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ANNUAL REPORT 2014



Standard Bank Limited

Annual Report 2014



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SBL Annual Report 2014 INDEX

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STAKEHOLDERS' INFORMATION



LETTER OF TRANSMITTAL

All Shareholders
Bangladesh Bank
Bangladesh Securities and Exchange Commission
Registrar of Joint Stock Companies & Firms
Dhaka Stock Exchange Limited
Chittagong Stock Exchange Limited

Sub: Annual Report of Standard Bank Ltd. for the year ended December 31, 2014

Dear Sir(s),

Thank you for being with us in the year 2014.

It is our immense pleasure to present before you a copy of the Annual Report 2014 along with audited financial statements including consolidated and separate balance sheet as at 31st December 2014, profit and loss account, cash flow statement, statement of changes in equity, liquidity statement for the year ended 31st December 2014 with the notes thereto of Standard Bank Limited and its subsidiaries for your kind information and record.

We hope that the report will be of use to you today and glorious tomorrow.

Best Regards,

Yours sincerely,



Md. Ali Reza, FCMA
Acting Company Secretary



NOTICE OF THE 16th ANNUAL GENERAL MEETING

Notice is hereby given to the Members of Standard Bank Limited (SBL) that the 16th (Sixteenth) Annual General Meeting (AGM) of the company will be held on Thursday, the 14th May, 2015 at 10:30 a.m. at the Police Convention Hall, Eskaton Garden Road, Ramna, Dhaka to transact the following business and to adopt necessary resolutions:

Agenda

1. To receive, consider and adopt the Audited Financial Statements of the Company for the year ended 31st December 2014 along with the Auditors' Report and the Director's Report thereon.
2. To declare dividend for the year ended 31st December, 2014 as recommended by the Board of Directors.
3. To elect/re-elect of Directors in accordance with the provision of the law and the articles of association of the company.
4. To appoint/ re-appoint of Auditors of the Company for the term until the next AGM and to fix their remuneration.
5. To consider and approve the loan proposal of the Directors as recommended by the Board.
6. To transact any other business with the permission of the chair.

All Members are requested to attend the meeting on the date, time and place as mentioned above.

Dated : Dhaka
April 29, 2015

By order of the Board of Directors



(Md. Ali Reza, FCMA)
Acting Company Secretary

Notes:

- a. The Board of Directors has recommended @15% stock dividend for the year ended 31st December 2014.
- b. Record date has been scheduled on 16th April, 2015. The Shareholders whose names would appear in the register of members of the Company or in the Depository (CDBL) on record date will be eligible to attend the meeting and entitle to stock dividend as mentioned above subject to approval in the 16th AGM.
- c. Any member of the company entitle to attend and vote at the 16th AGM may appoint a proxy to attend and vote on his/her behalf. The Proxy form duly stamped & signed by the member must be submitted at the Registered Office of the company at least 48 hours before the meeting.
- d. Entry in the venue of AGM will be allowed on production of the Attendance Slip.
- e. Annual report, attendance slip and proxy form along with the notice are being sent to the members by post or courier service. The member may also collect the annual report or proxy form from the registered office of the company and may download those from the Bank's website (www.standardbankbd.com)

N.B.: No benefit or gift in cash or kind shall be given to the members for attending at 16th AGM to be held at Police Convention Hall as per Bangladesh Securities and Exchange Commission's Circular No. SEC/CMRRCD/2009-193/154 dated 24 October, 2013.

Our Vision

To be a modern bank having the object of building a sound national economy and to contribute significantly to the Public Exchequer.

Our Mission

To be the best private commercial bank in Bangladesh in terms of efficiency, capital adequacy, asset quality, sound management and profitability.

Our Core Values

- **Our Shareholders:**
By ensuring fair return on their investment through generating stable profit.
- **Our customer:**
To become most caring bank by providing the most courteous and efficient service in every area of our business.
- **Our employee:**
By promoting the well being of the members of the staff.
- **Community:**
Assuring our socially responsible corporate entity in a tangible manner through close adherence to national policies and objectives.

Strategic Priority

- a) To strive for sustainable business growth by ensuring customer satisfaction through quality and timely services.
- b) To ensure capital stewardship by Preservation and enlargement of multiple forms of capital; like intellectual, natural, financial, organizational, social; all of which contribute to long term value creation.
- c) To give strong focus on extremely cost-efficient and green services through Internet banking, electronic fund transfer, automated cheques clearing, e-bank statement, SMS alert etc.
- d) To ensure effective and efficient risk management for sustainable business growth
- e) To ensure well diversified loan portfolio through structured finance and expansion of Corporate, SME, Agriculture and Retail businesses.
- f) To mount state-of-the-art technologies and adopt innovative ideas for financial inclusion.
- g) To endeavor synergies between new knowledge and human capital for sustainable economic growth.
- h) To increase brand visibility by creating positive image of the Bank.
- i) To be a trend-setter in serving the society and remain responsive to the environment.
- J) To ensure sound corporate governance.
- k) To accelerate progress towards financial inclusion with technology by up-gradation of internet, Mobile Banking and Agent banking.
- l) To add value for all stakeholders

Statement Regarding Forward Looking Approach

The material in the Annual Report includes certain forward looking statements concerning current goals of the Bank and its future plans, strategies and policies. We wish to caution you that these statements are based on management's expectations, estimates, projections and assumptions. Words such as "expects," "anticipates," "plans," "believes," "scheduled," "estimates" and variations of these words and similar expressions are intended to identify forward-looking statements, which include but are not limited to projections of revenues earnings, cash flows. These statements are not guarantees of future performance and involve certain risks and uncertainties, which are difficult to predict. Therefore, actual future results and trends may differ materially from what is forecast in forward-looking statements due to a variety of factors, which are:

- a) The possibility of adverse political, economic and business conditions that may increase the default and delinquency risk in loan portfolio;
- b) Changes in monetary & fiscal policies and action of government or regulatory authorities;
- c) Increase in rate of Tax and VAT on corporate and Bank's services;
- d) Increase in regulatory capital requirement, CRR and SLR of the Banks;
- e) Increase in competition within the financial industry;
- f) Changes in technology and evolving banking industry standards;
- g) Unfavorable movement of foreign exchange rates and interest rates;
- h) Rise in price of essential products in the local and international market;
- i) Effect on remittance flow due to political and economical unrest in different countries around the world;
- j) Volatility in Capital Market and Money Market;
- k) Increase in inflationary pressure;
- l) Constraints in access to external funding to meet liquidity requirement;
- m) Changing demographic developments including changing consumer spending, saving and borrowing habits;
- n) Changes in accounting standards or practices;
- o) Under utilization and change of different Risk Management tools.

The preceding list of important factors is not exhaustive. When relying on forward looking statements to make decisions with respect to the Bank and its securities, investors and others should carefully consider the preceding factors, other uncertainties and potential events. The Bank does not undertake to update any forward looking statements, whether written or oral, that may be made from time to time by or on its behalf.

Corporate Information

Name of the Company:

Standard Bank Limited

Chairman of the Bank:

Ln. Kazi Akram Uddin Ahmed

Legal Form:

A public limited company incorporated in Bangladesh on 11th May, 1999 under the Companies Act 1994, Subsequently listed in Dhaka Stock Exchange Limited and Chittagong Stock Exchange Limited.

Commencement of business:

3rd June, 1999

Registered Office

Metropolitan Chamber Building (3rd floor)
122-124, Motijheel C/A, Dhaka-1000

Contact Numbers:

Phone : +880-2-7175698, 7169134,
9560299, 9558375
Fax : +880 2 7176367, 7169078
SWIFT Code : SDBLBDDH
E-mail : sblho@bangla.net

Web Page:

www.standardbankbd.com

Auditors:

Shafique Basak & Co.
Chartered Accountants

Legal Advisor:

Mr. Ashraful Hadi

Barrister-at-Law

Dr. Kamal Hossain & Associates

Tax Consultants Advocate & Tax Consultant:

Alhaj Md. Serajul Islam

Managing Director & CEO:

Mr. Md. Nazmus Salehin

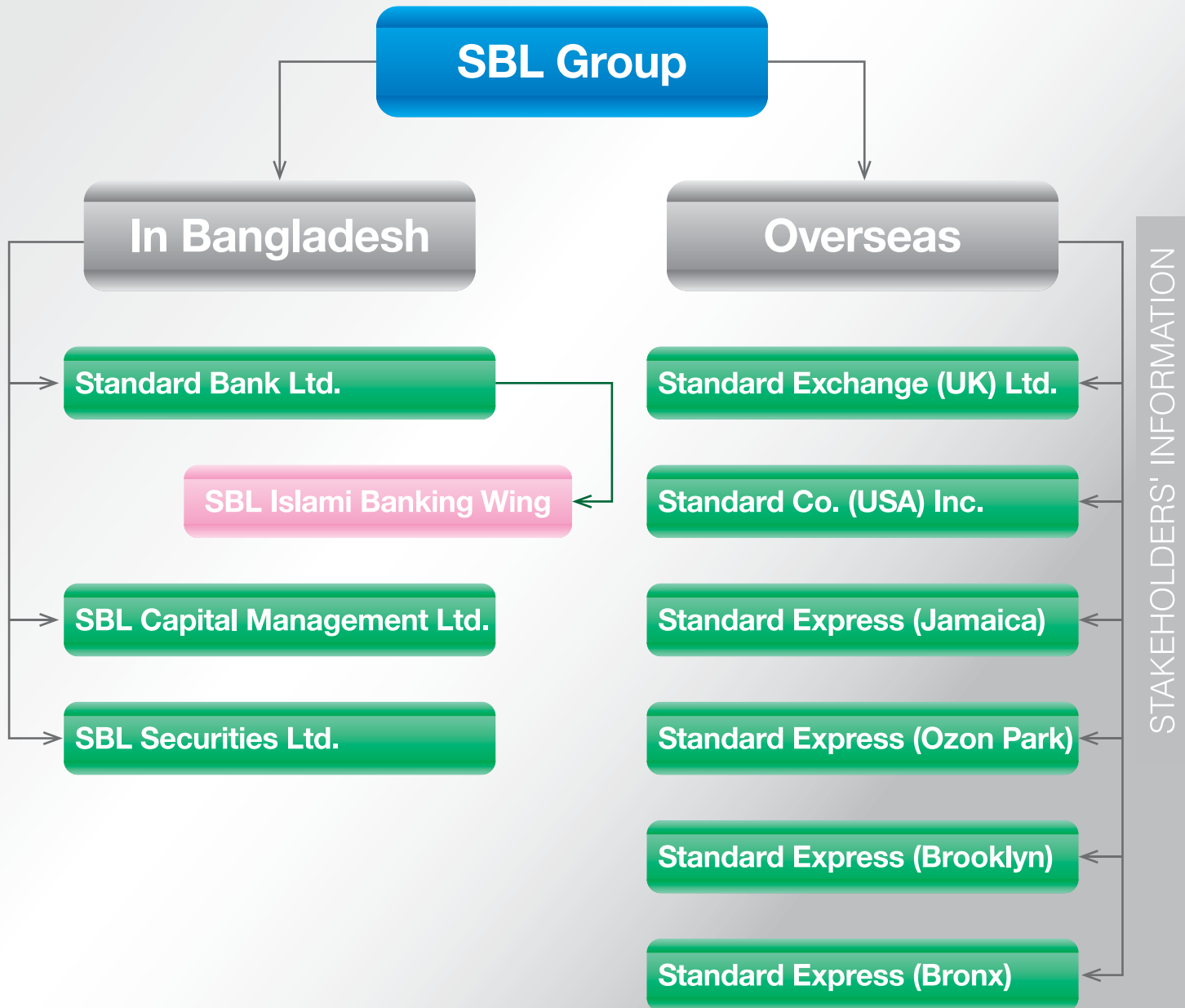
Deputy Managing Director:

Mr. Mamun-Ur-Rashid

Group Company Secretary:

Md. Ali Reza, MBA, FCMA
Chief Financial Officer &
Acting Company Secretary

Group Corporate Structure



5 -years Financial Highlights

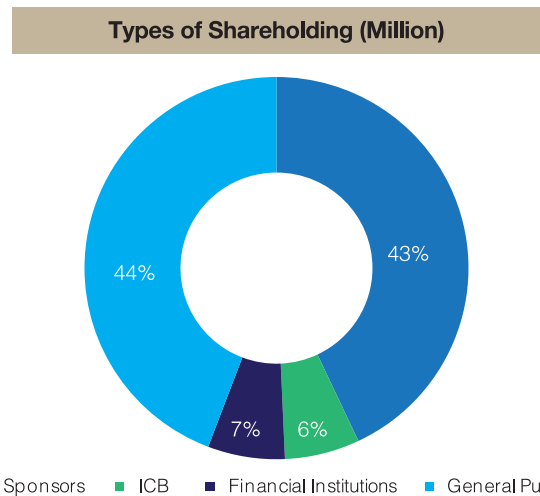
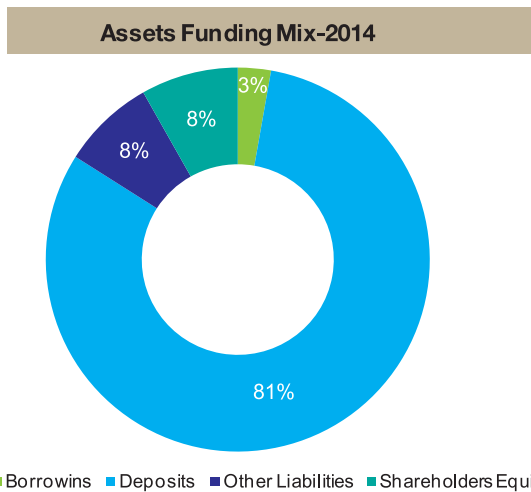
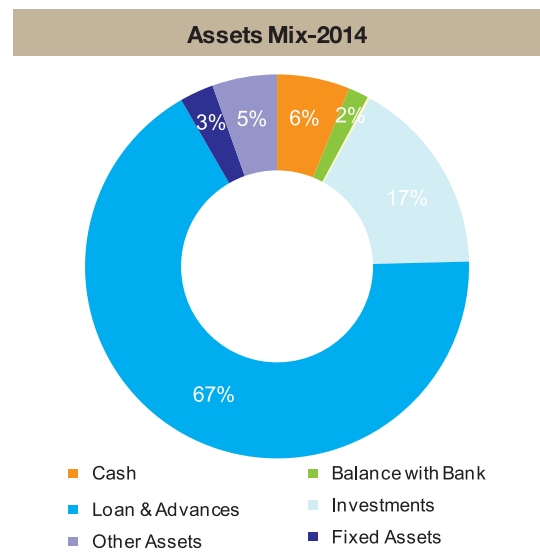
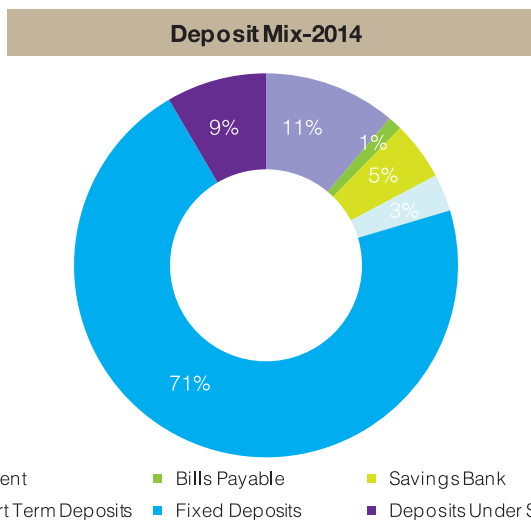
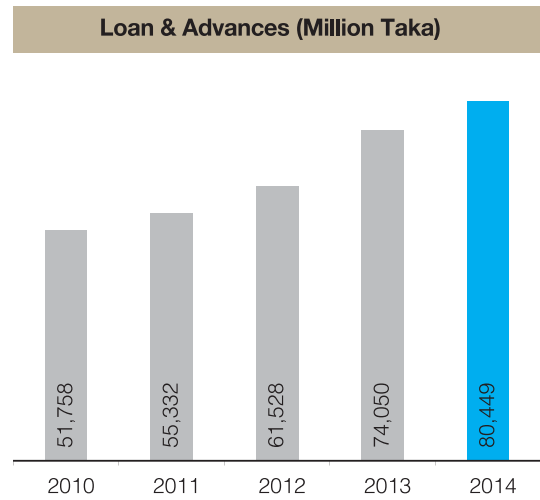
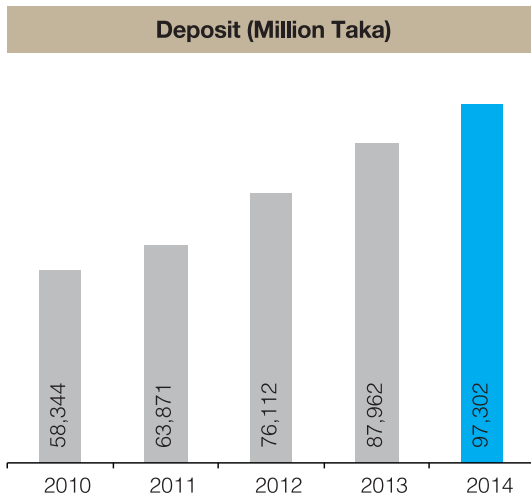
(Figure in Million Tk.)

Particulars	2010	2011	2012	2013	2014
Income Statement					
Interest Income	5,850	8,192	9,554	11,067	11,721
Interest Expenses	4,126	6,024	7,210	8,827	8,583
Net Interest Income	1,724	2,168	2,344	2,240	3,138
Non-Interest Income	1,945	1,888	2,160	2,804	3,052
Non-Interest Expense	898	1,188	1,503	1,864	2,355
Net Non-Interest Income	1,047	701	657	939	697
Profit before Provision & Tax	2,771	2,869	3,001	3,179	3,835
Provision for Loans & Assets	394	519	439	848	1,713
Profit after provision before Tax	2,377	2,350	2,561	2,331	2,122
Provision for Tax (Including Deferred Tax)	1,007	1,053	1,228	1,320	909
Profit after Tax	1,370	1,297	1,333	1,011	1,213
Balance Sheet					
Authorised Capital	8,800	15,000	15,000	15,000	15,000
Paid-up Capital	3,173	4,061	4,874	5,702	5,702
Shareholders' Equity (Capital & Reserve)	5,625	6,871	8,220	9,289	9,886
Borrowings	-	266	4,315	3,958	3,360
Deposits	58,344	63,821	76,077	87,962	97,302
Other Liabilities	2,627	3,996	6,083	7,982	9,383
Liquid Assets	13,637	17,343	28,535	29,106	29,504
Money At Call & On Short Notice	300	1,900	2,800	1,010	250
Loans & Advances	51,758	55,332	61,528	74,181	80,449
Investments	7,624	9,534	16,778	19,168	19,854
Fixed Assets	379	510	585	663	3,431
Other Assets	823	1,768	4,048	5,241	6,548
Total Assets(excluding off-balance sheet items)	66,596	74,953	94,696	109,191	119,932
Net Asset Value (NAV)	6,871	6,871	8,221	9,289	9,886
Off-Balance Sheet exposure	22,168	17,104	19,788	26,525	27,251
Others Business					
Import Business	56,167	50,497	48,500	51,056	53,932
Export Business	41,919	45,356	42,521	42,575	43,587
Foreign Remittance	1,044	2,815	4,676	4,464	6,526
Capital Measures					
Total Risk Weighted assets	61,763	67,629	80,016	95,206	98,976
Core Capital(Tier I)	5,577	6,956	8,208	9,107	9,701
Supplementary Capital(Tier II)	794	746	815	1,050	1,153

Particulars	2010	2011	2012	2013	2014
Total Capital	6,371	7,702	9,023	10,158	10,855
Tier I Capital Ratio	9.03%	10.29%	10.26%	9.57%	9.80%
Tier II Capital Ratio	1.29%	1.10%	1.02%	1.10%	1.17%
Total Capital Ratio	10.32%	11.39%	11.28%	10.67%	10.97%
Credit Quality					
Volume of Non-performing loans	1,017	1,211	1,539	2,599	2,853
% of NPLs to Total Loans & Advances	1.96%	2.19%	2.50%	3.50%	3.55%
Provision for Unclassified Loans	559	580	616	748	868
Provision for Classified Loans	512	540	851	1,592	1,551
Provision for Off-Balance Sheet Items	211	166	191	265	273
Share Information					
Number of Share Outstanding	32	406	487	570	570
Earning per Share (Taka)	43.15	2.66	2.73	1.77	2.13
Book Value per Share (Taka)	100.00	10.00	10.00	10.00	10.00
Market price per Share (Taka)	646.00	30.20	19.20	14.80	12.70
Price Earning Ratio (Times)	14.97	11.35	7.03	8.35	5.97
Net Asset Value per share (Taka)	216.75	16.92	16.87	16.29	17.34
Dividend per Share:					
Cash Dividend (%)	-	-	-	10%	-
Bonus Share (%)	28%	20%	17%	-	15%
Rights Share Issue	-	-	-	-	-
Operating Performance Ratio					
Net Interest Margin on average earning assets	3.80%	3.68%	3.14%	2.54%	3.24%
Net Non-Interest Margin on average earning assets	2.31%	1.19%	0.88%	1.06%	0.72%
Total operating expenses to average total assets	1.55%	1.68%	1.78%	1.83%	2.06%
Net operating income to average total assets	4.79%	4.05%	3.54%	3.12%	3.35%
Credit / Deposit Ratio(%)	89%	87%	81%	84%	83%
Return on Equity(ROE) %	27.83%	20.75%	17.67%	11.55%	12.66%
Return on Assets(ROA)%	2.37%	1.83%	1.57%	0.99%	1.06%
Return on investment (ROI)	15.61%	18.54%	7.31%	11.09%	9.49%
Price earning ratio (times)	14.97	11.35	7.03	8.35	5.97
Yield on average advance (%)	13.03%	15.30%	16.35%	17.09%	14.59%

