,846,738**

Islami Bank Bangladesh PLC. (Off-Shore Banking Unit)
Notes to the Financial Statements
As at and for the year ended 31 December 2025

1.0 Status of the Units

Off-shore Banking Units (OBU) of Islami Bank Bangladesh PLC. governed under the rules and guidelines of Bangladesh Bank. The Bank obtained permission from Bangladesh Bank for operating of Off-shore Banking Units located at Head Office Complex Branch, Dhaka, Agrabad Branch, Chottrogram and Uttara Branch, Dhaka vide Bangladesh Bank letter no. BRPD (P-3)744 (111)/2010-1032 dated 28 March 2010. The Bank has Commenced the operation of its Off-shore Banking Units from 08.02.2011 at Head Office Complex Branch, Dhaka, from 27 September 2011 at Agrabad Branch, Chattogram and from 01 June 2015 at Uttara Branch.

1.1 Principal activities

The principal activities of the OBU are to provide mudaraba investment against payment of import bills under UPAS (Usance Payment at Sight) to its customers of Off-shore Banking Units in Bangladesh.

1.2 Significant accounting policies and basis of preparation of financial statements

1.2.1 Basis of accounting

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.

1.2.2 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 report amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The figures (BD Taka/BDT) appearing in these Financial Statements have been rounded off to the nearest integer.

1.2.3 Foreign currency transactions

a. Foreign currency transactions

Foreign currency transactions are converted in to 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 Dollars (USD) are converted into Taka at weighted average rate of inter-bank market as determined by Bangladesh Bank on the closing date of every month.

b. Transaction gains and losses

The resulting exchange transaction gains and losses are included in the profit and loss account.

1.2.4 Translation reserve

The activities of OBU is considered as foreign operation due to it's different functional currency other than the non-OBU operation of the Bank. As per IAS - 21, items of balance sheet of OBU has been translated to presentation currency using closing rate and items of income and expenditure has been translated to presentation currency using spot rate prevailing on the date of actual transaction, otherwise average rate has been used. Due to the above translation using two rates the arising differences have been kept as translation reserve.

1.2.5 Retained earnings/Net profit transferred to main operation

As on 31 December the net income in USD/foreign currency of OBU is transferred to main operation of the Bank at exchange rate prevailing on that date.

1.2.6 Cash flow statement

Cash flow statement has been prepared as per BRPD Circular No. 14, dated June 25, 2003 issued by the Banking Regulation and Policy Department of Bangladesh Bank.

1.2.7 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.

1.2.8 Reporting period

The financial statements cover from 01 January 2025 to 31 December 2025.

1.3 Assets and basis of their valuation

1.3.1 Cash and cash equivalents

Cash and cash equivalents include notes and coins on hand, unrestricted balances held with Bangladesh Bank and highly liquid financial assets which are subject to insignificant risk of changes in their fair value, and are used by the unit's management for its short-term commitments.

1.3.2 Investments

Investment of OBU are stated in the balance sheet on net basis. Profit is calculated on daily product basis but charged and account for on realisation/cash basis.

1.4 Allocation of common expenses

Establishment expenses in the nature of rent, rates, taxes, management expenses, printing and stationery, electricity, postage, stamps, telecommunication and audit fees etc. have not been separately accounted for in the financial statements, but staff costs (salaries and allowances) are separately accounted for OBU.

1.5 Profit paid on mudaraba deposits/placement

OBU obtains fund under placement from abroad (different foreign Banks) and OBUs of different Banks in Bangladesh (BD) based on Mudaraba Agreement and pays proportionate amount of investment income earned through deploying these fund as profit. In some cases OBU pays profit at provisional rate in advance which is shown as "Prepaid profit on placement" under other assets.

1.6 Placement from banks & other financial institutions

Off-shore Banking Units (OBUs) of IBBPLC obtains fund under placement from its Head Office (Treasury Division), abroad (different foreign Banks) and OBUs of different Banks in Bangladesh (BD) as per Bangladesh Bank Letter No.BCD(P)744(27)/1416, dated 17 December 1985.

	31.12.2025 USD	31.12.2025 BDT	31.12.2024 USD	31.12.2024 BDT
2.0 Balance with other banks & financial institutions				
In Bangladesh (balance with Treasury Division)	5,871,184.24	718,018,825	39,257,016.48	4,710,846,738
Outside Bangladesh	-	-	-	-
Total	**5,871,184.24**	**718,018,825**	**39,257,016.48**	**4,710,846,738**
3.0 Placement with banks & other financial institutions				
Fund provided to AD Branches for MDB in FC (*)	**15,710,345.66**	**1,921,303,007**	**-**	**-**

(*) This amount has been provided to AD branches to finance investment in MDB in FC as per the requirement of the AD branches as per Bangladesh Bank FE Circular No. 03 dated 04 February 2013.