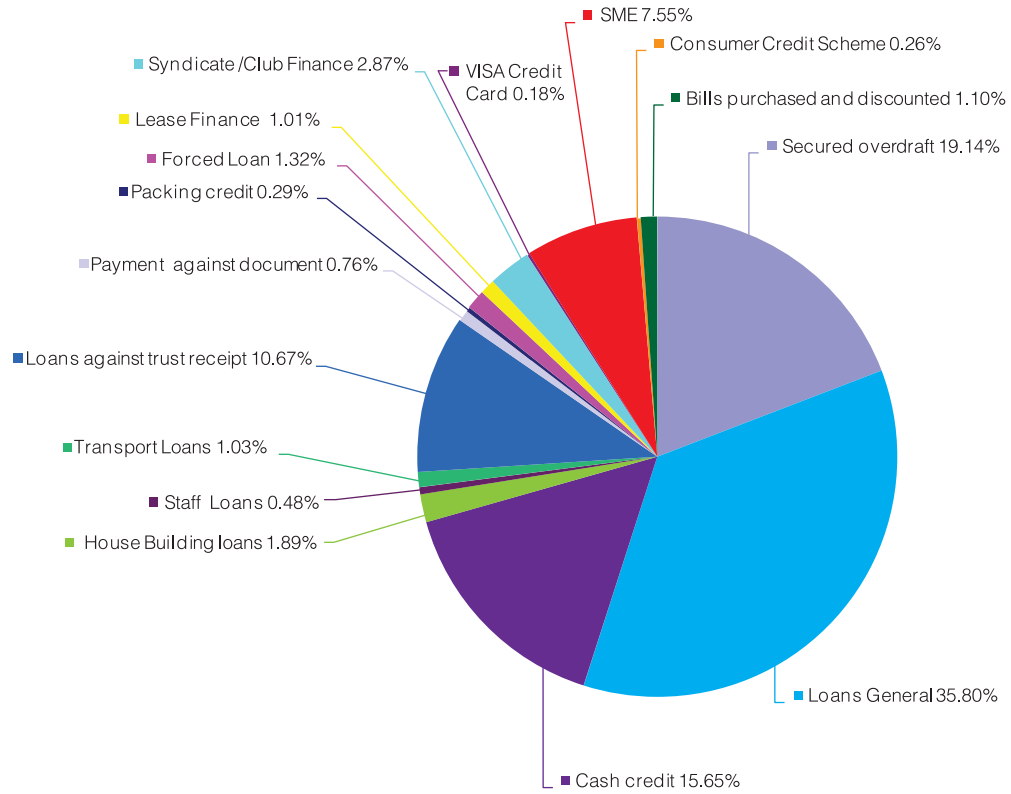
Particulars	2010	2011	2012	2013	2014
Total Cost of Fund					
Cost of Deposit(%)	7.83%	9.98%	10.79%	10.51%	8.86%
Administrative cost (%)	1.61%	1.62%	1.93%	2.08%	2.11%
Other Information					
Number of Branches	58	68	77	87	96
Urban	42	47	52	55	61
Rural	10	14	18	25	28
Number of SME & Agriculture Branches	6	7	7	7	7
Number of Employees	1018	1049	1270	1368	1548
Number of Shareholders	36570	38142	37141	40580	37249
Number of Foreign Correspondents	22	22	22	22	20
Average earning assets	45,317	58,998	74,576	88,290	96,734
Average Total assets	57,799	70,775	84,661	1,01,944	1,14,562
Average Deposits	50,450	61,082	69,966	82,020	92,632
Average Advance	44,907	53,545	58,430	67,854	77,315
Average Investment	6,482	8,579	13,556	17,973	19,511
Average Equity	4,924	6,248	7,545	8,755	9,588

Graphical Presentation



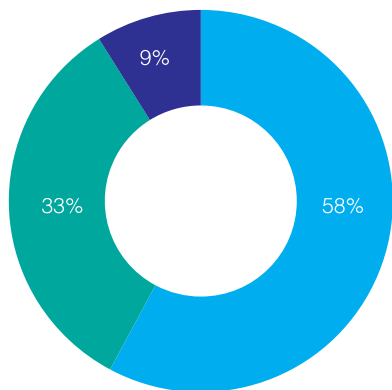
STAKEHOLDERS' INFORMATION

Loan Portfolio Mix-2014



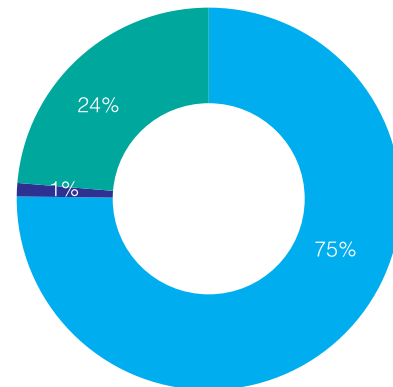
STAKEHOLDERS' INFORMATION

Tier-I Capital

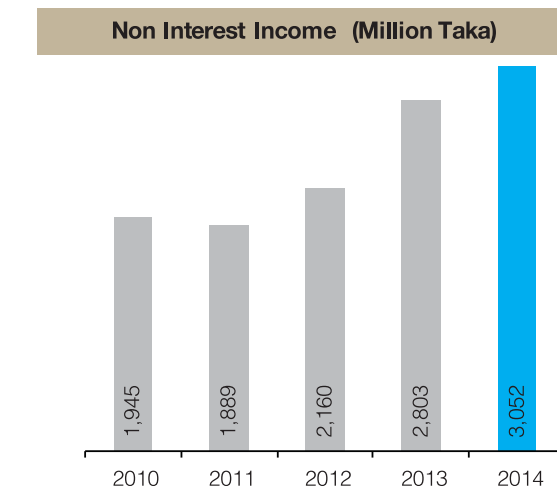
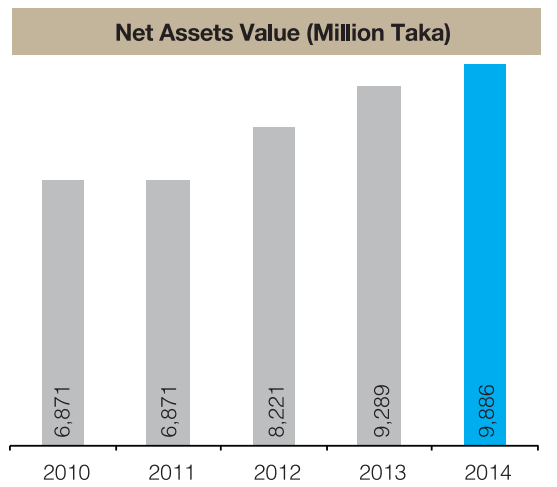
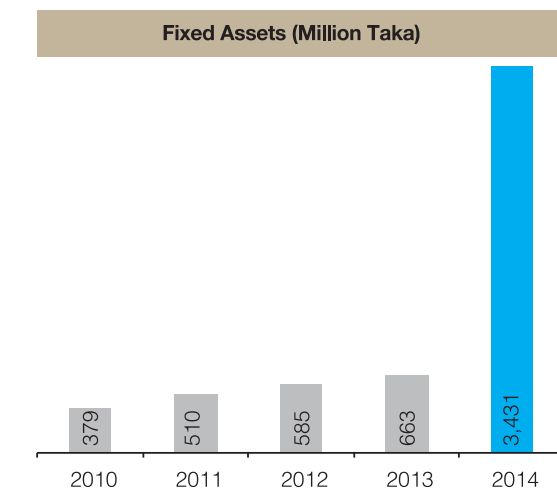
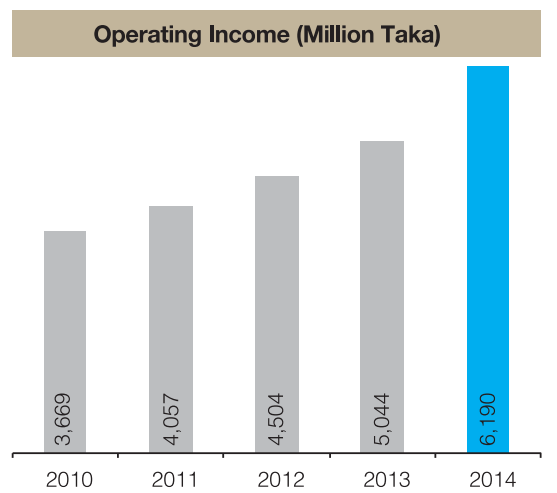
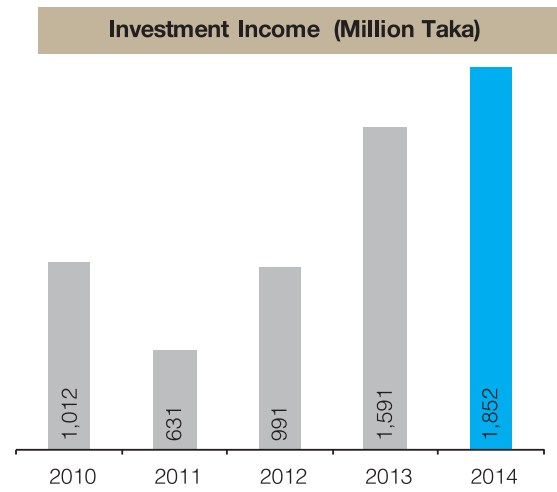
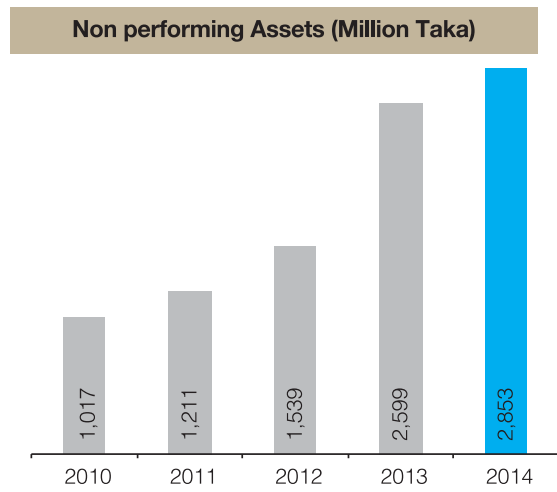


■ Paid up capital ■ Statutory Reserve ■ Retained Earnings

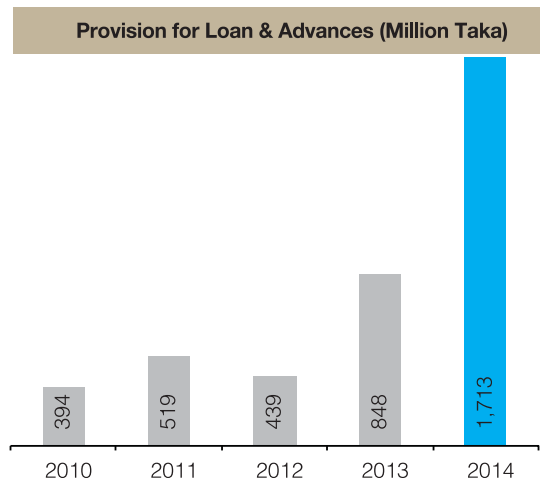
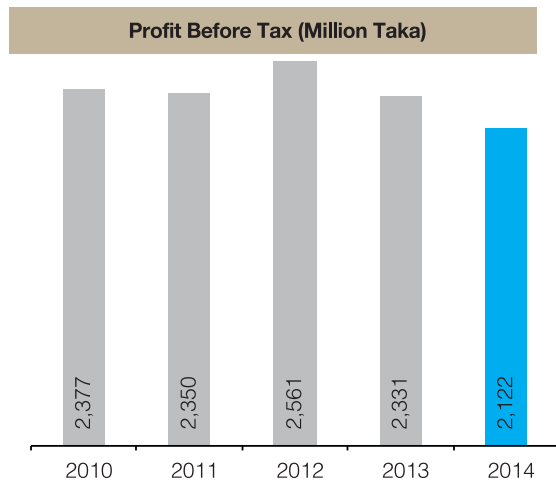
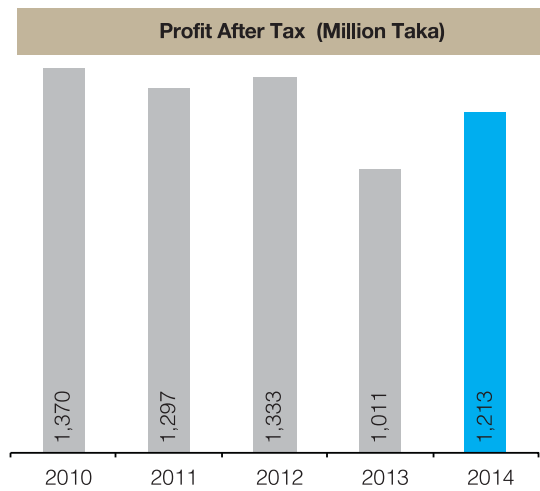
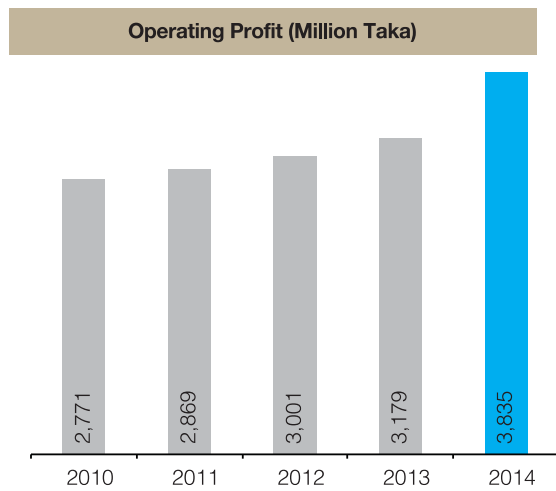
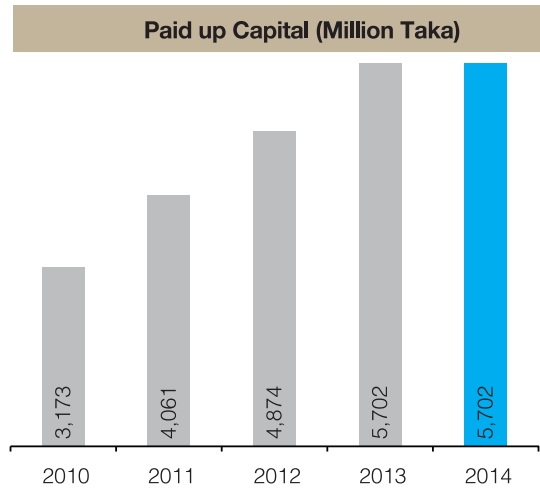
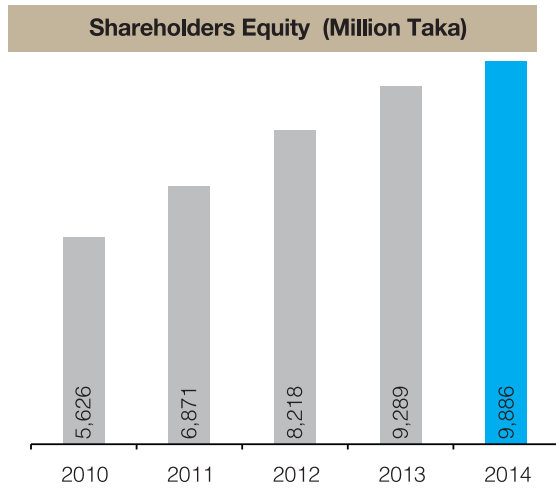
Tier-II Capital

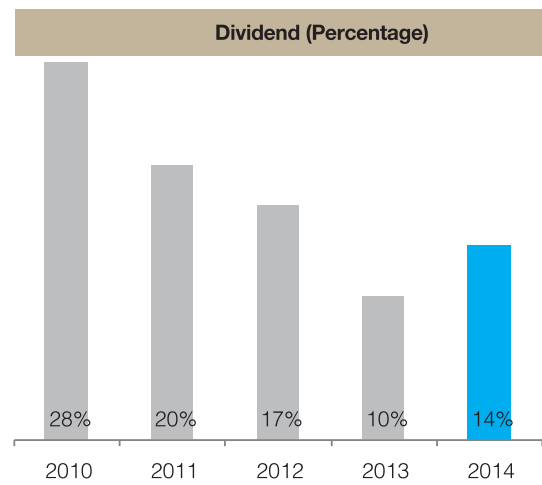
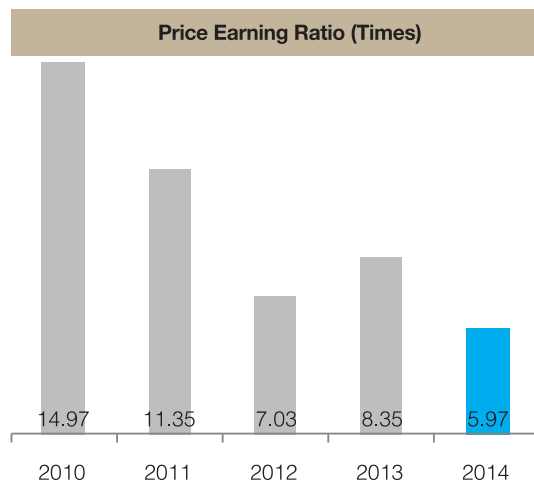
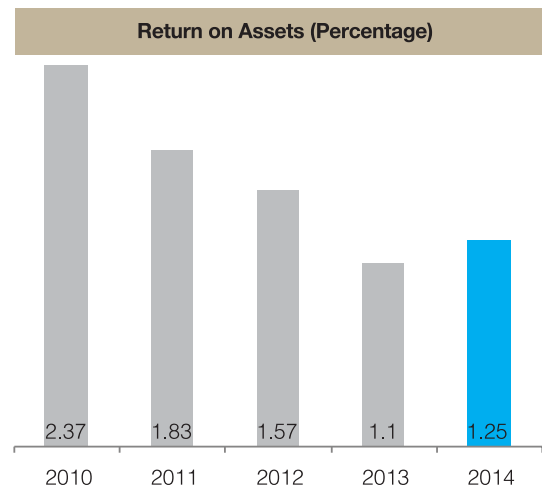
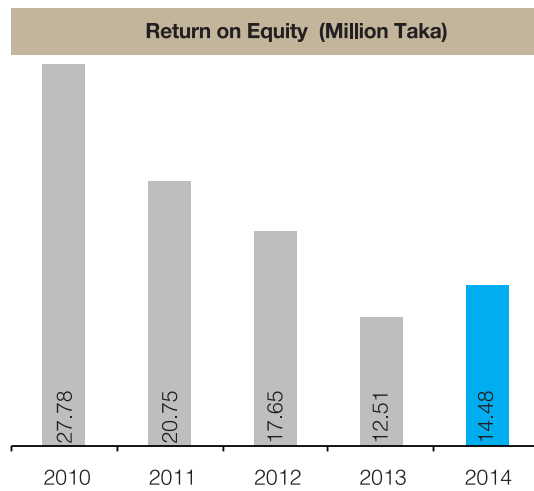
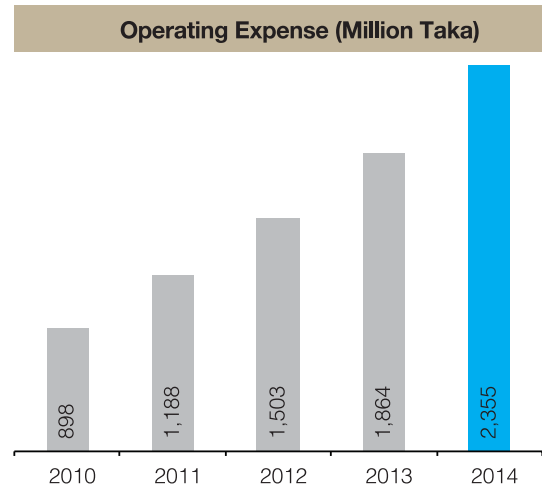
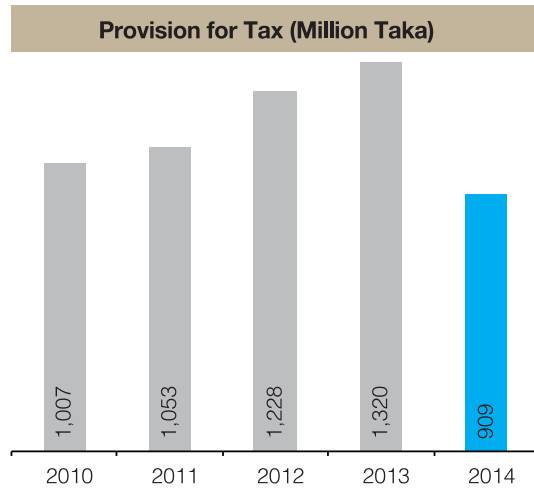


■ General Provision ■ Asset Revauation Reserve ■ Provision for Off-Balance Sheet

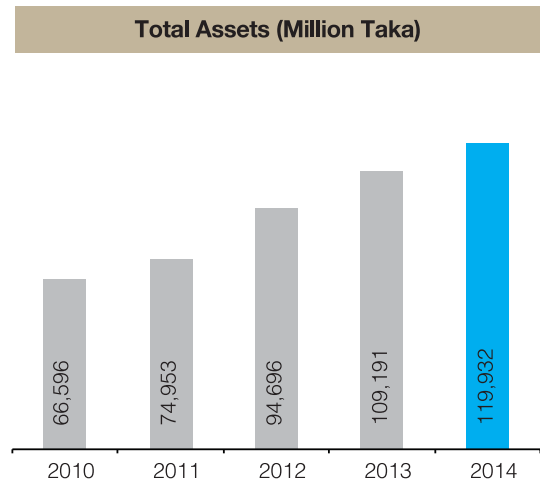
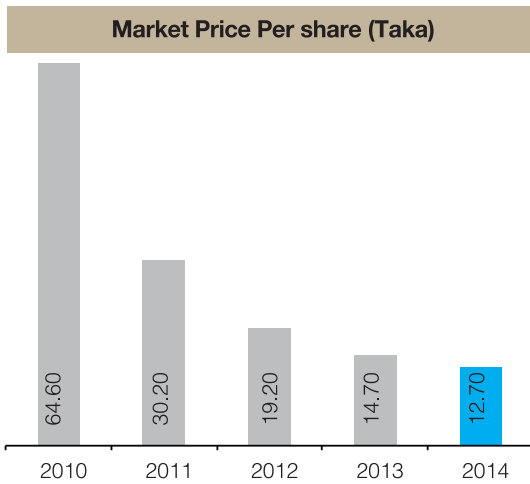
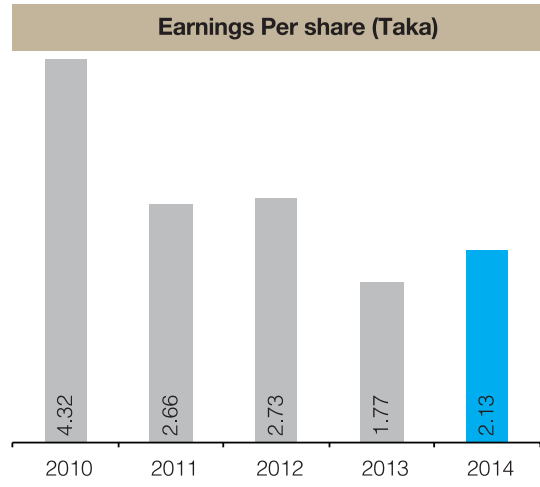
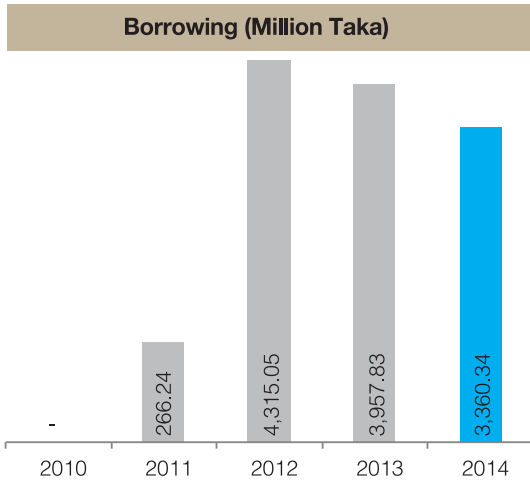


STAKEHOLDERS' INFORMATION





STAKEHOLDERS' INFORMATION



Value Added Statement

for the year ended 31st December 2014

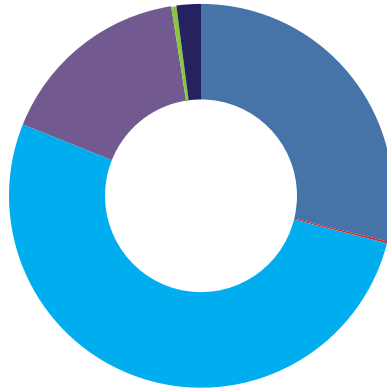
Value added statement shows exactly how much value (wealth) has been created by the bank during 2014 through its banking activities i.e. utilization of its capacity, capital, manpower and other resources and how it is allocated among different stakeholders i.e. employees, directors, shareholders, government in the form of salaries & allowances, remuneration, dividend, duties & taxes respectively and also indicates value of use of fixed assets through depreciation. Now a days the most complex and modern business environment does not earn profit for itself only rather it cares to the society and thus is committed to contribute to the economic growth. Such value is being added due to spill over economic impact due to operation of the business houses. SBL as a commercial bank, has a large scale of spill over economic impact side by side its financial impact through creating values for distributions to the society year to year. The Statement shows how the total wealth has been created and distributed among the stakeholders of the Bank in the year.

Value Added Statement for the year ended 31st December 2014

Particulars	2014 Taka	2013 Taka
Wealth creation:		
Revenue from Banking services	14,773,647,026	13,870,486,874
Less: Cost of services & supplies	(11,176,130,636)	(10,079,118,731)
	3,597,516,391	3,791,368,143
Non-banking income	-	-
Provision for loans & other assets	1,605,237,295	846,912,972
Total wealth creation	5,202,753,686	4,638,281,115
Wealth distribution:		
Employees & Directors		
Employees as salaries & allowances	1,500,325,546	1,045,805,238
Directors as remuneration & fees	8,534,887	8,389,980
Government	2,709,871,692	2,898,221,042
Corporate tax	1,482,800,369	1,344,887,984
Service tax/ Value added tax	165,148,058	234,587,367
Municipalities / local taxes	993,200,214	1,254,611,761
Excise duties	68,723,050	64,133,930
Shareholders		
Dividend to shareholders	855,314,067	570,209,378
Retention for future business growth		
Retained earnings	22,368,545	30,983,186
Depreciation and amortization	106,338,948	84,672,291
Total Wealth Distribution	5,202,753,685	4,638,281,115

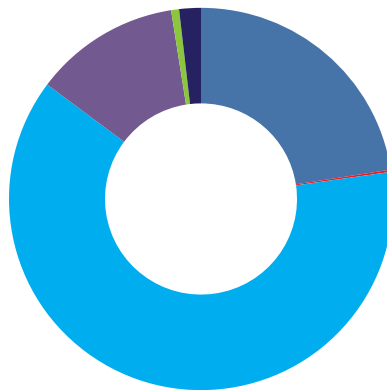
Graphical Representation of Value Added Statement

Wealth Distribution-2014



- Employees as salaries & allowances
- Government
- Directors as remuneration & fees
- Dividend to shareholders
- Retained earnings
- Depreciation and amortization

Wealth Distribution-2013



- Employees as salaries & allowances
- Government
- Directors as remuneration & fees
- Dividend to shareholders
- Retained earnings
- Depreciation and amortization

Economic Value Added (EVA) Statement

for the year ended 31 December 2014

EVA statement indicates the true economic profit of a company. EVA is an estimate of the amount by which earnings exceed or fall short of required minimum return for shareholders at comparable risk. It is based on the principle that since a company's owner employs equity capital to earn a profit, it must pay for the use of this equity capital. This management tool is useful to shareholders in particular and other stakeholders in general to take decision for increasing wealth. As a commercial bank, SBL is deeply concerned for distribution of value to all of its Shareholders. EVA of SBL has stood at Tk 166 million as of December 31, 2014 as against Tk 62 million in 2013. EVA is equal to Profit after Tax (PAT) plus the provision for loans & other assets less written off during the year minus cost of equity where cost of equity is the opportunity cost that the shareholders forego. This cost of equity is calculated considering the risk free rate based on weighted average rate of 10 years treasury bond issued by Bangladesh Government plus 2% risk premium.

Particulars	2014 Taka	2013 Taka
Shareholders equity	9,885,925,866.83	9,289,132,446.54
Add: Accumulated provision for loans & advances and other assets	2,435,215,748.80	2,339,989,263.80
Capital Employed	12,321,141,615.63	11,629,121,710.34
Average Capital Employed / Shareholders' equity	9,587,529,156.68	8,754,748,128.90
Earnings:		
Profit after tax	1,213,395,239.61	1,010,981,304.42
Add: Provision for loans & advances and other assets charged during the year	1,713,033,484.09	848,170,757.51
Less: Written off loans during the year	1,514,057,820.00	-
Net earnings	1,412,370,903.69	1,859,152,061.93
Cost of equity:		
Average cost of equity (Based on weighted average rate of 10 years treasury bond issued by the Bangladesh Government) Plus 2% risk premium	13.00%	14.16%
Capital charge (Cost of average equity)	1,246,378,790.37	1,239,672,335.05
Economic Value Added	165,992,113.32	619,479,726.87

Market Value Added (MVA) Statement

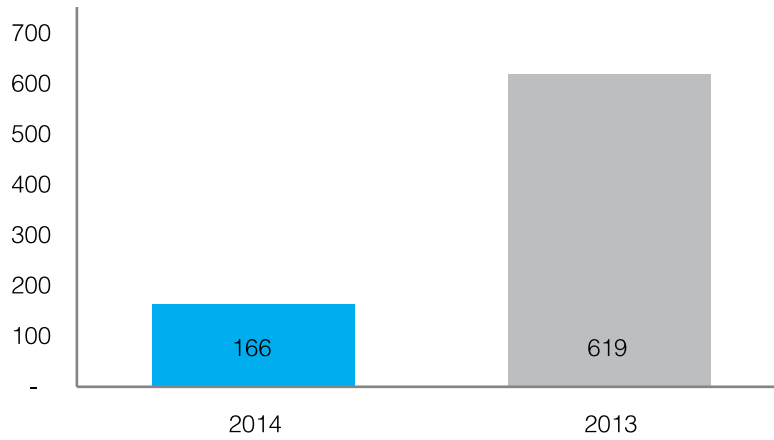
for the year ended 31 December 2014

Market Value Added (MVA) is the difference between the current market value of the Bank and the capital contributed by shareholders. It reflects the bank's performance which is evaluated on the market price of its own shares. This amount is derived from the difference between market capitalization and book value of the shares outstanding. It signifies the enhancement of financial solvency as perceived by the market. Positive and higher MVA indicate that the bank has created substantial wealth for its shareholders. On the other hand, negative MVA indicates that the wealth of the bank is lower than the capital contributed by the investors.

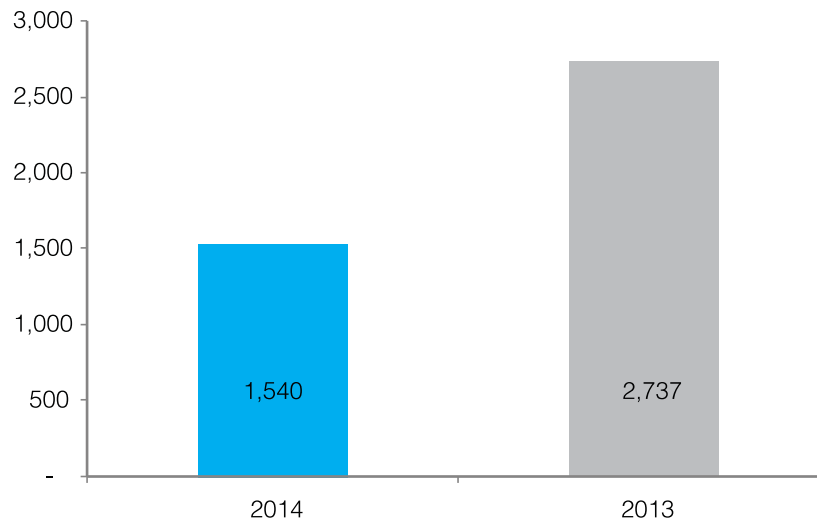
The equity market value of the bank stood at Tk 7242 million whereas the book value of the equity stood at Tk 5702 million resulting in MVA of 1540 million as of December 31, 2014, as against Tk. 2737 million in 2013.

Particulars	2014 Taka	2013 Taka
Face value per share (BDT)	10.00	10.00
Market value per share (BDT)	12.70	14.80
Number of shares outstanding	570,209,378	570,209,378
Total market capitalization (BDT million)	7,242	8,439
Book value of paid up capital (BDT million)	5,702	5,702
Market value added (BDT million)	1,540	2,737

Economic Value Added (Million Taka)



Market Value Added (Million Taka)





BOARD OF DIRECTORS
&
MANAGEMENT TEAM
INFORMATION



Board of Directors

Board of Directors



Chairman

Ln. Kazi Akram Uddin Ahmed



Vice Chairman

Kamal Mostafa Chowdhury



Director

Ashok Kumar Saha



Director

Ferozur Rahman



Director

Md. Monzurul Alam



Director

S A M Hossain

Board of Directors

Board of Directors

Board of Directors



Director

Mohammed Abdul Aziz



Director

Al-Haj Mohammed
Shamsul Alam



Director

Gulzar Ahmed



Director

Md. Zahedul Hoque



Director

Al-Haj Mohammad
Yousuf Chowdhury



Director

ICB, represented by its
Managing Director
Md. Fayekuzzaman

Board of Directors

Board of Directors



**Independent
Director**

S.S. Nizamuddin Ahmed



**Independent
Director**

Najmul Huq Chaudhury



**Managing
Director & CEO**

Md. Nazmus Salehin

Sponsors of the Bank



- 01 Ln. Kazi Akram Uddin Ahmed
Sponsor & Founder Chairman
- 02 Kamal Mostafa Chowdhury
Sponsor & Founder Vice Chairman
- 03 Mohammad Nurul Islam
Sponsor
- 04 Late Nani Gopal Saha
Sponsor
- 05 Ferozur Rahman
Sponsor
- 06 Al-haj Mohammad Ayub
Sponsor
- 07 Harun Rashid Chowdhury
Sponsor
- 08 Md. Monzurul Alam
Sponsor
- 09 S.A.M. Hossain
Sponsor
- 10 Mohammed Abdul Aziz
Sponsor
- 11 Al-haj Mohammed Shamsul Alam
Sponsor
- 12 Abdul Ahad
Sponsor
- 13 Al-Haj Md. Nurul Haque Sowdagar
Sponsor
- 14 Ferdous Ali Khan
Sponsor
- 15 Harun-Or- Rashid
Sponsor
- 16 Late Mahabub Uddin Molla
Sponsor
- 17 Farzana Yousuf
Sponsor

Sponsors of the Bank

Committees

EXECUTIVE COMMITTEE

Al-Haj Mohammed Shamsul Alam	: Chairman
Mr. Kamal Mostafa Chowdhury	: Member
Mr. Ferozur Rahman	: Member
Mr. S. A. M. Hossain	: Member
Mr. Mohammed Abdul Aziz	: Member
Mr. Gulzar Ahmed	: Member
Al-Haj Mohd. Yousuf Chowdhury	: Member
Md. Nazmus Salehin	: Ex-Officio Member
Md. Ali Reza	: Acting Company Secretary

AUDIT COMMITTEE

Mr. S.S. Nizamuddin Ahemd	: Chairman
Mr. Ashok Kumar Saha	: Member
Mr. Md. Zahedul Hoque	: Member
Mr. Md. Fayekuzzaman, MD, ICB	: Member
Md. Ali Reza	: Acting Company Secretary

SHARIAH SUPERVISORY COMMITTEE

Janab Kazi Akram Uddin Ahmed Chairman of the Bank	: Chairman
Janab Prof. Mowlana Mohammad Salauddin Khatib, Baitul Mukarram National Mosque	: Member
Janab Hafiz Kazi Muhammad Ibrahim Head Mohaddis (Hadits Dept) Jameah Qasemiah Kamil Madrasha Narsinghdi	: Member
Janab Kazi Khurram Ahmed	: Member
Janab Md. Nazmus Salehin Managing Director of the Bank	: Ex-Officio Member
Md. Ali Reza	: Acting Company Secretary

Management Committee



Name	Position
Mr. Md. Nazmus Salehin	Managing Director & CEO
Mr. Mamun-Ur-Rashid	Deputy Managing Director
Mr. Md. Motaleb Hossain	SEVP & Manager, Principal Branch
Mr. Muhammad Sakhawatur Rahman	EVP & Head of BMOD
Mr. Hossain Ahmad	EVP & Head of IT
Mr. M Ahsan Ullah Khan	EVP & Head of HRD
Mr. Haradhan Chandra Das	EVP & CRM
Mr. Syed Anisur Rahman	SVP & Head of ID
Mr. Md. Zashim Uddin	SVP & Head of ICCD
Mr. Md. Ali Reza	VP & CFO
Mr. Md. Zahangir Alam	VP & Head of FAD

List of Executives

DESIGNATION	NAME
Managing Director & CEO	Mr. Md. Nazmus Salehin
Deputy Managing Director	Mr. Mamun-Ur-Rashid
Sr. Executive Vice President	Mr. Md. Motaleb Hossain
Executive Vice President	Mr. Mohammad Ali Mr. Sheikh Abu Ahmed Mr. Muhammad Sakhwatur Rahman Mr. A M M Lasker Ms. Haider Nurun Naher Mr. Hossain Ahmad Mr. M Ahsan Ullah Khan Mr. Md. Anwar Hossain Mr. S. M. Hemayet Uddin Mr. M. U. M. Musaddeque Mr. Haradhan Chandra Das
Sr. Vice President	Mr. Syed Anisur Rahman Mr. Nasir Ahmed Mr. A H M Manzur Quader Khan Mr. Md. Saiful Islam Khan Mr. Zaglul Pasha Mr. Md. Zashim Uddin
Principal	Mr. Mohammad Zakaria
Vice President	Mr. Md. Sanaullah Mr. Md. Zakirul Islam Mr. Kazi Zahirul Haque Mr. Md. Shahabuddin Chisti Mr. Muhammad Golam Mostafa Mr. Md. Suruj Ali Mr. S.M. Mizanur Rahman Mrs. Quamrun Nahar Hasmi Major (Retd.) Alim Hossain Khan Mr. Mominul Abedin Mr. Md. Mahfuzul Karim Mr. Rahim Khan Mr. Sheikh Lutfar Rahman Mr. Md. Zahangir Alam Mr. Md. Ekramul Haque Mr. Md. Abdus Salam Mr. Md. Ali Reza FCMA Mr. Khaled Mahmud

DESIGNATION	NAME
Sr. Asst. Vice President	Mr. Md. Rafiqul Islam
	Mr. Md. Nurul Islam
	Mr. Prabir Ranjan Das
	Mr. Mamun Abdur Raschid
	Mr. Munshi Golam Rahman
	Mr. Humayun Kabir
	Mrs. Arjoomand Begum
	Mr. Muhammad Ali
	Mr. Md. Emdadul Hassan
	Mr. Md. Shafiqul Hassan
	Mr. Ashek Abedin
	Mrs. Rebeka Sultana
	Mr. Syed Mosnoon Ali
	Mr. Md. Mabzulul Bari
	Mr. Haradhan Chandra Chakraborty
	Mr. Md. Mahbubur Razzak
	Mr. Md. Farhad Hussain
	Mr. Parvez Mahfuz
	Mr. Md. Farukuzzaman
	Mr. Md. Raisul Alam
	Mr. Md. Ibrahim Khalil
	Mr. Md. Abu Hena Nazim Uddin
	Mr. Md. Saiful Islam
	Mr. S. M. Nazrul Islam
	Mr. Md. Golam Mawla
	Mr. Md. Abdul Mannan
	Mr. Mohammed Shahidul Islam
	Mr. Md. Rezaul Hoque
	Mr. Mohammad Shohrab Hossain
	Mr. Mohammad Faisal
	Mr. Mesbah Ul Alam
	Mr. Md. Aatur Rahman
	Mr. A.K.M. Manjur Alam
	Mr. Md. Abu Sayeed
	Mr. Md. Moyeedul Islam
	Mr. Mohammad Ahmed Zaki
Mr. M. S. Shahriar	
Ms. Rubina Khan	

DESIGNATION	NAME
Asst. Vice President	Mr. Md. Nayeem Chowdhury
	Mr. Md. Alhaj Ullah
	Mr. Mir Mohammad Emrul Kayes
	Mr. Shahnur Md. Oleul Hassan
	Mr. Md. Khorshed Alam
	Mr. Tapas Kumar Mandal
	Mr. Shoaib Mahmud Tuhin
	Mr. Muhammad Jabedul Islam
	Mr. Mohammad Jahangir Alam
	Mr. A K M Laznur Rahman
	Mr. M A Goffer Daria
	Mr. Golam Mostafa
	Mr. Md. Shafiqul Islam
	Mr. Gazi Rahat Mahmood
	Ms. Sultana Jahan
	Ms. Nahid Farzana
	Mr. Aziz Ahmed
	Mr. Md. Nayeem Bhuiya
	Mr. Md. Zahidul Hassan
	Mr. Rafique Mahmud
	Mr. Munir Hossain
	Ms. Farida Parvin
	Mr. Khandoker Didarul Islam
	Mr. Monjur Morshed Khan
	Mr. Muhammad Muzibur Rahman
	Mr. Md. Shahjalal Khan Mojliah
	Mr. Md. Shariful Islam
	Mr. Md. Hamidul Haque
	Mr. Md. Miganur Rohman
	Mr. Shah Rahat Uddin Ahmed
	Mr. Md. Touhidul Huq
	Mr. Mohammad Harun-Ur-Rashid
	Mr. Md. Saiduzzaman Chowdhury
Mr. Md. Mahmudul Haque	
Mr. Fachihul Alam Chowdhury	
Mr. Md. Khurshed Alam	
Mr. Sk. Mustafizul Islam	
Mr. Md. Rezaur Rahman	
Mr. Md. Hasibul Hasan	
Mr. Sharif Zahirul Islam	

MESSAGE



কাজী আকরাম উদ্দিন আহমদ
চেয়ারম্যান- পরিচালনা পর্ষদ

চেয়ারম্যান মহোদয়ের ভাষণ

বিস্মিল্লাহির রাহমানির রাহিম।

প্রিয় শেয়ারহোল্ডারবৃন্দ, পর্ষদের সম্মানিত পরিচালকবৃন্দ, ব্যবস্থাপনা কর্তৃপক্ষ ও শ্রদ্ধেয় অতিথিবৃন্দ,
আসসালামু আলাইকুম।

স্ট্যান্ডার্ড ব্যাংক লিমিটেডের ১৬তম বার্ষিক সাধারণ সভায় আপনাদের স্বাগত জানাতে পেরে আমি অত্যন্ত আনন্দিত ও সম্মানিত বোধ করছি। আমি কৃতজ্ঞতা ও শ্রদ্ধা নিবেদন করছি তাদের উদ্দেশ্যে, যাদের অব্যাহত সমর্থন, সক্রিয় সহযোগিতা ও উদ্দীপনা বিগত বছরগুলিতে আমাদের অগ্রগতি অর্জনে সহায়ক ভূমিকা পালন করেছে। যাদের অকুণ্ঠ সমর্থন ও অনুপ্রেরণাই আমাদেরকে কঠিন চ্যালেঞ্জ সফলভাবে মোকাবেলার শক্তি যুগিয়েছে, যা আমাদেরকে উত্তরোত্তর সাফল্য ও অগ্রগতির ধারা বজায় রাখতে সহায়তা করে আসছে। আমার প্রত্যাশা, আগামীতেও ব্যাংক আপনাদের সকলের পক্ষ থেকে আরো আন্তরিক সমর্থন ও সক্রিয় সহযোগিতায় সমৃদ্ধ হবে। আপনারা নিশ্চয়ই অবগত আছেন, কল্যাণধর্মী বাণিজ্যিক ব্যাংক হিসেবে দেশের অর্থ-সামাজিক উন্নয়নে অবদান রাখার পাশাপাশি স্ট্যান্ডার্ড ব্যাংককে একটি শীর্ষস্থানীয় ও বিশ্বমানের প্রতিষ্ঠানে রূপ দেয়ার ক্ষেত্রে আমাদের প্রচেষ্টা নিরন্তর। ব্যাংকের বর্তমান কার্যক্রম এবং আগামী দিনে ব্যাংকের সম্ভাবনার বিষয়ের প্রতিবেদন আপনাদের সামনে উপস্থাপন করার সুযোগ পেয়ে আমি অত্যন্ত আনন্দিত ও গর্বিত। আপনাদের মূল্যবান মতামত ও অনুমোদনের জন্য স্ট্যান্ডার্ড ব্যাংক লিমিটেডের ২০১৪ সালের বার্ষিক প্রতিবেদন উপস্থাপন করছি যা ব্যাংকের সার্বিক কার্যক্রম, সাফল্য ও ব্যর্থতা সম্পর্কে একটি ধারণা প্রদান করবে।

সুধী মডলী,

দেশের সকল স্তরের জনসাধারণকে আধুনিক ব্যাংকিং সুবিধা প্রদান এবং স্বচ্ছতা, জবাবদিহিতা ও আন্তঃব্যাংক প্রতিযোগিতার মাধ্যমে উন্নততর – গ্রাহক সেবা প্রদান ও একটি শক্তিশালী কর্পোরেট সু-শাসন প্রতিষ্ঠার লক্ষ্য নিয়ে ১৯৯৯ সনে আমাদের ব্যাংকের যাত্রা শুরু হয়েছিল। আমাদের সক্রিয় কর্মতৎপরতার মাধ্যমে দ্রুত পরিবর্তনশীল এবং প্রতিকূল অর্থনৈতিক ও সামাজিক পরিস্থিতির মধ্যেও আমাদের ব্যাংকের সন্তোষজনক প্রবৃদ্ধির ধারা অব্যাহত রয়েছে, যার জন্য আমরা মহান সৃষ্টিকর্তার কাছে শুকরিয়া আদায় করছি।

সাম্প্রতিক সময়ে বিশ্ব অর্থনীতির ধীর গতি, শিল্পখাতে প্রত্যাশার তুলনায় কম প্রবৃদ্ধি, অভ্যন্তরীণ রাজনৈতিক অস্থিরতা, উগ্রপন্থীদের সহিংসতা সব মিলিয়ে চলতি অর্থবছরে জিডিপি প্রবৃদ্ধি লক্ষ্যমাত্রার চেয়ে কিছুটা কম অর্জিত হবে বলে অনুমান করা হচ্ছে। অন্যদিকে বাংলাদেশ সরকারের সুবিবেচনাপূর্ণ রাজস্বনীতি ও পরিমিত মুদ্রানীতির প্রভাব রয়েছে সহনীয় পর্যায়ে। ২০১৩ সালের রাজনৈতিক অস্থিরতার কারণে ২০১৪ সালের বড় অংশ জুড়ে মন্থর বিনিয়োগ ছিল আলোচিত বিষয়। বছরের শুরুতে বিনিয়োগ বৃদ্ধির প্রশ্নে কিছুটা অনিশ্চয়তা লক্ষ্য করা যায়। বর্তমান সরকার ও বাংলাদেশ ব্যাংক কর্তৃক গৃহীত সুদূর প্রসারী ও বাস্তবসম্মত বিনিয়োগ বান্ধব পদক্ষেপ গ্রহণ, বিচক্ষণ মুদ্রানীতি এবং অন্যান্য ক্ষেত্রে যুগোপযোগী নীতি ও পদক্ষেপ গ্রহণের কারণে ২০১৪ সালে বাংলাদেশের অর্থনৈতিক প্রবৃদ্ধি গতিশীল ছিল। সাময়িক অর্থনীতির বিচারে দেশের অর্থনীতি ছিল দারুণ প্রাণবন্ত। শক্তিশালী আভ্যন্তরীণ চাহিদা ও রেমিট্যান্স প্রবাহের কল্যাণে ২০১৪ অর্থবছরে ৬.১২ ভাগ প্রবৃদ্ধি অর্জনে সক্ষম হয়েছে। চলতি অর্থবছরে ব্যক্তিখাতে বিনিয়োগ চাহিদার ধীর গতি থাকলেও সরকারি ব্যয় ও বিনিয়োগ ছিল কাঙ্ক্ষিত পর্যায়ে। অন্যদিকে বৈশ্বিক চাহিদা বৃদ্ধির প্রেক্ষিতে রপ্তানি ও রেমিট্যান্স প্রবাহ বেড়েছে। রেমিট্যান্স বৃদ্ধি আর আমদানি হ্রাসের সম্মিলিত প্রভাবে ২০১৪ সালে বাংলাদেশের ৪৩ বছরের ইতিহাসে সব রেকর্ড ভঙ্গ করে প্রথমবারের মতো বৈদেশিক মুদ্রার রিজার্ভ ২২ বিলিয়ন ডলারের মাইলফলক অতিক্রম করেছে। এ পরিমাণ রিজার্ভ দেশের সাত মাসের আমদানি মূল্য পরিশোধের জন্য যথেষ্ট। এই বিষয়ে আমরা এখন ভারত, সিংগাপুর, হংকং, দক্ষিণ কোরিয়া, ইন্দোনেশিয়া ও মালয়েশিয়ার মতো দেশের এলিট ক্লাবের সদস্য। রিজার্ভের এই স্থিতিতে বাংলাদেশ এখন দক্ষিণ এশিয়ার মধ্যে দ্বিতীয় স্থান অধিকারী দেশ। বৈদেশিক মুদ্রা বাড়াই টাকার মূল্যমান ক্রমাগত শক্তিশালী হচ্ছে। আর্থিক খাত শুধু স্থিতিশীলতা অর্জন করেনি বরং সু-বিস্তৃত ও শক্তিশালী ডিটের উপর দাড়াতে সক্ষম হয়েছে। সাময়িক অর্থনীতির মূল্য সূচক সমূহ যেমন: জিডিপি, আমদানি-রপ্তানি, মুদ্রাস্ফীতি, রেমিট্যান্স অন্তঃপ্রবাহ, বৈদেশিক মুদ্রার রিজার্ভ, কর্মসংস্থান, গড় মাথাপিছু আয়, কৃষি, শিল্প, শিক্ষা, স্বাস্থ্য, তথ্য প্রযুক্তি, বিদ্যুৎ ও জ্বালানি ইত্যাদি সকল ক্ষেত্রেই ব্যাপক উন্নতি হয়েছে। নারীদের ক্ষমতায়ন, কর্মসংস্থান ও নারী শিক্ষার হার বেড়েছে।