	31.12.2025 USD	31.12.2025 BDT	31.12.2024 USD	31.12.2024 BDT
4.0 Investments				
General investments etc.	-	-	-	-
Bills purchased & discounted (Note-4.1)	109,556,356.16	13,398,238,399	117,945,421.51	14,153,450,581
Total	**109,556,356.16**	**13,398,238,399**	**117,945,421.51**	**14,153,450,581**
4.1 Bills purchased & discounted				
Mudaraba Documentary Import Bills (MDIB-UPAS) (*)	81,534,627.16	9,971,309,842	82,133,731.92	9,856,047,830
Hire-Purchase under Shirkatul Meelk (HPSM in FC)	28,021,729.00	3,426,928,557	35,811,689.59	4,297,402,751
Total	**109,556,356.16**	**13,398,238,399**	**117,945,421.51**	**14,153,450,581**

(*) OBU allows the facilities as per Bangladesh Bank BRPD Circular No. 28, dated 05 September 2010.

	31.12.2025 USD	31.12.2025 BDT	31.12.2024 USD	31.12.2024 BDT
5.0 Other assets				
Prepaid profit on placement from banks & other financial institutions	-	-	-	-
Total	-	-	-	-
6.0 Placement from banks & other financial institutions				
IBB PLC -main operation (Treasury Division)	125,147,519.65	15,304,965,975	119,055,744.24	14,286,689,309
Banks in BD (OBU)	-	-	-	-
Banks (abroad)	-	-	10,000,000.00	1,200,000,000
Total	**125,147,519.65**	**15,304,965,975**	**129,055,744.24**	**15,486,689,309**
7.0 Other liabilities				
Profit payable	103,116.73	12,610,702	468,108.98	56,173,078
Unearned Income	1,352,143.69	165,360,953	2,222,474.75	266,696,963
Profit Receivable UPAS	494,622.67	60,490,077	24,298,135.00	2,915,780,966
Compensation Suspense	5,527.00	675,927	3,462.00	415,440
Total	**1,955,410.09**	**239,137,659**	**26,992,180.73**	**3,239,066,447**
8.0 Translation reserve				
Balance as on 01 January	-	121,083,527	-	26,112,120
Addition/(adjustment) during the year	-	(105,725,688	) -	94,971,408
Balance as at 31 December	**-**	**15,357,840**	**-**	**121,083,527**
9.0 Investment income				
Mudaraba documentary import bills (MDIB-UPAS)	23,823,798.22	2,900,547,433	125,777,097.20	14,973,763,422
Hire-Purchase under Shirkatul Meelk (HPSM in FC)	3,755,431.98	457,223,844	8,051,007.26	958,472,414
Placement to AD branches (MDB-FC)	53,694.95	6,537,360	-	-
Mudaraba investment income	-	-	-	-
Total	**27,632,925.15**	**3,364,308,637**	**133,828,104.46**	**15,932,235,836**
10.0 Profit paid on mudaraba deposits/placement				
Profit paid on mudaraba deposits	144,676.50	17,614,364	24,638.12	2,928,409
Profit paid on Placement from Banks/FIs in Abroad	-	-	4,461,623.85	531,161,078
Profit paid on Placement from Banks/FIs in BD (OBU)	9,527.77	1,160,006	191,458.33	22,793,114
Total	**154,204.27**	**18,774,370**	**4,677,720.30**	**556,882,602**
11.0 Other Income				
Service charge realized (MDIB-UPAS)	255.08	31,056	440,794.17	52,476,546
Management fees (Mura UPAS, MDB & HPSM in FC)	680,245.61	82,819,903	2,610,452.62	310,774,384
Total	**680,500.69**	**82,850,959**	**3,051,246.79**	**363,250,930**
12.0 Salary & allowances				
Basic pay	-	-	-	-
Allowances	-	-	-	-
Bonus	-	-	-	-
Contribution to Provident Fund	-	-	-	-
Total	-	-	-	-
13.0 Postage, stamps and telecommunication etc.				
Telephone Bill	-	-	-	-
14.0 Other expenses				
Profit Share of ADs	367.02	44,685	4,740,275.74	564,329,827
Printing & Stationery	-	-	-	-
Entertainment	-	-	-	-
Total	**367.02**	**44,685**	**4,740,275.74**	**564,329,827**

15.0 Provision for investment

Provision for investment have not been separately accounted for in the financial statements of OBU. These are accounted for directly in the main financial statements of the Bank.

16.0 Provision for tax

Provision for current and deferred tax have not been separately accounted for in the financial statements of OBU. These are accounted for directly in the main financial statements of the Bank.

	31.12.2025 USD	31.12.2025 BDT	31.12.2024 USD	31.12.2024 BDT
17.0 Retained earnings				
Balance as at 01 January	-	(121,083,527)	-	(26,112,120)
Addition during the year	28,158,854.55	3,428,340,541	127,461,355.21	15,174,274,338
Effect of translation reserve	-	121,083,527	-	26,112,120
Transferred to main operation	28,158,854.55	3,443,698,381	127,461,355.21	15,295,357,865
Balance as at 31 December	**-**	**(15,357,840)**	**-**	**(121,083,527)**