আপনারা সকলেই অবগত আছেন যে, আমাদের নিবেদিত কর্মীবাহিনী তীব্র প্রতিযোগিতামূলক ব্যাংকিং পরিবেশে নিষ্ঠার সাথে কাজ করে সফলভাবে ব্যাংকের কার্যক্রমকে সম্মানিত গ্রাহকবৃন্দের কাছে সহজলভ্য করে তুলেছে। গ্রাহকদের দ্রুত পরিবর্তনশীল চাহিদা মেটানোর লক্ষ্যে ব্যাংক তার

প্রাতিষ্ঠানিক কাঠামো যুগোপযোগী ও আধুনিকায়ন করেছে। বিশেষ করে ব্যাংকিং-২ এর সাথে সঙ্গতি রেখে পরিশোধিত মূলধন ৬৭০ কোটি টাকা এবং মোট উপযুক্ত মূলধন ১১০১ কোটি টাকায় উত্তীর্ণ করা হয়েছে। বর্তমানে ব্যাংকিং-৩ চালু হওয়ায় প্রয়োজনীয় মূলধনের পর্যাপ্ততা নিরূপণ পূর্বক গ্রহণযোগ্য মূলধন সংরক্ষণের লক্ষ্যে ২০০ কোটি টাকার সাবঅর্ডিনেট বন্ড ছাড়ার বিষয়টি বাংলাদেশ সিকিউরিটিজ এ্যান্ড এক্সচেঞ্জ কমিশন ও বাংলাদেশ ব্যাংক কর্তৃক ইতোমধ্যেই অনুমোদিত হয়েছে। দেশের পুঁজিবাজারকে আরো শক্তিশালী ও গতিশীল করার নিমিত্তে আমরা এসবিএল ক্যাপিটাল ম্যানেজমেন্ট- এর মাধ্যমে ১৬০ কোটি টাকা বিনিয়োগ করেছি এবং ক্ষুদ্র বিনিয়োগকারীদের অর্থ সরবরাহ বাড়ানোর লক্ষ্যে স্ট্যাডার্ড ব্যাংক সিকিউরিটিজ লিঃ এর মাধ্যমে প্রায় ৮০ কোটি টাকা বিনিয়োগ করেছি। দেশের জনগণের ধর্মীয় অনুভূতির বিষয়টি বিবেচনায় নিয়ে টাকা ও চট্টগ্রামের দুটি শাখায় পৃথক ইসলামী ব্যাংকিং উইডোর মাধ্যমে এবং সারাদেশে বিদ্যমান ৯৬টি শাখার সাহায্যে আধুনিক ব্যাংকিং সেবা প্রদান করা হচ্ছে এবং উক্ত সেবা আরো সম্প্রসারণ করার জন্য আমরা নিরন্তর প্রচেষ্টা চালিয়ে যাচ্ছি। অনাবাসী বাংলাদেশীদের কষ্টার্জিত বৈদেশিক মুদ্রা দ্রুত দেশে আনয়নের লক্ষ্যে আন্তর্জাতিক খ্যাতি সম্পন্ন প্রতিষ্ঠান মানিগ্রামসহ বিভিন্ন এক্সচেঞ্জ হাউজের সাথে চুক্তি সম্পাদন করা হয়েছে। যুক্তরাজ্যের লন্ডনে স্ট্যাডার্ড এক্সচেঞ্জ (ইউকে) লিমিটেড এর পাশাপাশি বিদেশে অবস্থানরত প্রবাসীদের দেশের প্রতি যে আকর্ষণ লক্ষ্য করেছি, তাতে আমরা অনুপ্রাণিত হয়ে ২০১৩ সালে আমরা ব্যাংকের শতভাগ মালিকানাযুক্ত রাফ্টার নিউইয়র্কের জ্যাকসন হাইটস এ স্ট্যাডার্ড কোম্পানি ইউএসএ ইনকর্পোরেশন “স্ট্যাডার্ড এক্সপ্রেস” খোলার পর নিউইয়র্কে জ্যামাইকা, ওজোন-পার্ক, ব্রুকলিন ও ব্রংক্স-এ আরও ৪ টি শাখা খুলেছি এবং অ্যাসটোরিয়া নিউইয়র্ক ও লস এঞ্জেলস এ শাখা খোলার পদক্ষেপ নেয়া হয়েছে। ইতোমধ্যে “স্ট্যাডার্ড মানি ট্রান্সফার (অস্ট্রেলিয়া) পিটিওয়াই লিঃ” নামীয় শাখা খোলার অনুমোদন পেয়েছি। পর্যায়ক্রমে বাঙ্গালী অধ্যুষিত বিশ্বের অন্যান্য স্থানে যেমন- স্পেন, দক্ষিণ কোরিয়া, মধ্যপ্রাচ্য, কানাডা, ইটালি, মালয়েশিয়া ও সিঙ্গাপুরে আরো এক্সচেঞ্জ হাউস খোলা হবে। বিদেশগামী ও প্রত্য্যগতদের সেবা সম্প্রসারণের লক্ষ্যে হযরত শাহজালাল (রাঃ) আন্তর্জাতিক বিমান বন্দর, ঢাকাতে আমরা ফরেন কারেন্সি একচেঞ্জ বুথ খুলেছি। বিগত বৎসরে ফরেন রেমিট্যান্স খাতে আমরা উল্লেখযোগ্য পরিমাণে ব্যবসা আহরণে সমর্থ হয়েছি। পাশাপাশি বাল্যকাল থেকে সঞ্চয়ের অভ্যাস গড়ে তোলার লক্ষ্যে ছাত্র/ছাত্রীদের জন্য স্কুল ব্যাংকিং, শিক্ষা স্কিম কার্যক্রম পরিচালনার লক্ষ্যে আমাদের সকল শাখায় স্কুল ব্যাংকিং কার্যক্রম চালু করেছি এবং শ্রমজীবী ও সাধারণ মানুষের কল্যাণে ওয়ার্কস সেভিংস স্কিম এর মতো জনকল্যাণমুখী ব্যাংকিং কার্যক্রম প্রক্রিয়ান্বিত এবং শীঘ্রই তা প্রবর্তন করা হবে। জনসেবার বিষয়ে অগ্রাধিকার দিয়ে বিভিন্ন সংস্থার আবাসিক/ বাণিজ্যিক/ শিল্পখাতের বিভিন্ন ইউটিলিটি বিল সমূহ সংগ্রহ করে আসছি। ধর্মীয় মূল্যবোধের প্রতি শ্রদ্ধা প্রদর্শন করে সরকারী ও বেসরকারি সম্মানিত হজ্ব গমনেচ্ছুদের হজ্জের ফি সমূহ জমা গ্রহণ করছি। বাংলাদেশ রোড ট্রান্সপোর্ট অথরিটি (বিআরটিএ) যানবাহন নবায়ন ইত্যাদি ফি সমূহ ও জমা নেয়া হয়। দেশের ব্যবসা-বাণিজ্যে গতিশীলতা আনয়নের লক্ষ্যে ক্ষুদ্র ও মাঝারী খাতে বিনিয়োগের পরিমাণ বৃদ্ধি করা হয়েছে। দেশের কৃষি, কৃষক তথা আপামর দরিদ্র জনগোষ্ঠীর জীবন মান উন্নয়নের লক্ষ্যে কৃষি খাতে বিনিয়োগের পরিমাণ বৃদ্ধি করা হয়েছে। বিগত ২০১৪ সালে এসএমই খাতে ৪২২.৭৬ কোটি টাকা ঋণ বিতরণ করা হয়েছে যার পরিমাণ ২০১৩ সালে ছিল ৩৪১.৬৬ কোটি টাকা।

ক্ষুদ্র ও মাঝারী উদ্যোক্তারা আমাদের অর্থনীতির প্রাণশক্তি। তাদেরকে অর্থনীতির মূলস্রোতধারায় নিয়ে আসার লক্ষ্যে প্রধান কার্যালয় ও শাখা পর্যায়ে এস.এম.ই ও কৃষি ঋণ নামে স্বতন্ত্র বিভাগের মাধ্যমে ক্ষুদ্র ব্যবসায়ী ও কৃষকদের প্রতিনিয়ত সেবা প্রদান করা হচ্ছে। আমরা বিশ্বাস করি, দেশ ও জাতির উন্নয়নের জন্য এসএমই ও কৃষি খাতের উন্নয়ন অনস্বীকার্য। তাই আমাদের প্রতিটি শাখাকে এসএমই ও কৃষি খাতে অর্থায়নের জন্য লক্ষ্যমাত্রা নির্ধারণ করে দিয়েছি, যাতে করে উক্ত খাতে আমরা আরো উল্লেখযোগ্য অবদান রাখতে সক্ষম হই। কৃষকদেরকে ব্যাংকিং চ্যানেলের আওতায় আনার লক্ষ্যে আমাদের ব্যাংক গ্রামীণ, এস.এম.ই /কৃষি শাখাতে ১০ টাকা করে গ্রহণের মাধ্যমে হিসাব খোলার নিয়ম চালু করেছে।

দেশের অর্থনীতির মূল চালিকাশক্তি হচ্ছে বৈদেশিক মুদ্রা। তাই আমাদের দেশের বৈদেশিক মুদ্রা ভান্ডার সমৃদ্ধশালী করার লক্ষ্যে রেমিট্যান্স আনয়নের পাশাপাশি আমদানি / রপ্তানিখাতকে অগ্রাধিকার দিয়েছি এবং ট্র্যাডিশনাল আইটেম যেমন তৈরি পোশাক, চামড়া, চা, কাঁচা পাট ও পাটজাত দ্রব্য এবং নন-ট্র্যাডিশনাল আইটেম যেমনঃ টাইলস, বাইসাইকেল, চিংড়ি, হস্তশিল্প, পান-সুপারি, ধনিয়া বিজ, বোতল, কাঁচা শাক-সবজি ও কাঁকড়াসহ রপ্তানি খাতে অর্থায়ন অব্যাহত রেখেছি। জাতীয় অর্থনীতিতে অগ্রণী ভূমিকা পালনের পাশাপাশি সরকারী কোষাগারে প্রতি বছর বিপুল পরিমাণ ট্যাক্স প্রদান করে আসছি, যার স্বীকৃতি স্বরূপ গণপ্রজাতন্ত্রী বাংলাদেশ সরকারের জাতীয় রাজস্ব বোর্ড আভ্যন্তরীণ সম্পদ বিভাগ অর্থমন্ত্রণালয় “জাতীয় ট্যাক্স কার্ড নীতিমালা-২০১০” অনুযায়ী ২০১৩-২০১৪ করবর্ষে কোম্পানি পর্যায়ে ৮ম সর্বোচ্চ আয়করদাতা হিসেবে স্ট্যাডার্ড ব্যাংক লিমিটেড কে ট্যাক্স কার্ড সম্মাননা দিয়েছে।

অনলাইন ব্যাংকিং সার্ভিস প্রবর্তনের পর পরই ব্যাংক ক্রেডিট ও ডেবিট কার্ডের মাধ্যমে সেবার মানকে অত্যাধুনিক করা হয়েছে। ইতোমধ্যে অত্র ব্যাংকের ক্রেডিট কার্ড দেশ-বিদেশের বিভিন্ন স্থানে ব্যবহার করা হচ্ছে। এরই প্রেক্ষিতে অন্যান্য ব্যাংক ও সংস্থার সঙ্গে চুক্তির মাধ্যমে আমরা একটি শক্তিশালী নেটওয়ার্ক গড়ে তুলেছি এবং আমাদের কার্ডহোল্ডারগণ যাতে নিরলস সেবা পেতে পারেন এলক্ষ্যে আমরা অত্যাধুনিক যন্ত্রপাতি দিয়ে আমাদের কার্ড ও আইটি বিভাগ-দ্বয়কে স্বয়ংক্রিয় করেছি। আমরা ইতোমধ্যে গ্রামে ও শহরে যৌথভাবে আমাদের এটিএম বুথ খুলে ডিজিটাল বাংলাদেশের অগ্রযাত্রা শুরু করেছি। পর্যায়ক্রমে এটিএম এর সুবিধা আমরা সর্বস্তরের গ্রাহকের কাছে সহজলভ্য করতে চাই। সারাদেশে আমাদের ৩৬টি এটিএম বুথ

খোলা হয়েছে এবং চলতি বছরে আমরা আরও ৫০টি এটিএম বুথ খোলার পরিকল্পনা নিয়ে কার্যক্রম পরিচালনা করছি। আপনারা জেনে খুশি হবেন ২০১৪ সালে স্ট্যান্ডার্ড ব্যাংক ন্যাশনাল পেমেণ্ট সুইচ সিস্টেমের সাথে যুক্ত হয়েছে, যার ফলে বিভিন্ন ব্যাংকের ক্যাশ নেটওয়ার্কের আওতায় আমাদের সম্মানিত গ্রাহকরা প্রায় ৫,৫০০টির বেশি এটিএম বুথ ব্যবহারের সুযোগ পাচ্ছেন। ২০১৫ সালে ন্যাশনাল পেমেণ্ট সুইচ সিস্টেমের আওতায় আমরা ডেবিট কার্ডের মাধ্যমে মার্চেন্ট পেমেণ্ট অপশন উন্মোচন করবো। এছাড়া আমরা গ্রাহকদের সুবিধার্থে ই-কমার্স চালু করার উদ্যোগ নিয়েছি।

এছাড়া সোনালী ও ইসলামী ব্যাংকের মাধ্যমে ক্যাশ নেটওয়ার্কের আওতায় ১৫০টির বেশি এটিএম বুথ পরিচালনায় আমাদের চুক্তি রয়েছে। ব্যাংকের ওয়েবসাইটে এতদসংক্রান্ত তথ্যাদি দেয়া আছে। ভবিষ্যতে পর্যায়ক্রমে গ্রাহকদের বিভিন্ন ইউটিলিটি বিলসমূহ অনলাইনে পরিশোধ/জমা প্রদানের মাধ্যমে সেবাদানের বিষয়টি কার্যকর করতে আমরা আরো সচেষ্ট থাকব।

ব্যাংকিং খাতে প্রযুক্তিকে ব্যবহারের অন্যতম খাত হলো এসএমএস ব্যাংকিং বা অ্যালাট ব্যাংকিং সুবিধা। সেবার মান আধুনিকায়নে আমরা প্রাথমিকভাবে মূল্যবান গ্রাহকদের এসএমএস ব্যাংকিং সুবিধা প্রদান করছি, যার ফলে মোবাইল মেসেজের মাধ্যমে গ্রাহকদের হিসাবের লেনদেন অবহিত করা যায়, ২৪ ঘণ্টা গ্রাহক তার হিসাবের স্থিতি জানতে পারেন এবং গ্রাহককে তার হিসাবের সর্বশেষ ৬টি লেনদেনের বিবরণী পরিবেশন করা হয়। পর্যায়ক্রমে বিভিন্ন রকম হিসাবের তথ্য যেমনঃ মিনি স্টেটমেন্ট, লাস্ট ব্যালেন্স, এফডিআর ম্যাচুরিটি, ইনস্টলমেন্ট ডিউ ইত্যাদি সুবিধা এসএমএস ব্যাংকিং সেবার আওতায় আনা হবে। মূলত গ্রামীণ জনপদে বসবাসকারী লোকদেরকে ব্যাংকিং সেবা দেওয়ার মানসেই আমাদের ব্যাংক মোবাইল ব্যাংকিং কার্যক্রম চালুর উদ্যোগ নিয়েছে। এ সেবার আওতায় মোবাইল ফোনের মাধ্যমে অর্থ প্রেরণ, জমা ও উত্তোলন, বেতন ভাতাদি প্রদান, ইউটিলিটি বিল পরিশোধ ইত্যাদি করা যাবে। ভৌগোলিকভাবে দেশের দুর্গম, পাহাড়ি, প্রত্যন্ত ও কম ঘনবসতি এলাকা, যেখানে ব্যাংকিং সুবিধা এখনো পৌঁছানি ওই সব এলাকায় ছড়িয়ে, ছিটিয়ে থাকা মানুষকে সীমিত আকারে ব্যাংকিং সেবা প্রদানের লক্ষ্য নিয়ে এজেন্টের মাধ্যমে সাশ্রয়ী ব্যয়ে সীমিত আকারে আর্থিক সেবা দেওয়ার লক্ষ্যে এজেন্ট ব্যাংকিং চালুর উদ্যোগ আমরা নিয়েছি। এজেন্ট ব্যাংকিং এর মাধ্যমে সেসব প্রত্যন্ত গ্রাম বা এলাকার বাসিন্দারা নিজ পাড়া বা মহল্লায় ব্যাংকের নিযুক্ত এজেন্টের কাছে গিয়ে স্বল্প ব্যয়ে ছোট অঙ্কের আমানত জমা, খণের তথ্য সংগ্রহ, রেমিট্যান্স সংগ্রহ, বিভিন্ন ধরনের বিল পরিশোধ, বিদেশ থেকে আসা রেমিট্যান্স সংগ্রহ, ছোট আকারের ঋণ বিতরণ ও ঋণের কিস্তি আদায়, বিদ্যুৎ ও অন্যান্য ইউটিলিটি বিল পরিশোধ করতে পারবে।

বৈদেশিক ব্যবসা বাণিজ্য পরিচালনার লক্ষ্যে বর্তমানে ১৮টি অথরাইজড ডিলার (এডি) শাখার কার্যক্রম অব্যাহত আছে এবং শীঘ্রই দেশের অভ্যন্তর থেকে বিদেশী গ্রাহকদের দোরগোড়ায় ব্যাংকিং সুবিধা পৌঁছে দিতে অফশোর ব্যাংকিং ইউনিট চালু করা হয়েছে।

এ সকল কার্যক্রম এবং কারিগরি উৎকর্ষতা ও প্রতিযোগিতার পটভূমিতে আমাদের সেবার মান অধিকতর উন্নত হবে, ইনশাআল্লাহ। ব্যাংকের প্রত্যাশা, আধুনিকীকরণের এই প্রক্রিয়া উন্নত গ্রাহক সেবা প্রদানের লক্ষ্য অর্জনে সহায়ক হবে এবং দেশে বিদেশে অবস্থানরত সকল গ্রাহককে স্বল্প সময়ে কাঙ্ক্ষিত সেবা প্রদানে সক্ষম হবে।

বিশুব্যাপী আর্থিক মন্দা এবং প্রতিযোগিতামূলক ব্যাংকিং পরিবেশের প্রেক্ষাপটে ২০১৪ সালে আমাদের ব্যাংক আমানত, ঋণ ও মুনাফার ক্ষেত্রে যে সফলতা অর্জন করেছে তা অত্যন্ত প্রশংসনীয়। গতিশীল বিনিয়োগ ব্যাংকের সফলতা উচ্চ শিখরে নিয়ে যায়। ব্যাংকের এ সাফল্য জাতীয় অর্থনীতিতে গুরুত্বপূর্ণ ভূমিকা রাখবে। ২০১৪ সালে অর্জিত ব্যবসার পরিসংখ্যান নিম্নরূপ:

	২০১৪	২০১৩
ব্যাংকের আমানত	৯,৭৩০ কোটি টাকা	৮,৭৯৬ কোটি টাকা
ঋণ ও অগ্রিম	৮,০৪৫ কোটি টাকা	৭,৪৯৮ কোটি টাকা
বৈদেশিক বাণিজ্য	৯,৭৫২ কোটি টাকা	৯,৩৬৩ কোটি টাকা
ব্যাংকের পরিচালন মুনাফা	৩৮৪ কোটি টাকা	৩৯৮ কোটি টাকা
প্রতি শেয়ারে আয়	২.১৩ টাকা	১.৭৭ টাকা

আমাদের দীর্ঘদিনের লালিত স্বপ্ন হচ্ছে ব্যাংকের একটি নিজস্ব আধুনিক কর্পোরেট অফিস গড়ে তোলা। আর এই ধারায় আমরা ইতোমধ্যে রাজধানীর অভিজাত এলাকা গুলশানে প্রায় এক বিঘা জায়গা ক্রয় করেছি। নিজস্ব ভবন নির্মাণের যাবতীয় প্রাথমিক প্রস্তুতিমূলক কাজগুলো সমাপ্তির পথে। নকশা অনুমোদন প্রক্রিয়াধীন রয়েছে। ইনশাআল্লাহ, খুব অল্প সময়ের মধ্যেই আধুনিক স্থাপনার নান্দনিক নির্মাণশৈলীর কর্পোরেট অফিস নির্মাণ কাজ শুরু হবে।

২০১৪ সালে আমরা ৫টি গ্রামীণ ও ৪টি শহর-ভিত্তিক মোট ৯টি শাখা খুলেছি। চলতি বছরে আমরা আরো ৮টি শাখা খোলার অনুমতি পেয়েছি। ইতোমধ্যে, স্থান নির্বাচন ও আনুষঙ্গিক কার্যক্রমের কাজ প্রায় সমাপ্ত। ব্যাংকের এই সম্প্রসারণ কার্যক্রমকে বাস্তবায়ন করার লক্ষ্যে আমরা পেশাদার ও অভিজ্ঞ কর্মকর্তা-কর্মচারী নিয়োগ দিয়ে মোট লোকবল ১,৫৪৮ জনে উন্নীত করেছি, যা দেশের বেকার সমস্যা সমাধান ও অর্থনৈতিক উন্নয়নে ব্যাপক অবদান রাখতে সক্ষম হয়েছে এবং চলতি বছর এর সংখ্যা উল্লেখযোগ্য হারে বৃদ্ধি পাবে।

সম্মানিত শেয়ারহোল্ডারগণ,

আমাদের অঙ্গীকার এই ব্যাংকটিকে একটি আধুনিক প্রযুক্তিনির্ভর, আদর্শ, প্রগতিশীল ও আন্তর্জাতিক মানের ব্যাংক হিসেবে গড়ে তোলা। ইতোমধ্যে আন্তর্জাতিক খ্যাতি সম্পন্ন 'ইরা সফটওয়্যার' এর সঙ্গে ব্যাংক চুক্তি সম্পাদন করেছে এবং এর আওতায় আমরা এখন রিয়েল টাইম অনলাইন ব্যাংকিং এর সুবিধা দিচ্ছি। বর্তমানে ব্যাংকের সকল শাখায় অনলাইন কার্যক্রম চালু রয়েছে। এখন আমাদের এক শাখার গ্রাহক আমাদের অন্য শাখা হতে তার ব্যাংকিং লেনদেন নির্বিঘ্নে নিশ্চিন্ত করতে পারছে। গ্রাহকদের ব্যাংকিং কার্যক্রম নিরবিচ্ছিন্ন করার লক্ষ্যে নিজস্ব পাওয়ার সল্যুশন সুবিধা সম্পন্ন আধুনিক 'ডাটা সেন্টার' স্থাপন করা হয়েছে, যা অধিক ক্ষমতা সম্পন্ন। যে কোন ধরনের দুর্ঘটনা মোকাবেলা করে নিরবিচ্ছিন্নভাবে লেনদেন নিশ্চিত করতে ডাকার বাইরে 'ডিজাস্টার রিকভারী' বা 'ডিআর' চালু করা হয়েছে। ভূমিকম্প, আগুন বা অন্য যে কোন কারণে ব্যাংকের লেনদেন বাধাগ্রস্ত হলে স্বয়ংক্রিয়ভাবে এই 'ডিআর' চালু হবে। ফলে যে কোন দুর্ঘটনা গ্রাহকের ব্যাংকিং লেনদেনে কোন প্রভাব পড়বে না।

অনলাইন এর যে কোন সমস্যা দ্রুত সমাধানের জন্য যে বিজনেস টিম গঠন করা হয়েছিল তা নিরলসভাবে কাজ করে যাচ্ছে, যাতে শাখাগুলির কাজকর্ম কেন্দ্রীয়ভাবে পর্যবেক্ষণ করা যায় এবং আইটি সিস্টেমের কাজ কর্মের পদ্ধতিগত তদারকি স্বচ্ছ হয়। ফলে ব্যাংকিং কাজকর্মের ঝুঁকি অনেকাংশে হ্রাস পাবে। অনলাইন কার্যক্রম যেন সবসময় নির্ভুল ও আস্থার সাথে পরিচালিত হয়, তা আইটি অডিট অনুবিভাগ সব সময় পর্যবেক্ষণ ও নিরীক্ষণ করছে।

ব্যাংকের কার্যক্রমে স্বচ্ছতা আনয়ন, অনিয়ম ও জাল-জালিয়াতি চিহ্নিতকরণ এবং তা দূরীকরণের লক্ষ্যে একটি দক্ষ অভ্যন্তরীণ নিরীক্ষা ও পরিপালন বিভাগ আমাদের রয়েছে। ব্যবস্থাপনা কর্তৃপক্ষ এবং অভিজ্ঞ ও শক্তিশালী অডিট কমিটির তত্ত্বাবধানে পরিকল্পনা মাসিক উক্ত বিভাগের কার্যক্রম পরিচালিত হয় যাতে ভুলত্রুটি, ত্রুটি বিদ্যুতি পরিহার করা যায়। বাংলাদেশ ব্যাংকের প্রতিনিধিদের উপস্থিতিতে পর্ষদের বিশেষ বোর্ডসভার মাধ্যমে বিধি বিধান পরিপালন, অনিয়ম ইত্যাদি বিষয়ে আলোচনা সাপেক্ষে আমরা সুষ্ঠু কার্যক্রম পরিচালনা করে আসছি।

দক্ষ মানবসম্পদ টেকসই প্রবৃদ্ধির জন্য অপরিহার্য। এ জন্য প্রয়োজন কর্মকর্তা ও কর্মচারীদের উন্নত দক্ষতা, জ্ঞান ও উৎপাদনশীলতা, আর এ কথা মনে রেখে নতুন প্রশিক্ষণ পরিকল্পনা গ্রহণ করা হয়েছে এবং সময়ের চাহিদার সাথে সংগতি রেখে বিভিন্ন ধরনের প্রশিক্ষণ কর্মসূচী গ্রহণ করা হয়েছে। এ ধরনের ব্যাংকিং কর্মসূচীর মাধ্যমে ব্যাংক কর্মকর্তাদেরকে আরো উন্নত ও দক্ষ গ্রাহক-সেবা প্রদানের সক্ষমতা তৈরি করছে। ২০০৫ সালে প্রতিষ্ঠিত ট্রেনিং ইন্সটিটিউট ধীরে ধীরে পূর্ণাঙ্গ অবয়বে রূপ লাভ করছে। ব্যাংকিং জ্ঞান, গুনাবলী ও দক্ষতার উৎকর্ষ সাধনে এই ইন্সটিটিউট বিভিন্ন রকম কোর্স পরিচালনা করছে; যেমন ব্যাংকিং ফাউন্ডেশন কোর্স ফর প্রবেশনকারী অফিসার, নব নিযুক্ত এ্যাসিস্ট্যান্ট অফিসারদের জন্য ইনডাকশন কোর্স অন ব্যাংকিং, সময়ের চাহিদার সাথে সাথে প্রয়োজন সাপেক্ষে কর্মকর্তাদের জন্য যুগোপযোগী অন্যান্য কোর্স/কর্মশালা। ২০১৪ সালে এইরূপ ৬৩টি কোর্স/কর্মশালা পরিচালনা করা হয়েছে, যাতে ১৬৮২ জন কর্মকর্তা অংশ নিয়েছেন।

লভ্যাংশ,

আপনারা ইতোমধ্যে অবহিত হয়েছেন যে, আমাদের ২০১৪ সালের নিট মুনাফার পরিমাণ ৮৭.৭৭ কোটি টাকা। ব্যাংকের পরিচালনা পর্ষদ বাস্তব অবস্থা পর্যালোচনা পূর্বক ১৫% হারে স্টক ডিভিডেন্ড প্রদানের সুপারিশ করেছে, যা আপনারদের অনুমোদনের জন্য আলোচ্যসূচীতে অন্তর্ভুক্ত করা হয়েছে।

প্রিয় শেয়ারহোল্ডারগণ,

বিদ্যমান অর্থনীতির বিরূপ পরিস্থিতিতে আমাদের ব্যাংকের, শ্রেণীবিন্যাসকৃত ঋণ বা কু-ঋণের পরিমাণ তুলনামূলকভাবে কম। সার্বিকভাবে ব্যাংকের অ্যাসেট কোয়ালিটি ভাল অবস্থায় রয়েছে। তবুও আমরা শ্রেণীবিন্যাসকৃত ঋণসহ সাধারণ ঋণের জন্য প্রতিশোধ যথাযথভাবে ও যথেষ্ট পরিমাণ সংরক্ষণ করেছি। ব্যাংকের শ্রেণীবিন্যাসকৃত ঋণের পরিমাণকে নিয়ন্ত্রণ ও তদারকি করার জন্য প্রধান কার্যালয়ে ঋণ আদায় বিভাগ, শাখার ব্যবস্থাপকদের সঙ্গে নিয়মিত যোগাযোগ করে আসছে। উক্ত বিভাগ প্রতিনিয়ত মনিটরিং ও ফলোআপ করছে, ফলে শ্রেণীবিন্যাসকৃত ঋণের উর্ধ্বগতি ইতিমধ্যে নিয়ন্ত্রণে রাখা সম্ভব হয়েছে। এটি সম্ভব হয়েছে পর্ষদের সম্মানিত পরিচালকবৃন্দের প্রজ্ঞা, ব্যবস্থাপনা কর্তৃপক্ষের বিচক্ষণতা ও ব্যবস্থাপকবৃন্দের বিশেষায়িত কার্যক্রমের জন্য। আমি সবাইকে জানাই আন্তরিক ধন্যবাদ।

সম্মানিত শেয়ারহোল্ডারগণ,

কর্পোরেট হাউজ হিসেবে সকল কর্মকাণ্ডে আমাদের প্রাতিষ্ঠানিক সামাজিক দায়বদ্ধতার প্রতি প্রতিশ্রুতিবদ্ধ। ব্যাংক কেবলমাত্র মুনাফামুখী না থেকে আর্থিকখাতের ব্যবস্থাপনা মানবিকতা বোধের একটি নতুন মাত্রা এনেছে কর্পোরেট সামাজিক দায়বদ্ধতা (সিএসআর)। গণ মানুষ ও সমাজের উন্নতিতে অবদান রাখার মাধ্যমে অর্থনৈতিক ও সামাজিক সূচক সমূহের উন্নতিতে আমাদের ব্যাংক অগ্রণী ভূমিকা পালন করছে। প্রত্যন্ত অঞ্চলের বন্যা দুর্গতের মাঝে ত্রাণ, শীতাত্তদের মাঝে শীত বস্ত্র বিতরণ, দরিদ্র মেধাবী ছাত্র/ছাত্রীদের মাঝে বৃত্তি প্রদান সহ বিভিন্ন ধরনের আর্থ-সামাজিক কল্যাণমূলক কাজে আমরা প্রতিনিয়ত অংশগ্রহণ করছি।

ব্যাংক মুনাফা অর্জনের পাশাপাশি যাতে দেশের আর্থ সামাজিক উন্নয়ন ও জনকল্যাণমূলক কাজে সরাসরি সম্পৃক্ত হতে পারে তার জন্য কল্যাণমূলক কাজ সিএসআর কার্যক্রমের আওতায় ২০১৪ সালে প্রায় ৪.৮৩ কোটি টাকা প্রদান করা হয়েছে।

কৃতজ্ঞতা জ্ঞাপন,

পরিচালনা পর্ষদের পক্ষ থেকে আমি আমাদের সম্মানিত গ্রাহক, পৃষ্ঠপোষক ও শুভানুধ্যায়ীদের প্রতি আন্তরিক কৃতজ্ঞতা জানাই, যাদের আস্থাই সর্বদা আমাদের শক্তি ও প্রেরণার উৎস। ব্যাংকের প্রতি তাদের দূরদর্শী দিক নির্দেশনা ও গুরুত্বপূর্ণ অবদান এবং পর্ষদ চেয়ারম্যান হিসেবে দায়িত্ব পালনে আমাদের সহযোগিতা, পরামর্শ ও সর্বাত্মক সমর্থন প্রদানের জন্য পরিচালনা পর্ষদের আমার সহকর্মীবৃন্দকে ধন্যবাদ জানাই। ব্যাংকের সার্বিক অগ্রগতি, উন্নয়ন ও সফলতা অর্জনে স্ট্যান্ডার্ড ব্যাংক পরিবারের প্রত্যেক সদস্যকে তাদের নিরলস পরিশ্রম ও সেবা প্রদানের জন্য পর্ষদের পক্ষ থেকে জানাচ্ছি কৃতজ্ঞতা ও আন্তরিক ধন্যবাদ।

ব্যাংকের পরিচালনা পর্ষদের ও সর্বস্তরের কর্মকর্তা-কর্মচারীদের এবং আমার নিজের পক্ষ থেকে উপস্থিত সকল সম্মানিত শেয়ারহোল্ডারবৃন্দকে তাদের সহযোগিতার জন্য আন্তরিক ধন্যবাদ জ্ঞাপন করছি। আমাদের ব্যাংকের মূল চালিকা শক্তি ব্যাংকের সম্মানিত গ্রাহক ও শেয়ারহোল্ডারগণ। অত্র ব্যাংকের উদ্যোক্তা শেয়ার বা অন্য কোন শেয়ার গ্রুপের বিভাজন নেই। কৃতজ্ঞতা জ্ঞাপন করছি, গণপ্রজাতন্ত্রী বাংলাদেশ সরকারের অর্থ মন্ত্রণালয়, ব্যাংক ও আর্থিক প্রতিষ্ঠান বিভাগ, বাংলাদেশ ব্যাংক, বিএসইসি, ডিএসই, সিএসই, জয়েন্ট স্টক কোম্পানি সমূহের রেজিস্টার, সিডিবিএল এবং অন্যান্য সকল নিয়ন্ত্রক কর্তৃপক্ষের প্রতি, যারা এগিয়ে চলার পথে আমাদের সক্রিয় সমর্থন যুগিয়েছেন। আমাদের প্রত্যাশা এসব প্রতিষ্ঠান সমূহ তাদের সহযোগিতা ও সমর্থন ভবিষ্যতেও অব্যাহত রাখবেন।

এই মুহূর্তে আরো একটি সফল বছরের প্রত্যাশায় যাত্রা শুরু করছি। সর্বশক্তিমান আল্লাহ-তায়াল্লা আমাদের এই যাত্রায় সহায় হোন- এ শুভ কামনায় সকলকে ধন্যবাদ।

আল্লাহ্ হাফেজ।



কারী আকরাম উদ্দিন আহমদ
চেয়ারম্যান- পরিচালনা পর্ষদ



Md. Nazmus Salehin
Managing Director & CEO

Managing Director & CEO's Round up

Dear Stakeholders,

It is a great privilege and honor for me to welcome you all on this august occasion at the 16th Annual General Meeting of Standard Bank Limited. I feel happy and delighted in conveying my salam and hearty felicitation to our honorable chairman, directors, and reverend shareholders of the bank, distinguished guests and other dignitaries. I enthusiastically take opportunity to express my heartfelt gratitude and sincere thanks for their continued support and cooperation throughout the year which has always been a great source of inspiration. Standard Bank Ltd. has passed another eventful year stuck with a lot of hurdles in the local and international arena but we were successful to squeeze better performance by dint of our dedication, firm commitment and setting right strategy. Our triumphant journey continued as usual along the line of improving upon the trend setting innovative banking practices. Standard Bank Ltd. is one of the most respected banking brands in the country today. It is a matter of pride for me to be able to sit at the helm of affairs of such a bank. I will surely do my best to repay the trust and confidence of all of you. Ever since Standard Bank Ltd. was established, our goal was to contribute to the national economy and at the same time increase shareholders' equity value. We have also tried to be a compliant bank and it was our continuous endeavor to follow all best practices of the industry while doing business with our valued customers, vendors and stakeholders. Standard Bank Limited is always trying for creating wide array of financial services and products to cater to the emerging needs of the market. The Bank focused on attracting new customers and retaining the loyalty of old customers through improved customer services at a very competitive price.

It is of immense pleasure that I have been able to present before you a brief sketch of some of the remarkable successes and distinctive achievements in different fields attained by Standard Bank Limited, over its widespread activities accomplished in the year 2014. It is my perception that your unstinted and unwavering support and inspiration have provided us strength to face those challenges successfully which are gradually leading us to the highest peak of success and progress. It has been the Board's and Management's endeavor in developing Standard Bank Limited as a global institution.

Global Outlook and our economy

The global economy is still struggling to gain momentum as many high-income countries continue to grapple with legacies of the global financial crisis and emerging economies are less dynamic than in the past. Barring major geopolitical upheaval, global economic growth continued to recover in 2014. The US, UK and Eurozone did continue to grow. However, there had been slowdown in the emerging world, which was already apparent a year ago, has continued in China, Brazil and Russia - most of the famous BRICS grouping. While we believe Bangladesh's GDP growth have been handsome marking 6.0+% annual average real GDP growth for well over a decade, however, our growth history could have been even higher with a stable political outlook. Recent long declining oil prices have sent shockwaves through the global economy with mixed geopolitical impressions. Bangladesh, however, remains the net beneficiary. Government had been able to raise the non bank financing and received subsidy cost savings from declining oil prices. This, in effect, kept the government borrowing from banking system well below the budgeted level. There was enough money left in the banking system for private sector financing needs. However, due to sluggish investment confidence economy has not seen major expansion in the real business. Domestic consumption has not grown to the expected level. Following to this, private sector credit growth was below the projected level. On external front, imports have rebounded from sluggishness for long and thus current account balance has turned to deposit. In the last half of the year imports of

capital machinery and production inputs had been on a rise. This could be seen as a recovery sign for a weakly performing investment climate. However, unfortunately, political unrest has resurfaced lately, which leaves us at high risk of economy wide sluggishness. With this backdrop 2015 remains as equally weak for financing business.

Industry outlook and Our Business Position

Declining demand for borrowing from the banking sector last year only helped pile up liquid assets. This resulted in insignificant returns and further erosion of asset quality. The stable money market led us to shifting resources from placement to short term HFT securities. Our strategic success was to utilize excess fund to generate sufficient earnings through arbitrage. Therefore, our investment income had a substantial growth of 13.84 % in the year 2014. Though the demand for credit was slow throughout the year but we have progressed cautiously and managed our risk profiles carefully. Banking sector pose a serious concern for stakeholders with only 15.47 % country credit growth compared to 11.04 % in 2013 and an alarming country NPL ratio of 9.69 % as on year-end 2014. But I am happy to share with you that despite a difficult time, the overall performance of Standard Bank Ltd. was steady. We kept our NPL below 5.00 percent, 3.55% to be exact, mainly for our prudent asset quality management policy, rigorous monitoring in our credit management and ethical business practice with strong corporate governance.

At Standard Bank Ltd., we believe in sustainable growth instead of rapid progression that cannot be sustained over a longer period. In the year 2014 our loans and advances was Tk. 8044.86 crore having 8.45% growth. This is lower than the industry average as we focused on maintaining our asset quality rather than the rapid growth of our portfolio. Deposits of banking operation was Tk. 9730.23 crore having 10.62% growth and as a result credit deposit ratio stood at 83%. Import of the Bank was Taka 5393.20 crore having 5.63% growth. Export was Taka 4358.70 crore having 2.38% growth and inward remittance was Taka 652.60 crore having 46.19% growth. In terms of budgetary achievement, Bank performed quite well even in the difficult time as mentioned above; deposit 89%, loans and advances 88%, operating profit 97%, import 66%, export 63% and inward remittance 113%.

By setting proper strategy we could lower cost of deposit to 8.86% in 2014 from 10.51% in 2013 that helped the Bank in generating spread at 4.97% which was 4.96% in previous year. Our non-interest income grew by 8.87% while Net Interest Income (NII) increased by only 40.09% due to slower credit growth 8.45 % as opposed to higher deposit growth of 10.62 %. A significant portion of this growth was offset by marginal growth of fees, commission & FX income because of negative growth of FX income (-4.40%) due to stable FX market and lesser recovery from written off loans which eventually led to 19.70 % operating profit growth. All these contributed to positive growth of Profit After Tax (PAT) by 13.61 % in 2014.

Contribution Towards the Society

As a responsible corporate citizen, we are committed to creating value for the society. For us development should be holistic and inclusive. Standard Bank Ltd. is always aware of its Corporate Social Responsibility (CSR) with an aim to ensure the bank as a socially responsible corporate entity contributing towards quality of life of the society at large without compromising our ecological balance. Since its inception, SBL has a pleasant involvement and proactive participation in benevolent activities like stands beside the marooned people during any natural or manmade disasters. To us success not only equals economic profit, it also means commitment to values - honesty, integrity, excellence, trust and dedication. At SBL, we are guided by the spirit of corporate social responsibility. Forging lasting relationships with the customers based on mutual trust has always been one of our topmost priorities. In line with the guidance of Bangladesh bank, SBL focused on CSR by involving in different nation building activities apart from usual

banking operations. During the year, Standard Bank Ltd. spent an amount of Tk. 48.30 million covering a vast area of education, health and other under privileged sectors for overall betterment of the nation. We continued our financial assistance to meritorious but poor students particularly in rural areas under CSR initiative.

Our Outlook

Year 2014 was undoubtedly a challenging year for Bangladesh economy and 2015 will, no doubt offer its share of new challenges even with our excellent track record of over sixteen years of ethical and prudent banking. We want to emerge as one of the most trusted partners of progress to trade and business of the country. As we look forward, we are committed to build a shared prosperity for our society to continue to meet the needs of future generation. The global economy remains volatile and the global banking industry has entered into a new era, experiencing rapid change in terms of market dynamics. Customers are increasingly service-focused and, at the same time, more demanding. New players, especially new banks, have entered into banking sector and the level of competition has significantly intensified.

Our ongoing success lies in our own hands and in the willingness and capacity of every single person in our bank to make change happen. The faster we manage to respond to this change environment, the more room we have to manoeuvre. I am convinced that together with support of our colleagues and other stakeholders we will take the lead and become the performance driven organization in banking industry, and I count on our determination to achieve this too.

Our industry has changed and is more competitive than ever before. At the same time we are facing the great macroeconomic challenges of unfavorable lending rates, turbulent financial markets and political unrest. It is therefore, even more important that we position our bank to be successful in this landscape. We must find new and smart ways to convey a compelling value proposition to our customers who are becoming more and more demanding. We need to ensure that we deliver on our promises. At the same time we have to be highly flexible and adaptable in order to respond to volatile market demands. The more successful we are in integrating this approach into how we do things at SBL, the better positioned we will be to continue advancing in our growth and future prospects. I believe our combined effort is making a difference.

Once again I should say that the Bank is growing and our results are also visible compared to the size of the bank. We are committed to make our bank into a modern and dynamic institution with corporate governance. We want to remain compliant, fair and transparent in our business deals. Our Bank would concentrate on sharpening its competitive edge by improving its business strategies and by protecting its credibility through performing the promises.

Strategic Priorities for 2015

2015 will be a challenging year yet our firm commitment towards excellence with outstanding operational efficiency will make the bank stronger, set examples for others to follow and create positive differences. Sustainable business growth, dynamic and talented human capital driven by values, excellent risk management, and involvement of mid level management in decision-making process will surely command some key strength for Standard Bank. We believe that, as long as we adhere to the right development strategy, take pro-active actions and forge ahead, 2015 will be full of hopes and harvests. Few of the major tactical and strategic moves that have been chalked out to drive for the next year are:

- (i) Achieving service excellence in delivering customer.
- (ii) Financial inclusion of customers' in the unbanked areas with geographical dispersal of branch network.

- (iii) Prudent Asset Liability Management by maintaining good credit portfolio through diversification of business with focus on SME, Agent Banking, Retail and Agricultural financing by achieving a favorable deposit mix with sound liquidity management.
- (iv) Effective Risk Management Practices through appropriately blending the risk reward parameters and targeting a growth driven credit portfolio expediting corporate credit rating and maintaining strong capital base to play safe and sound.
- (v) Efficient Internal Control and Regulatory Compliance System to continue to be a fully compliant Bank.
- (vi) Efficient Human Resource Base through attracting high quality people and providing with continuous training to next generation management.
- (vii) Effective IT Framework and System through upgradation of bank modules and strengthening of IT infrastructure with network security.
- (viii) Monitor and strengthen recovery drive to bring down the NPL and maintain asset quality at standard level.
- (ix) Taking strong initiative for launching 'Agent Banking' operation to provide financial service for nonbank people.
- (x) Launching of Merchant POS services with National Payment Switch and E-Commerce through Mobile Application.
- (xi) Basel-III compliance with raising and managing capital adequacy from 10% to 12.50%.

Our gratitude

I express our affiliation and extend warm greetings and profound gratitude to the valued customers, shareholders and well-wishers who are the source of inspiration of all our activities. I reverently congratulate our Honorable Chairman and all the respected directors of the board for their valuable guidance, support and prudent counsel in attaining desired progress and qualitative development in different financial indicators and standards of service. I express my sincere thanks to all the members of Standard Bank Limited for their uncompromising loyalty, relentless hard work and dynamic team spirit to take the bank forward. At the same time, I also congratulate them on achieving yet another impressive performance in our business success. Above all, I must convey my sincere thanks and heartfelt gratitude to our regulatory authorities specially Ministry of Finance, Bangladesh Bank, Bangladesh Securities and Exchange Commission(BSEC), National Board of Revenue (NBR), Dhaka Stock Exchange, Chittaagong Stock Exchange, RJSC and external auditors for their continued support and cooperation in running our business activities for the development of the Bank.

Let there be good days ahead for all of us. With the hope that our endeavor of eyeing for the next level is materialized. We look forward to a brighter and rewarding two thousand fifteen. May the Almighty ALLAH bestow His choicest blessings on all of us.

Wish you all of your lives be embellished with glory and success.



Md. Nazmus Salehin
Managing Director & CEO

15th Annual General Meeting



Honorable Chairman and members of the Board of Directors of SBL attend 15th Annual General Meeting.



Honorable Chairman of the Board of Directors of SBL Mr. Kazi Akramuddin Ahmed greeted shareholders in 15th Annual General Meeting.



A partial view of 15th Annual General Meeting of SBL. Honorable shareholders of the bank are seen.



REPORT



DIRECTORS RESPONSIBILITY STATEMENT

The Board is directly accountable to the shareholders and each year the company will hold an Annual General Meeting (AGM), at which the directors must provide a report to the shareholders on the performance of the company, what its future plans and strategies are and also submit themselves for re-election to the board. The Board of Directors is appointed to act for and on behalf of the shareholders to oversee the day to day affairs of the business. The report of the Company's affairs and the Audited Financial Statements duly certified by is generally to be laid down before the Annual General Meeting for discussion. In preparing the Annual Report, the Board of Directors is required to ensure that: the Financial Statements of the Bank and its subsidiaries are prepared in accordance with applicable Bangladesh Financial Reporting Standards (including Bangladesh Accounting Standards), relevant provisions of the Companies Act 1994, Bank Company Act 1991 (amended up to 2013), rules and regulations of Bangladesh Bank and Bangladesh Securities and Exchange Commission (BSEC), listing rules of Dhaka Stock Exchange Ltd. and Chittagong Stock Exchange Ltd. and other applicable laws, rules and regulations.

A. In compliance with section 184 of Companies Act 1994, the Annual Report which is presented in the Annual General Meeting (AGM) has a separate section as 'Directors' Report' containing, among others, a review of the following issues:

State of the Bank's affairs:

A review of financial performance and position has been presented in the Directors' Report and Management Discussion and Analysis (MD&A) section with relevant analytics.

Any recommended reserve in the balance sheet: An amount of BDT 3280 million has been transferred to 'Statutory Reserve' which is required to equate the same with paid up capital as per section 24 of Bank Company Act 1991 (amended up to 2013).

Recommended dividend: The Board has recommended 15% stock dividend equivalent to BDT 855 million for the completed year 2014.

Any event after balance sheet date which may affect company's financial condition: An amount of BDT 2,000 million on account of 06(Six) Years Non-convertible floating Rate Subordinated Bond might be received in mid- June 2015 and booked as tier-ii capital which will increase solvency as well as lending capacity (especially to single borrower) of the Bank.

Any change in bank's activities, subsidiaries' activities etc.: No major change in strategy and actions in the Bank and Subsidiaries experienced in 2014.

B. In compliance with BSEC Corporate Governance notification dated 07 August 2012 the Directors of the Bank hereby declare on following issues, among others, in their report as prescribed:

Industry outlook and possible future developments in the industry: A brief review in this regard has been presented in the Director's Report .

Segment-wise or Product-wise Performance: Business-wise performance has been presented in the MD&A section.

Risks and Concerns: A detailed discussion regarding risks and management of the same has been presented in Chief Risk Officers' Report on Risk Management.

Discussion on Operating Performance: A brief description in this regard has been presented in part of the Directors' Report.

Discussion on continuity of any Extra-Ordinary gain or loss: In last five years SBL has not experienced any extra-ordinary gain or loss. SBL's Five Years progression presented in the "Stakeholders Information" section will provide details information in support of this.

Basis for related party transactions and a statement of all related party transactions: The basis for related party transactions has been stated in the "Corporate Governance Report" and a statement of related party transactions has been presented in the Financial Statements 2014.

Utilization of proceeds from public issues, rights issues and/or through any others instruments: The bank has raised capital through public issues an IPO in 2003 a Right Issue in 2007. However, the raising capital has been presented in the Corporate Governance Report.

Deterioration of financial results after the company goes for IPO, Rights Offer, Direct Listing, etc.: Refer to the earlier paragraph, the bank issued IPO in 2003 and Right Share in 2007 but after that financial results of the Bank did not deteriorate.

Explanation of variances between Quarterly and Annual Financial performance: A brief discussion along with financial information in this regard has been presented in the Directors' Report and Management Discussion & Analysis.

Remuneration to directors including independent directors: Remuneration provided to directors has been presented in the Corporate Governance Report, Financial Statements & Directors' Report

The financial statements prepared by the management present fairly its state of affairs, the result of its operations, cash flows and changes in equity: A brief description in this regard has been presented in Directors' Report.

Maintenance of proper books of account: A brief description in this regard has been presented in Directors' Report.

Consistent application of appropriate accounting policies and estimates in preparation of financial statements: A brief description in this regard has been presented in Directors' Report.

Following International Accounting Standards (IAS)/ Bangladesh Accounting Standards (BAS)/ International Financial Reporting Standards (IFRS)/ Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, in preparation of financial statements and any departure there from has been adequately disclosed: Details description including disclosure of departures has been presented in the Financial Statements 2014.

The system of internal control is sound in design and has been effectively implemented and monitored: A brief description in this regard has been presented in the Internal Control & compliance in Directors' Report.

Significant doubts upon the Bank's ability to continue as a going concern: Nothing as yet and mentioned in Directors' Report.

Explanations to significant deviations from the last year's operating results: NII (Net Interest Income), income from investment and provision against loans and equity investments experienced significant deviations in 2014 which have been adequately discussed in the Directors' Report 2014 and MD&A section.

Summarization of last five year's key operating and financial data: Please see in the section of Stakeholders' Information.

Declaration of dividend or not: Declared 15% stock dividend for the year 2014.

No. of Board meetings and directors' attendance in 2014: Presented in the Directors' Report.

The pattern of shareholdings: Presented in the Directors' Report and the Notes to the Financial Statements 2014.

Brief resume of the directors and nature of their expertise in specific functional areas: Brief profile of directors and their representation in other companies have been presented in the Financial Statements 2014.

To adhere to good corporate governance practices, the Bank has been complying with two paramount guidelines from Bangladesh Bank (BRPD Circular No 11, 18 and 19 dated 27 October 2013) and BSEC (Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012). SBL's compliance status to those prescribed practices is presented in Corporate Governance Report.

The Directors, to the best of their knowledge and information, hereby confirm that the Annual Report 2014 together with the Directors' Report and the Financial Statements have been prepared in compliance with applicable governing Acts, rules, regulations, guidelines and laws of various regulatory bodies including Bangladesh Bank and BSEC.

Directors' Report

Respected Shareholders

Assalamu Alaikum

It is a pleasure and privilege on the part of the Board of Directors to place herewith the Directors' Report and Auditors' Report together with the audited financial statements of Standard Bank Limited for the year ended 31 December 2014 for your valued consideration, adoption and approval.

The Directors Report has been prepared in compliance with the Section 184 of the Companies Act 1994, BSEC's Notification no.SEC/CMRRCD/2006-158/134/Admin/44, dated August 07, 2012, the Listing regulations of Dhaka and Chittagong Stock Exchanges, guidelines of Bangladesh Bank and other applicable rules and regulations. Relevant disclosures and explanations relating to certain issues have been given by the Directors which they consider important to ensure transparency and good governance practices. The Directors believe that the report will give captivating insights of the bank's performance and continuous growth through amid stiff competition in the industry.

Global Economy: An Overview

The global economy is still struggling to gain momentum as many high-income countries continue to grapple with legacies of the global financial crisis and emerging economies are less dynamic than in the past. Due to some new challenges, including a number of unexpected shocks, geopolitical conflicts in different parts of the world global recovery was also hampered. Despite impediments, an uneven global recovery continues. In advanced economies, the legacies of the pre-crisis boom and the subsequent crisis, including high private and public debt, still cast a shadow on the recovery. Emerging markets are adjusting to rates of economic growth lower than those reached in the pre-crisis boom and the post-crisis recovery. Overall, the pace of recovery is becoming more country specific rather than global. A major weakness in the macroeconomic picture remains the employment situation, as GDP growth and global inflation continued to be subdued and below potential in many parts of the world, and unable to create a sufficient number of productive jobs. Foreign direct investment inflows have remained the most stable and relevant source of financing for developing countries whereas portfolio capital flows are highly sensitive to changes in risk appetite. Global growth in 2014 was lower than initially expected, continuing a pattern of disappointing outturns over the past several years. Growth picked up only marginally in 2014, to 2.6 percent, from 2.5 percent in 2013. Beneath these headline numbers, increasingly divergent trends are at work in major economies. Among the developed economies, while the US maintained an annual growth rate above 2% and the economic situation in Europe has been unstable in 2014. GDP growth rate in US and Japan was 2.1% and 0.8% respectively in 2014 which was 2.2% and 1.5% in the previous year. In UK, the economy grew by 2.6%, up from 1.7% in the preceding year. GDP growth in Latin America and the Caribbean region was 1.4% in 2014 which was a 1.3% decrease from 2.7% of the last year. And the combined GDP growth in East and South Asia was 5.9% in 2014 increased with 0.1% from 5.8% in 2013 where Western Asia's GDP growth went down to 3% from 3.7% in the previous year with a decrease of 0.7%. Developing Economies faced 4.4% GDP growth in 2014 with a 0.3% decline from the previous year. In Russia and the Commonwealth of Independent States, the weakness reflects the impact of geopolitical tensions on foreign investment, confidence and domestic production. China is undergoing a carefully managed slowdown and to reach its growth target, the authorities deployed policy measures to support activity, including tax relief for small and medium enterprises, accelerated fiscal and infrastructure spending, and targeted cuts in banks' required reserves.

Inflation rates across the world's largest economies eased for the sixth months in November, 2014, as energy prices fell sharply, a decline that is likely to continue over coming months. In 2014, the inflation rate worldwide amounted to approximately 3.2% which was almost 3% of the previous year. Average inflation for developed economies is expected to increase 1.6% in 2014 due to the higher inflation in Japan i.e. 2.7%. Inflation in the Euro Area decreased to 0.6% in 2014 from 1.4% in 2013 where in United States, it increased to 1.9% from 1.4% in the preceding year. Among developing countries, inflation rates are above 10% in about a dozen economies of different regions. During 2014, South Asia faced high inflation of 9.5% where East Asia faced benign inflation of 2.5%. Inflation rate increased to 4.7% in Western Asia. But in Latin America and Caribbean region inflation remained high and rose at the level of 10.7% in 2014. Global FDI flows are expected to reach levels of USD 1.6 trillion in 2014 compared to USD 1.45 trillion in the last year. In UK, FDI increased with USD 20.54 billion in the first quarter of 2014 from USD 33.57 billion in the same quarter of the last year. In USA, FDI outflows were USD 143 billion through the first half of 2014, down from USD

193 billion in the same half of the previous year, but FDI inflows were USD 64 billion in the 2nd quarter of 2014. In the first half of 2014, FDI inflows in EU were USD 152 billion compared to USD 114 billion in the same half of the last year but FDI outflows were only USD 20 billion in the 2nd quarter of 2014. China's FDI inflows in the first seven months fell for the first time in 17 months compared with the same period a year earlier. China's FDI outflows were USD 31 billion in the first half of 2014, down from USD 37 billion in the same half of the preceding year.

Global trade volume growth is projected to rise from 3.0 percent in 2013 to 3.8 percent in 2014 and then increase further to 5.0 percent in 2015. The growth rate of imports for advanced economies was expected to increase from 1.4 percent in 2013 to 3.7 percent in 2014, to 4.3 percent in 2015. However, in emerging markets and developing economies, growth rate of imports was projected to decline from 5.3 percent in 2013 to 4.4 percent in 2014, and then rise to 6.1 percent in 2015. Exports of advanced economies were expected to grow by 3.6 percent in 2014 and by 4.5 percent in 2015. The same growth in emerging markets and developing economies was expected to be 3.9 and 5.8 percent in 2014 and 2015 respectively.

OUTLOOK 2015

Global economic growth is forecasted to increase marginally over the next year. As per IMF projections, the global growth is expected to be 3.5% in 2015 in consideration of recent prospects in China, Russia, the euro area, and Japan as well as weaker activity in some major oil exporters because of the sharp drop in oil prices. From the advanced economies the growth is expected to be 2.4% on the back of gradually recovering labor markets, ebbing fiscal consolidation, and still-low financing costs. Among major advanced economies, growth in the U.S. economy is projected to 3.6%, with domestic demand supported by lower oil prices, more moderate fiscal adjustment and continued support from accommodative monetary policy. In the euro area, the growth is projected to be 1.2% which is expected to be supported by lower oil prices, further monetary easing, and more neutral fiscal policy stance. In emerging and developing economies, growth is projected to remain stable at 4.3%. Slower growth in China will have important regional effects to downward growth in much of emerging Asia. The growth forecast in India is broadly unchanged as weaker external demand is offset by the boost to the terms of trade from lower oil prices and a pickup in industrial and investment activity after reforming of policy. To mitigate risks and meet challenges, macroeconomic policies worldwide should be aligned towards supporting robust and balanced growth, creating productive jobs, and maintaining economic and financial stability. Soft commodity prices, persistently low interest rates but increasingly divergent monetary policies across major economies and weak world trade are major forces that shape the global outlook.

Bangladesh Economy-2014

The economic developments of 2014 conveyed mixed signals. Political turbulence, hartal, and blockades that spanned through 2013 almost entirely took heavy toll on the economy of the country. As a result, investment stagnancy was a highly discoursed topic in the whole year of 2014. The aftermath of 2013's mayhem created some degree of uncertainty in investment. Nevertheless, investment began to accelerate around the end of 2014. Excess liquidity of the dollar and taka in the local market began to evaporate, suggesting a revival of trade and commerce. The last period of 2014 marked a new momentum in consumer and business confidence. Imports and exports reflected an upward trend. So did remittances, and importantly, foreign currency reserves registered a new record. The economy achieved a respectable 6.12 percent growth rate against all political odds. Per capita income rose from 1044 dollars in FY2013 to 1190 dollars in FY2014. Further noticeable was inflation's slow but steady descent, which helped expedite consumption and investment decisions. The recent composition of imports, where capital goods, machinery, and other production inputs dominate, signals the future empowerment of the economy. Since imports outstripped exports, the resulting current account deficit bodes well for future growth as long as the deficit is at a tolerable level. In the middle of 2014, we witnessed a one-time jump of default loans, which happened because of various reasons including new best practice of classification and provisioning rules as well as political instability.

A decline in growth observed in **industry sector** from 9.6% in FY 2013 to 8.4% in FY 2014 which reflected decreasing growth of manufacturing from 10.3% in FY 2013 to 8.7% percent in FY 2014. Despite prolonged disruption in activities in the first half due to work stoppages for national strikes and blockades, **construction sector** registered a growth rate of 8.6% which is the highest in the last five years. **Agricultural growth** increased to 3.4% in FY 2014 from 2.5% percent in FY 2013. The services sector which is over half of GDP, registered a growth of 5.8% in FY 2014 from 5.5% in FY

2013. **Export** earnings registered a strong growth of 12.50% to USD 30,450.20 million in FY2014 from USD 27,027.40 million in FY2013. Although export growth slowed down to 1.6% over July-December of 2014, it evidenced a sign of rebound in the last 2 months of 2014. Export receipts boosted up in December 2014 by 17.65% over the previous month, recording 1.56% growth in July- December 2014 compared to the same period of the previous year. While import made a moderate growth of 8.9% in FY 2014 (0.8% in FY 2013) largely contributed by growth of import of intermediate and capital goods. **Imports** in FY2014 mounted to USD 37 billion. Import payments based on shipment data boosted up by 16.64% during July-November 2014 over the corresponding period of the previous year. **Remittance**, which amounted to USD 14.2 billion and growth in FY2014 became negative of 1.6% against larger growth of 12.6% in FY2013. Inflows of remittance slowed in the last few months primarily because of the decline in labor migration in major markets as well as political uncertainty. In FY2014, **FDI** declined to USD 1,551 million. In spite of lower trade deficit, reflecting a rise in export growth, the current account surplus narrowed in FY 2014 because of decline in remittances. However, the overall **balance of payment** surplus increased from USD 5.1 billion in FY 2013 to about USD 5.5 billion in FY 2014, creating an upward pressure on the nominal exchange rate. Point to point **inflation** rate continued to decline from 7.04% in July 2014 to 6.11% in December 2014 mainly due to the lower food prices as this inflation was driven 68% by food and 32% by nonfood items. Point-to-point inflation data show that food inflation has broadly fallen to 5.86% in December 2014 from the pick of 9.09% in May. However, from June to December, 2014 there was an upward tendency in point to point nonfood inflation as it rose from 5.45% in June to 6.48% in December. These upticks are partly due to increased consumer demand as a number of festivals during the period. The actual inflation during FY2014 went up to 7.5% against a target of 7%. The 12-month average inflation based on the CPI maintained a declining trend during the last six months and came down to 6.99% in December 2014 from 7.28% in July 2014 mainly because of declining food prices. Average food inflation moderated to 7.92% in December 2014 from 8.55% in July 2014 because of declining global and regional food prices. Average nonfood inflation edged up to 5.60% in December 2014 from 5.41% in July 2014.

At the end of November 2014, BD Taka has depreciated by 0.09% from its level at the end of June 2014. Consequently, the **foreign exchange market** remained stable during the first half of FY2014. Bangladesh Bank continued restrained monetary policy for FY14, while ensuring adequate private sector credit to stimulate inclusive growth. The tools and instruments for implementation of monetary policy in Bangladesh are Bank Rate, Open Market Operations, Repo & Reverse Repo, and Statutory Reserve Requirements for influencing financial and real sector prices toward the targeted path of inflation. Bangladesh Bank is keeping the policy rates intact at 7.25% (Repo) and 5.25% (Reverse Repo). At the same time the significant **liquidity** in the banking system has led to a sharp rise in reverse repo operations with consequent costs to Bangladesh Bank and ultimately the taxpayer. For both these reasons Bangladesh Bank decided to raise the **Cash Reserve Requirement (CRR)** by 50 basis points in June 2014. In light of persisting inflationary pressures, BB decided to raise the Cash Reserve Ratio from 6% to 6.5% in June 2014. Broad money (M2) growth decreased to 13.35% (y-o-y) in December, 2014 compared to the growth of 17.20% in December, 2013 resulted from higher **Net Foreign Assets (NFA)** that registered a 24.70% growth, and **Net Domestic Assets (NDA)** grew by 10.42% in December, 2014. **Reserve money** recorded an increase of 15.08% (y-o-y) at the end of December, 2014 compared to the same period of the preceding year.

Of the sources of reserve money, total **domestic credit** grew by 11.18% where domestic credit of Bangladesh Bank decreased by 101.31% compared to the previous year and reached to Tk. 0.31 billion in December 2014 indicating higher demand of borrowing by government and private sector from Bangladesh Bank. **Net foreign assets** of Bangladesh Bank increased by 26.36% to Tk. 1559.59 billion in December, 2014. Deposit and lending **interest rates** of banks and financial institutions have been coming down in line with decline in CPI inflation. Intermediation **spread** between weighted average deposit and lending interest rates has come down to 4.19% in the state owned banks and 5.44% in the private sector banks. The spread is higher in the foreign banks which is 7.84% and lower in specialized banks which is 2.29%. Some private sector banks with high engagement in riskier small enterprise lending have higher spreads. The spread between weighted average advances and deposit rates increased to 5.21% in December, 2014 from 5.17% in November, 2014. Excess liquidity is dwindling - as reflected in the **call money rate** which rose from 6 percent in August to 8.3 percent in December 2014. The demand for funds is rising as businesses expand. The inflow and outflow of foreign currencies at the bank level are more frequent nowadays than before, suggesting a vibrant import demand. The weighted average call money rate rose to 7.93% in December, 2014 from the last month of 7.77% because of increased liquidity demand in the inter-bank money market. Call money rates have leveled off

ranging from around 6.5-8.4% in the first half of FY2014 with some seasonal peaks where it was around 7% in the same half of FY2013. This is also reflected in below average advance to deposit ratios of 70.45% in November 2014. The gross **foreign exchange reserves** of Bangladesh Bank rose to USD 22.32 billion (enough to cover seven months' imports) at the end of December 2014 against USD 18.09 billion in the corresponding period of the last year. Although remittance decreased by 7% during the first seven months of this current fiscal year but export increased by 15% over the same period. **Thus foreign exchange reserve is now enough to pay more than seven months' import bills which might stable the country's foreign exchange market stable. Bangladesh achieves Ba3 (Moody's) and BB-(Standard and Poor's) with stable outlook for the 5th consecutive years.** Stable real GDP growth and strong external balances have helped Bangladesh to achieve Bangladesh Bank rating with stable outlook from Fitch Ratings for the first time.

For the year 2015, Bangladesh Bank will pursue a monetary policy (Jan-June'2015) of prudence to strike the balance between objectives of moderate inflation and respectable growth. Money supply and policy rates will be controlled accordingly while opening further avenues to promote investment through greater financial inclusion. Banking governance will be up scaled further to clamp down on loan delinquencies. While the cases of credit worthy borrowers will be reviewed, habitual defaulters will face lawful consequences. Despite some upside risks, inflation will be targeted to decline to 6.5% by June 2015. The economy is poised to achieve a respectable growth rate between 6.5% and 6.8% in the fiscal year 2015 if political stability prevails. Private sector credit growth has been targeted to grow at 15.5% and aims at supplying reserve money at the growth rate of 15.9 percent and broad money at 16.5 percent at the end of FY 2015. Gross Domestic Investment has been projected to increase to 31% of GDP in FY15. While a larger trade deficit is projected for FY2015, remittances are expected to grow by 7% and the current account is now projected to post a surplus equal to 1.5% of GDP, rather than the 1.5% deficit projected earlier. The central bank will continue to maintain comfortable amount of foreign currency reserves to cover imports of 5 to 10 months. This safety net is required to avoid any sudden collapse in the value of Taka and to ensure a healthy growth of imports of productive inputs.

Banking Industry outlook in 2014

In the context of the depression led financial crisis in the global economy, the banking sector of Bangladesh is playing a lead role to achieve the desired rates of economic growth. It is worth noting that the contribution of Banking to GDP is increasing day by day.

Banking sector in 2014 has been facing numerous challenges mainly due to increase in non-performing loan (NPL), low credit growth in private sector, poor risk management, excess liquidity, decrease in government borrowing and slack surveillance over the system. Rising trend of non-performing loans resulting to higher provisioning requirements, management inefficiencies, malpractice and scams are the significant difficulties also faced by the banking industry. The cumulative effects of these put pressure on the profitability of the banking sector as a whole. The increasing trend of gross NPL of the banking sector continued till third quarter of 2014. The ratio increased to 11.6% at the end of September 2014 from 8.9% at the end of December 2013. This rise happened due to implementation of the new guideline for loan classification and rescheduling after June 2014 and the slowing profitability of borrowers due to uncertainties originating from political fronts. However, the **NPL of banking sector** dropped in the last quarter of 2014 to **9.69% as on 31 December 2014** due to taking strong recovery drives, conducting rescheduling and write-offs by the bank companies upon strong direction and supervision of central bank. **Private sector credit** registered 12.7% growth at the end of November 2014 compared to the revised program growth of 14% at the end of December 2014. Political uncertainty and infrastructural bottlenecks are holding the pace of expected private investment back. The opportunity of private entrepreneurs to borrow loans in foreign currency from foreign sources at lower interest rate is another reason for low demand for private sector credit. On the other side, **public sector credit** registered 6% growth at the end of November 2014 compared to the revised program growth of 10.9% at the end of December 2014. The lower demand for credit by the public sector occurred due to relatively lower payment for imports by government such as for petroleum products in view of falling oil prices in the international market and mobilization of resources from other sources remarkably from sales of National Savings Deposit certificates. Due to lower demand for private and public sectors credit banks are overflowing with liquidity which was 82% more at the end of September 2014 than that of September 2013 and 6.8% higher than that of June 2014. The **call money rate** is lower in November 2014 than the previous month but is still high at 7.77% than November 2013. This occurs because of banks' investment in government treasury bonds and higher demand for cash by the new banks which do not have

adequate deposit. The **loan-deposit ratio (LDR)** has a declining trend for the past one year which stood at 63.9% in March 2014 that was 77.85% in December 2013. To contain inflation Bangladesh Bank had increased the **Cash Reserve Ratio (CRR)** in June 2014 at 6.0% instead of 5.5% on a daily basis and at 6.5% on bi-weekly basis to mop up about Tk. 3000 crore. Call money rates have leveled off and average **interest rate spreads** have fallen close to 5%. Interest rate spreads have fallen on average from 5.31% in June 2014 to 5.17% in November 2014. The **lending rates** have fallen faster than deposit rates. Domestic lending rates have fallen due to lower cost of funds for banks, lower demand for credit as well as due to increasing competition from overseas lenders whose lending rates are in single digits. **Capital adequacy ratio (CAR)** decreased to 10.6% at the end of September 2014 from 11.5% in December 2013 which is still exceeding the Basel accord of the minimum 10% capital adequacy ratio. Private commercial banks (PCBs) and foreign commercial banks (FCBs) are successfully maintaining the prevailing standard since December 2010 whereas SCBs and specialized banks (SBs) are still struggling to fulfill this regulatory requirement. The central bank has taken various steps to improve supervision so that financial frauds can be minimized if not eliminated entirely in the banking sector. Digital technology has been deployed to investigate big financial transactions and loans in order to stop the repetition of banking irregularities. Banks are engaged in upgrading the socioeconomic status of the country by investing money to productive sectors. However, in the context of globalization, increased number of banks and operation of market economy, these institutions are facing immense competition with regard to speedy transaction of financial intermediation and as such they are to provide their service as efficiently and effectively as possible. However, political stability is the precondition to make the breakthrough as economic stability can not be sustained without political stability. Bangladesh Bank (BB) has initiated a number of policy measures, giving augmented emphasis on risk management in the banks, the periodic review of stability of individual banks as well as the whole banking system, exercise of stress testing, inclusion of underserved/un-served productive economic sectors and population segments in the financial system, etc. Focus has also been made on **Corporate Social Responsibility (CSR)** and **Green Banking** activities, and a dedicated department has been formed to monitor the initiatives being undertaken by banks. A revised risk management guideline has already been put into effect for banks, aiming at developing more shock resilient capacity of banks in the future.

Economy and Business Outlook 2015

Bangladesh Bank will pursue a second half yearly (H2 ,FY 2015) monetary policy of prudence to strike the balance between objectives of moderate inflation and respectable growth. The economy is poised to achieve a respectable growth rate between 6.5 and 6.8 percent in the -fiscal year 2015 if political stability prevails. The bottlenecks of infrastructure and energy must be addressed promptly. Money supply and policy rates will be controlled accordingly while opening further avenues to promote investment through greater -financial inclusion. Banking governance will be up scaled further to clamp down on loan delinquencies. While the cases of credit worthy borrowers will be reviewed, habitual defaulters will face lawful consequences. Bangladesh Bank will endeavor to iron out excessive fluctuations in the exchange rate which will remain largely market based. The central bank will continue to maintain comfortable amount of foreign currency reserves to cover imports of 5 to 10 months. This safety net is required to avoid any sudden collapse in the value of Taka and to ensure a healthy growth of imports of productive inputs. Despite some upside risks, Bangladesh Bank has targeted a monetary growth path aiming to bring down average annual inflation to 6.5% by June 2015, while ensuring that credit growth is sufficient to stimulate inclusive economic growth. This would require a monetary program framework that limits **reserve money growth** to 15.9% and **broad money growth** to 16.5% by June 2015. The ceiling for **private sector credit growth** of 15.5% has been kept well in line with economic growth targets. This level is sufficient to accommodate any substantial rise in investment and trade-finance over the next six months. At the retail level both **deposit and lending rates** may fall in July-December of FY2015 and the **interest spread** on average may decrease from 5.31 percent in June 2014 to 5.17 percent in December 2015. Bangladesh Bank will continue its effort to reduce this spread. It has been observed that political turbulence and lack of adequate infrastructure and energy are creating the major obstructions to local and foreign investment in Bangladesh. Bangladesh Bank urges the commercial banks to devise ways to reduce the lending rates which did not come down along with inflation correspondingly. The monetary stance also aims to further consolidate the country's external sector stability. Bangladesh Bank anticipates further buildup in foreign exchange reserves in H2 of FY 2015 though at a more moderate pace than FY 2014. It is expected that Bangladesh Bank will continue to support a market based exchange rate while seeking to avoid excessive exchange rate volatility. In the first half of FY 2015 Bangladesh Bank has introduced a number of new investor friendly regulatory reforms facilitating external transactions of foreign and local businesses including investors in the capital market. Consequent to one such major reform, foreign equity investments in unlisted local companies can now be sold to local investors at market based prices rather than at net asset value.

It is expected that such kind of initiatives regarding financial stability and capital market development will be continued and strengthened in the upcoming periods.

Standard Bank Limited

The Standard Bank Limited witnessed record achievement in its business performance during the year 2014. The Bank was incorporated as a Public Limited Company on May 11, 1999 under the Companies Act, 1994 and it achieved satisfactory progress from its commercial operation since June 03, 1999. SBL introduced several attractive products and services and extended loans and credits to different sectors of the economy. Besides, the Bank has already introduced real time on-line banking and it is now fully automated. Through all these myriad activities, SBL has created a positive impact in the banking sector of the country.

Objective of the Bank

The motto of the Standard Bank Limited is to explore new innovative banking in an automated and computerized environment. It aims at providing one stop service and prepare itself to face the new challenges of globalization and 21st century. One of the main objectives of the Bank is to be a provider of quality products and services at a competitive price. The Bank also caters to the needs of its corporate clients and provides a comprehensive range of financial services to national and multinational companies. The dimension of responsible corporate behavior of the Bank is the maintenance of ethical standard in its functioning.



Top performers of 2013 are seen with the Board of Directors of SBL in Annual Business Conference 2014.

Management

Human Resources Division of Standard Bank Limited plays a very vital role in formulating policies, developing corporate practice and culture. The Bank utilizes the existing skilled manpower and also brings in the best talents through a prudent recruitment policy in the right direction to fulfill the mission and vision of the bank. Proper recruitment policy lays the solid foundation for establishment of an institution at the initial stage and sustainable growth in future. The division has been performing the job of recruitment from the very inception of the institution maintaining 100% clarity and transparency under a well-regulated system to establish a free and fair selection of its team under the able guidance of the executives and officers.

Total number of Executives, Officers and Staff in the bank is 1548 as on December end 2014. Out of them male employees and female employees are 1332 and 216 respectively. They are relentlessly working in a team with a vision to serve the bank with devotion and dedication to uphold its glorious image.

Training Research and Planning

Training is the most essential instrument for desired development of human resource. It plays a key role in increasing knowledge and developing skill and changing in attitude.

Standard Bank Training Institute (SBTI) was established in March, 2005. The training institute is entrusted with the responsibility of designing course curricula, reading materials and course contents for imputing training on deferent O. M.E. banking issues for enhancing professional efficiency of all Officers, Managers and Executives of the bank. To cope with the changes and introduction of new ideas, tools, techniques and technologies in banking and also for regulatory bodies, SBTI lays emphasis on actual need-based training.



Honorable Chairman is seen with the Probationary Senior Officers at the concluding ceremony held at Standard Bank Training Institute.

Standard Bank Training Institute has already covered a total number of 6073 (cumulative) Officers and Executives under different branches of training through 243 courses and workshops since its inception in 2005. In 2014, SBTI organized training for a total number of 1682 Officers and Executives through 63 courses and workshops. In 2014, important areas of training included Foundation Course for newly recruited Probationary Senior Officers and Assistant Officers, Banking Laws & Practices, Import & Export Procedure, Credit Operation & Management, SME, Micro and Agri-Credit, Communicative English in Banking, Loan Classification & Provisioning, Management of Non-Performing Loan, Money Laundering Prevention, Internal Control & Compliance, Credit Risk Grading, Developing Customer Services, Application of Negotiable instruments in Banking, Green Banking & ERM, Understanding Financial Statements, Alternative delivery channel.



Managing Director and CEO of the bank Mr. Md. Nazmus Salehin handing over a booklet to one of the participants of a training conducted by Institute.

Besides, in 2014, a total of 265 Executives and Officers have been imparted training on different banking areas at different training institutes of the country like BIBM, BBTA, BIM, BAB etc. Further, one Senior Executive has endured foreign training.

Keeping pace with demand of need-based training, the training institute, in 2015, has stressed on massive training programs focusing on current and modern banking issues, regulatory compliance and managerial competence enhancement aspects with a view to creating skilled, ethical and well-motivated human resource of the bank.

Information Technology

Over the last decade, there has been a major transformation on the technology front in the banking sector. Information Technology has opened up new markets, new products, new services and efficient delivery channels for the banking industry. Standard Bank Limited explores the new business with market trend and introduces new services, products based on the technology. Bank has already started SMS banking, Internet Banking, ATM network, POS, KIOSK etc. and very soon Mobile Banking facility will be started.

Last year we implemented Data Guard which is a state-of-the art technology. During the year 2014, we have implemented Active Data Guard, which is one of the key success of Information technology division. Implementation of Data Guard technology guards against possible threat of data loss and acts as reports server that shares the total load from live database, which will increase the performance of banking operation.

Our own corporate email addresses have been provided to all the branches under our own Mail Server at IT Division, Head Office. Communications among the Branches, Regional Offices and different Divisions of Head Office has become quick and easier through email. We have implemented our mail server in the way that mail facility (both internal and external) can be used without internet connection. All our internal mail addresses are added in the address book, which would pop up a list automatically while typing a mail address.

Standard Bank Limited has implemented very low cost modern IP telephony system for effective communication across the branches and divisions of head office over existing network which leads to zero cost for internal communication. It is also integrated to the existing PABX system. This year we have provided the service in most of the branches.

SBL has implemented WASA online bill collection system successfully and collecting bills from customers regularly. Other utility bill collection systems such as DESCO, DPDC, BRTA etc will be added soon.

e-Government Procurement (e-GP) or e-Tendering system is running smoothly in our Bank and providing services to our customers through branch network across the country.

In the year 2014, we have already inaugurated 09 new branches at different locations where we deployed new PCs and structured communication network with redundant link and implemented online CBS system.

Bank has a plan to be the most respected and preferred brand for banking services by providing a superior value proposition to the customers and fulfilling their financial needs in the fastest and most appropriate way. In this regards Board of Directors and Management express has given approval to establish state-of-the-art new Datacenter and Disaster Recovery Center. Information Technology Division has completed need analysis and RFP preparation for establishing cost effective, reliable, robust and secured Datacenter and Disaster Recovery Center. Open Tender is already floated and establishment works will be started soon.

For efficient and high performance operation, The Board of Directors of our bank recently approved the procurement of i-Stelar (core banking system) and ultimus (off-shore banking system). i-Stelar will enhance our business operation. IT Division has already started implementing those software. Also management has planned to improve our bank's internal operation through a new ERP system and Credit Approval system and IT Division has already started searching those systems.

Visa Credit Card and Debit/ATM Card

Plastic money is no longer a new phenomenon in Bangladesh. With due encouragement from Bangladesh Bank, most of the banks are moving rapidly to alternative channels to avoid cash in financial transactions across the counter. Credit card is one through which our customers can simply pay for goods and services without involving cash. Thus it has become a primary product in our banking services as a mode of payment.

Credit Card

Standard Bank Ltd has always focused on customers' emerging needs and introduction of credit card is a step

towards catering to such requirement. Against this background, the bank has taken associate membership of Visa International through National Credit & Commerce Bank Ltd and successfully launched Visa Credit Card for local and international (Classic & Gold) usage since August 2010. Visa is a global player in the payment industry and controls near about 60% of total market share in the world.

Card business is a number of games. Large number of card base will be increased our profit volume. But we are yet to create minimum base that is required to run the business profitably. Since it is purely a retail business, scope for income is huge if risk is mitigated properly.

Our main focus is to increase the card base so that we can stand at a decent level with our competitors. We may also mention here that our network of branches is our main outlet and through which we can rope in customers for corporate and retail business including card.

Here has given a summary of Credit Card performance from 1st January 2014 to 30th December, 2014:

No of Credit Cards issued	= 2,559
Total outstanding in credit card	= 14,25,56,988.00
Total income	= 3,75,94,122.00
Net Profit	= 2,17,26,007.00

Debit Card/Prepaid Card/ATM:

Customer satisfaction is the cornerstone of our business strategy. In order to provide banking services regardless of time and location, we have introduced our own Standard Bank Debit Card. We have also installed 36 ATMs at our branches and another 100 will be installed as early as possible. To cover maximum area Standard Bank Ltd has already joined with National Payment Switch (NPS) network through Bangladesh Bank and so that our customers can access to all of the ATMs of the country which are available for our customers 24 hours a day and 7 days a week. We are going to join with Q-cash network so that Debit cardholders can make purchase & cash transaction easily.

Below has given a snapshot of Debit Cards performance:

No of cards issued	= 32,223
No of average transactions in our own ATMs per day	= 358
No of average transactions by other Bank ATMs per day	= 543
Total average amount withdrawn from our own ATM per day	= Tk. 25,00,000.00
Total average amount withdrawn by other Bank ATMs per day	= Tk. 47,00,000.00
Total Income from Debit Card	= 41,27,800.00

We need to increase our Debit card base so that our customers are encouraged to use ATMs rather than cash counters. This will minimize cash counter Q-line of our Branches.

The bank has already started its prepaid card operations with VISA brand in the forms of hajj card, travel card.

New Products, Features & Services:

Card Division already set its ambitious strategies for making consistent business growth in 2015 and the priorities are as follows-

- Introducing various new products like Credit Platinum with Priority Pass, Co-Brand Cards, Local and international prepaid cards to increase our card business volume
- Introducing Remit Prepaid Card for enabling Non Resident Bangladeshi's remitting their funds conveniently to their family.
- Introducing various value added services (VAS) i.e. Balance Transfer, SBL Safety Plus, Card Sales Campaign, Discount Campaign, Reward Points, Instaby etc for the improvement of card business.
- Introducing 24 hours live customer service to meet up customer queries.
- Set additional collection and recovery strategy to reduce the bad loan amount of card portfolio.
- Reform and restructuring the card sales team to meet the challenging target.
- Introduce new contact point verification agent (CPV) for physical verification of Credit Card application to secure and faster the application process.
- We will migrate all Magstripe cards to CHIP (EMV) based cards as Visa and Central Bank mandate.

Our continuous endeavor is to enhance service quality and product diversification for ensuring customers satisfaction.

Alternative Delivery Channels

Alternate Delivery Channels are channels and methods for providing banking services directly to the customers where they can perform banking transactions through ATM, Branch POS, KIOSK, Internet Banking, SMS Banking, Mobile Banking and Agent Banking. These channels have enabled the bank to reach a wide consumer-base across geographies. ADCs ensure the smooth flow of regular transactions and provide the bank with higher profits with lower operational expenses and transaction costs. After the establishment of this department at SBL, ADC Department has proven its ability to meet consumer's expectations by ensuring accuracy, convenience, and timeliness in service 24/7 and the channels are set to play a key role for achieving the Financial Inclusion goals of the bank.

Banking through ATM

Standard Bank Limited has a well distributed ATM network across Bangladesh. SBL ATMs feature the latest in security technology and anti-fraud mechanisms for client's complete peace of mind and provides a quick and convenient way to withdrawal funds from any owned and shared ATMs at 24/7. SBL has already installed 36 ATM Booths at different locations of Bangladesh and is planning to introduce 50 more ATMs by the year 2015. By completing the above, we will be able to ensure prompt and efficient payment mechanism for the end users without the usage of Cheques and will increase low cost deposits and new retail customers. Below is the statistics of the transactions occurred in our ATM during the year 2013 and 2014.

	2013		2014	
	No of Transaction	Amount of Transaction	No of Transaction	Amount of Transaction
SBL Debit Card	70,648	Tk. 44,00,89,500.00	1,06,481	Tk. 73,39,23,500.00
Other Bank Card	8,830	Tk. 73,821,000.00	22,621	Tk. 18,12,49,500.00

National Payment Switch

Standard Bank Limited is successfully connected with National payment System from 15th October 2014. In first phase NPS will connect all the Bank's switching system (currently 40 Banks are connected) and allow ATM transactions (Cash Withdrawal, Mini Statement and Balance Inquiry). In later phase NPSB will incorporate the Purchase, e-Commerce and Mobile Banking transaction in their system which will facilitate our customer to perform any transaction anywhere in Bangladesh. Below is the statistics of the NPS transaction at SBL Network:

	October 2014		November 2014		December 2014	
	No of Transaction	Amount of Transaction	No of Transaction	Amount of Transaction	No of Transaction	Amount of Transaction
SBL Debit Card	557	27,92,800.00	3331	1,78,68,300.00	3,689	2,11,56,900.00
Other Bank Card	202	8,49,500.00	746	38,50,000.00	1,174	59,67,000.00

Internet Banking

We already started technology based innovative banking services like Internet Banking. By using our secured Internet Banking service anyone can check their account balance, print statement and do fund transfer quite easily from anywhere around the globe using Internet.

SMS Banking

SMS Banking service provides instant notifications about all transactions as and when it happens. It helps SBL clients to keep a watch on their account with a round the clock service. Now, they are always in a position to detect unauthorized access to their account. Additionally, it also helps to know their balances and mini statements instantly by just sending Push-Pull SMS.

Mobile Banking

We already implemented mobile banking as a brand name “S-PAY” which is the completely new addition to its existing services. The “S-PAY” Mobile Account model works on the fundamental principle of giving everyone an access to a bank account and adding value to lifestyle of customers irrespective of social strata in Bangladesh. We have already implemented 90 branch agents and created 408 mobile banking accounts, total number of transactions is 365 with total amount Tk.1,41,942.00 up to December 2014. In initial phase we are providing Cash In, Cash Out, P2P Transfer, Balance Enquiry and Mini statement facilities to our customer through mobile banking. By the year 2015, we will additional value services (USSD Menu, Mobile Topup etc.) through Agent Network.

Branch POS

SBL already deployed 81 units of Branch POS in different branch. POS terminals help customers carry out chequeless transactions at branch by swiping debit cards on the POS machine and this is advantageous when ATMs are not nearby. Our Transactions are increasing regularly. Below is the statistics of the transactions occurred in our ATM during the year 2013 and 2014.

	2013		2014	
	No of Transaction	Amount of Transaction	No of Transaction	Amount of Transaction
Branch POS	24,081	29,75,93,709.97	28,782	34,83,85,211.19

E-commerce through Mobile App/ Internet Banking

By the year 2015, SBL is also planning to integrate E-commerce facility through Mobile Apps/Internet Banking which will allow SBL clients to make utility payments; mobile recharge, online purchase etc. at any place at any time.

Mobile Top-up	SBL Customer's can top-up their prepaid mobile & post-paid bill by logging into Mobile App/ Internet banking. By selecting mobile operator's name, connection types (such as prepaid & post-paid), entering mobile number and the amount for recharge.
E-Commerce/ Online shopping	E-Commerce or online shopping is a convenient and affordable way to buy products. It's convenient and cost effective way of making transaction through Mobile App/ internet banking.
Utility Payment	Through Mobile App/ Internet Banking, customers can execute payment of electricity (DESCO), Dhaka WASA, TITAS GAS bill, telephone bills, insurance premium bills etc. at their convenient time and place.
Two Factor Authentication	Security is the main concern for every party involved in Online Banking. One particular system known as Two-Factor Authentication is a popular and one of the most used security techniques on the web. And SBL is going to make it mandatory for customers to have Two-Factor Authentication enabled to enjoy online banking facilities.

Agent Banking

Agent Banking, a new banking concept provides low cost banking solution for the un-banked population are part of the economy but dispersed due to geographic isolation. Agent banking is an additional delivery channel that can enhance the convenience and provides quality and affordable financial services for the underserved population in a cost efficient manner.

Latin-America is the region with the strongest development towards banking agents. Here governments concerned about expanding financial sector infrastructure have adjusted regulation and are providing incentives for banks to reach new geographies and new client segments through bank agents.

In Bangladesh Agent Banking is a new concept and Bangladesh Bank issued Guidelines on Agent Banking for Banks vide Payment system Department circular letter no. 05 dated 9th December, 2013, BRPD circular Letter No. 07 dated 24th March, 2014 and subsequently Bangladesh Bank issued Guidance Note for Approval and operation of Agent Banking Activities for Banks vide GBCSRD circular letter no. 02 dated 3rd June, 2014.

Standard Bank has taken a 5 (five) years business plan for implementation of Agent Banking covering 600 unions/wards in 400 Upozila of 64 districts by 2019. Bank expected to increase rural customer base with 3,00,000 new accounts and low cost deposit of BDT 3000 million.



Standard Bank Limited signed an agreement with DHL Express Bangladesh.
Deputy Managing Director of SBL Mr. Mamun-Ur Rashid signed the agreement on behalf of Standard Bank Limited.



Standard Bank Limited signs a sub agency agreement with Trust Bank Limited

Upon implementation of Agent Banking, Standard Bank Agent outlets will enhance the foreign remittance disbursement capacity including small value loan disbursement & recovery point of loans besides cash payments under government safety net program.

Standard Bank believes that the future banking will be in the hand of those people, are presently outside the banking net and Standard Bank's presence to remote hidden economy will usher a New era in banking through financial

inclusion of rural people. Agent Banking will give the opportunity to connect huge numbers of customers with Bank's portfolio and branding will give new height to geographically isolated rural people through Agent Banking outlets.

“Standard Express” Booth

SBL is also going to introduce “Standard Express” Model, a concept aiming to offer some integrated banking services. A Standard Express will be equipped with ATMs and CDMs where customers can deposit cash, cheque, refund warrant, dividend warrant etc. This model will also place to offer personalized customer service including requisition for cheque book and take delivery of their debit/credit cards/Loan Forms etc. In addition, the officials present at Standard Express will offer assistance in opening a Mobile Banking account and other banking services.

Consequently it can easily be concluded; developing the use of alternate channels is now seen as an important strategy for delivering significant savings for Standard Bank Limited. In the future we have plans of expanding our services significantly by adapting state of art technology in order to satisfy the needs of our clients at an optimum level.

SBL Capital Management Limited

It has been observed that after a great sliding in the year 2010 Bangladesh capital market has been showing signs of recovery in recent months. This recovery is visible through the rise of the Dhaka Stock Exchange Ltd. (DSE) General Index (DSEX) in the region of 4900 ± along with the daily average turnover in the region of Tk.400 ± crore .The market recovery is also visible through the performance of Chittagong Stock Exchange Ltd. (CSE). A number of factors like (a) gradual return to normalcy in the economic activities of the country to raise the confidence level of general investors (b) time extension for further one year upto 2015 by Bangladesh Securities and Exchange Commission (BSEC) in maintaining provision for un-realized loss in the own portfolio as well as Investors equity shortfall in portfolios (c) favorable monetary policy announced by Bangladesh Bank (d) low level of bank's interest rate (e) Public issue application process (pilot project) for the IPO approved by BSEC (f) high configure new software “DSE Flex TP” launched by DSE (g) the second installment of Tk.300 (three hundred) crore out of the total sanctioned fund of Tk.900 (nine hundred) crore is under process for distribution amongst the affected small investors of merchant bankers and brokerage houses at a very low rate of interest (h) the government approved demutualization scheme of Dhaka Stock Exchange and Chittagong Stock Exchange to separate ownership and management to bring in transparency and accountability in the operation of the stock exchanges and also announced a number of incentives in the national budget in the form of tax rebate on investment in mutual funds, withdrawal of tax on share premium etc. (i) gradual increase in participation by the institutional and general investors in the capital market etc. are believed to be the major contributors towards this recovery.



**Honorable Chairman of the Board of Directors of SBL Capital Management Limited
Mr. Kazi Akramuddin Ahmed presided over its 16th meeting of the Board of Directors SBL Capital Management**

In 2014 the clientele base of SBL Capital Management Ltd. showed a gradual increasing growth and the trade volume was also rising, reshuffling of SCML own portfolio was done regularly on prudent basis to realize profit at opportune moments without disturbing the market. Under the circumstances regular repayment of loan to Head Office was made in order to come close to single party exposure limit set by Bangladesh Bank. During this period applications were made on behalf of the affected small investors to avail the 'interest waiver facility' through fulfilling certain formalities as well as applications were made in Initial Public Offerings (IPO) on behalf of investors through the 'IPO quota' earmarked for them. But very few investors availed the 'interest waiver' facility but all of them availed the quota facility in IPO. The account holders who received IPO shares through this quota became benefited to some extent. But these steps were not sufficient enough to recover the equity shortfall in investor's portfolio. In order to give comfort to the merchant bankers and brokerage houses the Bangladesh Securities and Exchange Commission (BSEC) again provided one year time extension upto 2015 for maintaining provision on the amount of un-realized loss in the Own portfolio as well as Investors equity shortfall in portfolios.

During the year 2014, the company earned operating profit of Tk. 30.30 crore as against Tk. 17.18 crore in 2013. We are confident that we would be able to earn significant profit in the future through expansion of clientele base and new ventures.

We expect that Bangladesh capital market will regain its normal pace in the days ahead with the restoration of peace and stability in the socio-political environment of the country.

Standard Bank Securities Limited

Standard Bank Securities Limited (SBSL) was established to provide brokerage services in the stock market. It is a wholly owned subsidiary of Standard Bank Limited, provides stock broking services to its clients. SBSL is a corporate member (Member # 156) and TREC Holder of Dhaka Stock Exchange Limited. Our services include stock broking services for trading in stock markets through head office and investments in IPOs, Mutual Funds and Bonds. SBSL also acts as Agent Broker of SBL Capital Management Limited.



Seventh meeting of the Board of Directors of Standard Bank Securities Limited chaired by Mr. Kazi Akram Uddin Ahmed.

The company started its commercial operation in the month of June 2013. The principal place of business is the Registered at 2 DIT Avenue (Ext.), Motijheel C/A, Dhaka-1000. The main objectives of the company for which it was established are to carry on the business as stock broker and stock dealer in relation to shares and securities transactions, other services related to the Capital Market and other activities as mentioned in the Memorandum and

Articles of Association of the Company. As on 31st December 2014, the company has made a profit after tax Taka 6.60 million as against Taka 3.12 million in 2013. Total paid up capital of this company is Taka 800 million.

This year the initiatives taken by BSEC and DSE for the purpose of New Public Issue of Securities Application Process through brokerage houses for the investors and newly in-corporate DSE trading software FlexTP will have long term impact on the development of capital market to protect the interest of investors and confidence significantly.

We hope with the stability of capital market we would be able to achieve better results in future through introduction of new products, expansion of network and providing quality services to our valued clients. Our aim is to make Standard Bank Securities Limited as a one of the top ranking brokerage house in the country by ensuring investor-friendly environment.

Islami Banking

For clients full satisfaction Vis-à-vis our sponsors' also, we have introduced Islamic Banking alongside our conventional Banking at the end of the year 2009. Currently we are operating Islamic Banking through two Windows at Topkhana Road Branch, Dhaka & Agrabad Branch, Chittagong under a separate high profile Islami Banking Software which is known as HIKMA Software. We are providing Islami Banking facilities to the customers on behalf of any of two windows through all conventional branches of the Bank in the country by utilizing the online Banking software. We are following & maintaining properly the Guidelines for Islamic Banking issued by Bangladesh Bank. We are also maintaining separate CRR/SLR with Bangladesh Bank for our Islamic Banking. Our Islami Banking books & accounts, deposits, investments, profit/loss, balance sheet etc. everything is fully separate from the conventional. Standard Bank Limited has formed Shariah Supervisory Committee for its Islamic Banking consisting of 5 (five) honorable members including some eminent Islamic scholars of the country. We are doing our Islamic Banking activities as per Islamic Shariah.



Mr. Kazi Akramuddin Ahmed, Hon'ble Chairman of the Bank who is also the Chairman of Shariah Supervisory Committee presided over the meeting.

We are offering the following Deposit, Investment, Foreign Trade & Foreign Exchange products to our clients under Islamic Banking:

Deposit products:

- | | |
|--|--|
| 01. Al-Wadiah Current Account | 02. Mudaraba Savings Account(MSA) |
| 03. Mudaraba Special Notice Deposit Account (MSND) | 04. Foreign Currency Account |
| 05. NFCD Account | 06. RFCD Account |
| 07. Mudaraba Term Deposit Receipt Account (MTDR) | 08. Mudaraba Monthly Savings Scheme (MMSS) |
| 09. Mudaraba Hajj Savings Scheme (MHSS) | 10. Mudaraba Regular Income Program (MRIP) |

Investment products:

- | | |
|------------------|---|
| 01. Bai-Murabaha | 02. Bai-Muajjal |
| 03. Bai-Salam | 04. Hire Purchase under Shirkatul Melk (HPSM) |

Foreign Trade & Foreign Exchange:

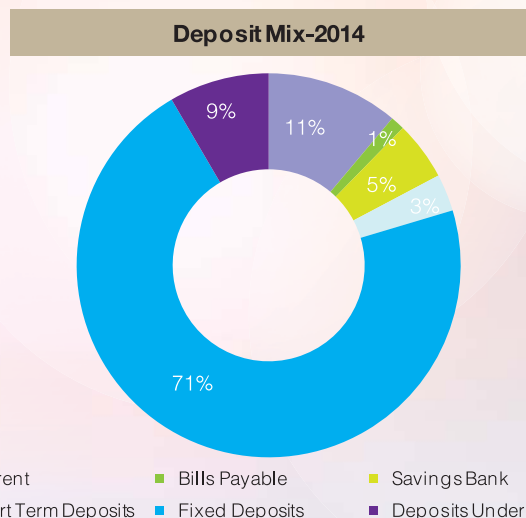
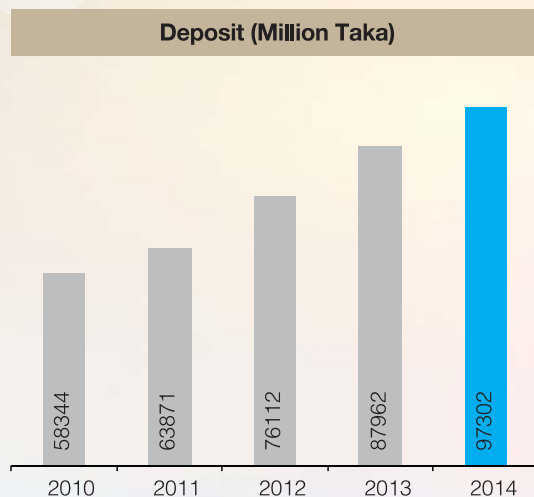
- 01. Import
- 02. Export
- 03. Remittance

In our above 02(two) Islami Banking Windows and also through all conventional branches of the Bank on behalf of any of two windows by utilizing the online Banking software, we are providing all the above products, Services & facilities to our clients and we are receiving very good response from them.

Our vision of Islami Banking is to open more Islami Banking Windows/Branches soon and to convert the whole Bank into Islami Banking from conventional Banking by obtaining permission from Bangladesh Bank.

Deposits

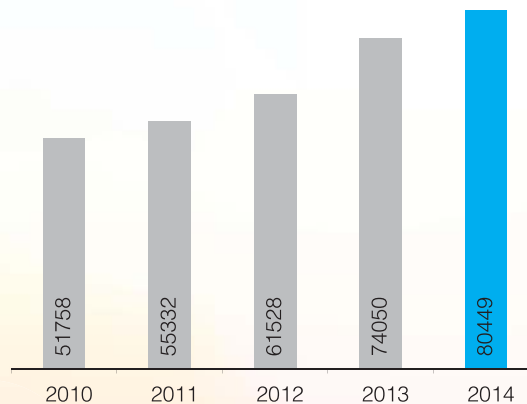
SBL always tried to give the highest return on the deposits from the customers. The deposits of SBL reached the level of Tk. 97,302 million during 2014 from Tk.87,962 million of previous year. The growth rate is 11%. Cost of deposit for the year stood at 10.97% compared to the previous year's cost of 12.59%. The increase in deposit was possible due to superior customer service delivery at the branch level. SBL is offering different types of deposit products for the customers. Among the products, Fixed Deposits, Scheme Deposits of different types, savings deposits, short-term deposits remained the core deposits of the Bank. SBL Regular Income program (SRIP), Double Income Plus (DI+), SBL Regular Deposit Program (SRDP), Life Secured Double Income Program (LSDIP) etc. are some attractive products, which contributed to the growth of deposit.



Loan and Advances

Total loans and advances figure of the Bank has increased to Tk.80,448.58 million as on December 31, 2014 in comparison to Tk.74,049.89 million as on December 31, 2013, which indicates as increase of 8.05% over the figure of last year. During this time the Bank has passed through some adversity in the economy, due to volatile capital market and world recession. Addressing those constraints, SBL prudently worked on consolidated of its existing portfolio ensuring profitability and risk mitigation.

Loans & Advances (Million Taka)



During this time, the Bank has given emphasis on service sector like Power Sector, Telecommunication, Tourism, Hotel, Motel and other emerging sectors like Pharmaceuticals, Steel Re-rolling, Ceramic, Jute, etc. and extended credit in those sectors for contributing into GDP of the national economy. The Bank is also giving emphasis on Small & Medium Enterprise Loan, Women Entrepreneurship & Agricultural sector and allocated fund of Tk.1,070.00 million for Agricultural sector towards contributing to poverty alleviation program. More funds will be allocated considering the requirement in future.

For setting up large size project and to diversify risk, the Bank has been actively participating in the syndication arrangements. Total participation at the end of the year 2013 it was Tk.2,070.70 Million which stood Tk.3,066.60 million at the end of the year 2014. This includes Power Generation, Telecommunication, Airlines, Pharmaceuticals, Textiles, etc.

Because of careful and continuous effort in operation of credit, it has been possible to arrest the nonperforming loan within 3.55% i.e. Tk.2,852.60 million as on December 31, 2014 out of the total loan of Tk.80,448.58 million.

The Bank is very much aware of this marginal increasing trend of NPL and recovery effort has been geared up to reduce the nonperforming loan amount. A separate recovery unit has been formed with experienced employees, monitoring system has been strengthened and careful and due steps are being taken to maintain assets quality.

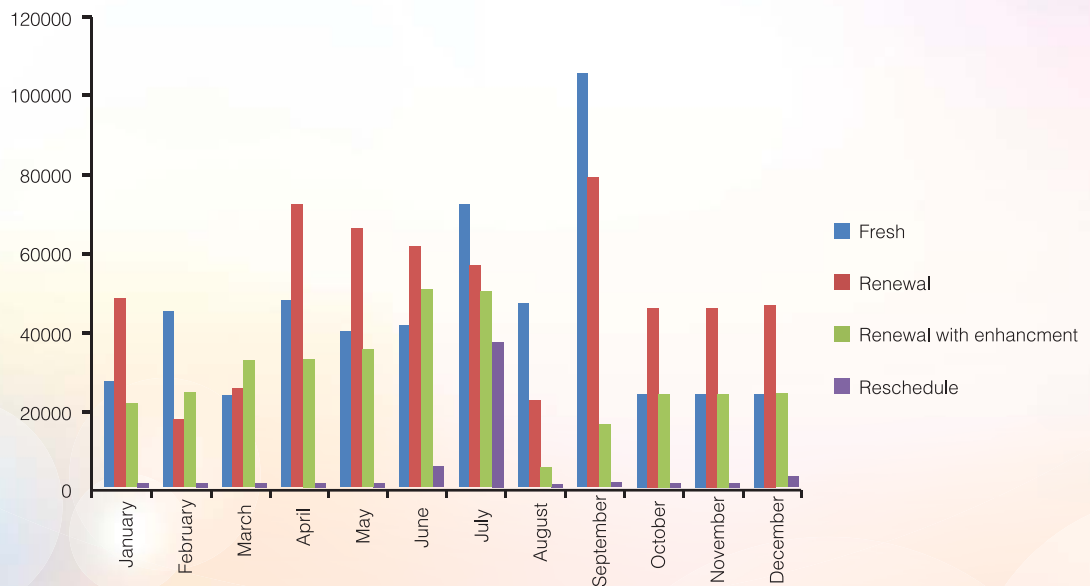
Credit Administration

The Credit Administration Division (CAD) as a vital part of credit risk management is performing its duty in compliance with the guidelines of the credit policy of our Bank and policies, instructions and guidelines of Bangladesh Bank.

- 1) Credit Administration Division performs the post sanction works of a credit to disburse the approve amount to the client after threadbare verifications of documents presented for this purpose in the line of sanction advice. Compliance of Sanction advice is the most vital segments of a loan disbursing process. CAD after being satisfied that all the documentation works have been completed than proceeds towards the disbursement of loan limit.

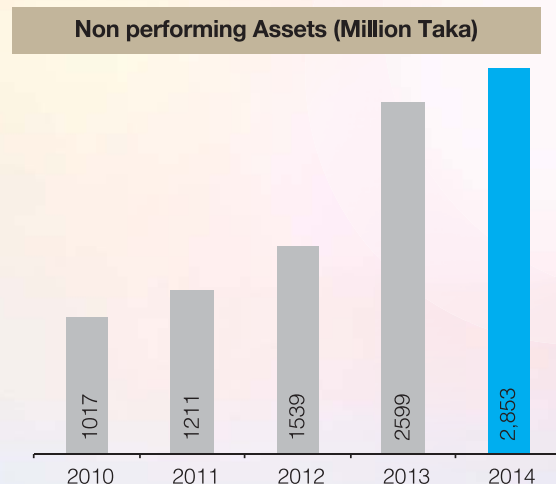
- 2) Disbursement error is one of the major risks for possible loss of the bank. The department ensures that collateral documentation and Credit compliance are maintained according to policy and regulatory requirements
- 3) Under the credit risk management process quality of the loan is very important for a bank and CAD of SBL maintains strong ethical and professional standard while disbursing a credit as the quality documentation through best banking and legal practices secure quality of loan.

Throughout the year, Credit Administration Division has performed through utter dedication and much enthusiasm. The disbursement position of 2014 can be pictured as follows:



Recovery

As per Bangladesh Bank guidelines, the loans after being classified are transferred to Law & Recovery Division for proper treatment. After getting files of classified loans from Credit Division, Law & Recovery Division follows up the classified loans and gives proper treatment/advice to the branch regularly for realization/regularization the loans. Besides this, Law & Recovery Division always monitors the suits filed against the defaulting borrowers with lawyers and informs the position to the Higher Management and Board of Directors of the Bank time to time.



As a result a few percentage of loans and advances (3.55% i.e. Tk.285.26 crore) has become non-performing as on December, 2014 out of total loans and advances of Tk.8044.86 crore. Last year (2013) this percentage was 3.51%. During the year 2014 an amount of total Tk.617.49 crore loans and advances has turned into newly classified and an amount of classified loan of Tk.592.15 crore was reduced by cash recovery Tk.38.25 crore, by rescheduling Tk.402.49 crore, by waiver of interest of Tk.0.34 Lac and by written-off Tk.151.41 crore. The percentage of recovery of classified loan is 67.49%. The bank is aware of the increasing trend of NPL and effective recovery efforts have been geared up to reduce the non performing loans. Bank is very alert about the asset quality and taking proper steps to maintain asset quality by reducing the classified loan and stopping new classification of loans and advances in the current year.

Business Team

The "Business Team" of Head Office is effectively organizing our day to day business operations through IT enabled solutions. In the meantime, we have already moved ahead and successfully running latest version of Core Banking Software 'i-Stelar'. Automation has brought much improvement in customer service in terms of cost and time. Now most of the transaction related activities have been automated at Branch and Head Office level. In order to minimize the overall risk and strengthen our monitoring system in the new environment Business Team is working round the clock. The situation has come to look into the whole system in computerized environment and do new mapping so that unauthorized and fraudulent activities can be stopped as far as practicable and to minimize the risk.



SBL signed an agreement with Investment Corporation of Bangladesh.

We have also introduced Software named 'Bank-Ultimas' for implementation of Offshore Banking Unit (OBU) for extending banking facilities towards our foreign clients in the country. We have implemented e-tendering in the branch level and trained-up executives and officers in this regard. In addition, we have started working to introduce a new dynamic website for our bank instead of existing one.

Small & Medium Enterprise Financing

SMEs are recognized as engine of economic growth and employment generation for sustainable industrialization in both developed and developing countries of the world. There is a broad consensus that a vibrant SME sector is one of the principal driving forces in the development of the country of Bangladesh. SME stipulate private ownership and entrepreneurial skills and can adopt quickly to changing market situation, generate employment ,help diversity economic activities and make significant contribution to exports and trade. Bangladesh government has already identified it as a thrust sector and Bangladesh Bank , in line with the stance has given top priority for financing this sector. As per guideline of Bangladesh Bank, Standard Bank Ltd has taken active to increasing SME financing out of its total loan portfolio . Considering the importance of SMEs in the economy of our country, Standard Bank Limited has formed a separate SMEs Division for maintaining full scale operation of SME financing activities.

Performance of SME at a glance:

SME Division of Standard Bank Limited has already assigned dedicated SME officers in different branches to have greater access to market and to unleash the potential. SME division distributional channels are shelving all possible banking solution to SME customers across the country. All of our branches including specialized SME & Krishi branches are now ready to serve any SME customers through dedicated and well trained SME officers. All branches have been advised to take all necessary action to expand credit to the SME sector with priority to women entrepreneurs. A yearly target of Tk 700.00 Crore has been set up for the year 2014 and communicated to the branches. Branches have been disbursed Tk 422.75 Crore under SME sector during 2014 while it was Tk 341.66 Crore up to December 2013.

Women Entrepreneur Desk:

As per Bangladesh Bank guideline, branches have been instructed to open Women Entrepreneur's Dedicated Desk to help Women Entrepreneur to make friendly relationship with them, help them to fulfill formalities and render them special service. We are lending Women Entrepreneurs @ 10% interest against refinance facility from Bangladesh Bank as per policy guideline of Bangladesh Bank.

Refinance Agreement with Bangladesh Bank:

Agreement has been executed with Bangladesh Bank on 06.04.2010 & 06.07.2010 for refinance against disbursed loan to Women Entrepreneurs (@10% interest) & for refinance against disbursed loan for setting up agro-processing rural industries and another agreement with Japan International Corporation Agency (JICA) on 11.06.2012 to get refinance against disbursed loan to support Small & Medium sized manufacturing enterprises. So far we have received Tk 6.25 Crore refinance from Bangladesh Bank for lending to Women Entrepreneurs.

In view of Govt. policy, Bangladesh Bank directives and for diversification of risk, Branch incumbents are advised to diversify their loan portfolio and enrich SME sector and Women Entrepreneurship.

Comparative Business Performance on SME financing as on 31.12.2014:

Enterprise	Disbursement during the year		Growth Rate	Yearly Target	Achievement (%)	Outstanding as on 31.12.2013	Outstanding as on 31.12.2014
	2013	2014					
Small	228.71	263.04	15.00%	280.00	93.94%	246.83	365.49
Medium	112.96	159.72	41.40 %	420.00	38.03%	220.27	242.00
Total	341.66	422.75	23.73%	700.00	60.39%	467.10	607.49

Events and Fairs on SME participated by Standard Bank Limited during 2014:

1. SME entrepreneurs-Bankers fair arranged by DCCI & Bangladesh Bank at Bangabandhu International Conference Center.
2. SME entrepreneurs-Bankers fair arranged by SME Foundation & Bangladesh Bank at Hotel Pan Pacific Sonargaon.

Agriculture & Rural Credit

At present Agriculture is a priority sector in our country. All kinds of activities related to agriculture & rural sector need financial support for greater achievement in this sector. Keeping this in view, Bangladesh Bank has taken all possible measures to reinforce the aspect of extending financial support in this sector through the Banks & advised all Banks to set a target of financing in this sector. Accordingly Bangladesh bank fixed a target of TK. 140.00 crore which is 2% of outstanding as on 31.03.2014 for the fiscal year 2014-2015. This target has been set up to be achieved through 56 Branches including seven SME/ Krishi Branches directly and enrouting the micro Financing Institutes (MFIs).

Fortunate for us that in the last fiscal year 2013-2014 we achieved our Agri/ Rural credit disbursement target set by Bangladesh Bank. This greatly consolidated our position & image. Our target was Tk.107.00 crore. We achieved Tk. 138.86 crore. We achieved target but this was due mainly to the fact that we were constrained to disburse 80% of Agri/ Rural credit through MFI(s).

Apart from the existing terms & conditions for disbursing Agri./ Rural Credit, Bangladesh Bank has recently brought all private Banks under varied rating standards including CAMEL rating effective from 2013-2014. So, as to take-up new challenge of the rating standards our disbursement & recovery portfolio needs to be recast the need of MFI (s) to be brought subservient.

Under the circumstances that we have less than enough man power & numbers of rural Branches, Honorable Board of Directors approved to appoint 104 contractual employees. We deployed 21 contractual designated officers as CRO (Customer Relationship Officer) on 2014 who are posted & performing their duties. Step by step we shall deploy more contractual employees so that our own capacity will be build-up to disburse Agri Credit. 21 CROs' cumulative achievement contributed much to Bank's business development. During last 01 (one) year they collected loan deposit Tk. 20.51 Crore & A/C. 3466 and disbursed loan Tk. 13.94 crore among 545 borrowers.

Throughout the year we attended several seminars, symposium, farmers' meeting, open loan disbursement program at Dhaka, Jessore, Rajshahi, Comilla, Rangpur, Chittagong, Dinajpur organized by Bangladesh Bank. Our Bank's representative regularly attend Zilla Krishi Rin Committee meeting headed by D.C. at District level. Divisional head of Agri./ Rural Division is very punctual to attend at every routine meeting & special meeting at Bangladesh Bank. Agri./ Rural Credit Division comply each & every query & reporting in time so as to consolidate our Bank's Position & image.

Green Banking

For sustainable development & thereby save the planet Banks hold a unique position in an economic system that can affect production, business & other economic activities through their launching activities & thus may contribute to save environment from pollution, Green Banks or environmentally responsible Banks do not only improve their own standards but also affect socially responsible behavior of other business, the activities that are not hazardous to environment & help conserve environment.



SBL signed a re-financing scheme agreement to be used for financial inclusion of taka ten accountholders. Managing Director Mr. Md. Nazmus Salehin and Head of Green Banking & CSR Dept. of Bangladesh Bank Mr. Abul Mansur Ahmed are seen exchanging agreement in the photo.



SBL donated blankets to honorable Prime Minister's Relief & Welfare Fund.



SBL donated BDT 5 crore to the victims of Rana Plaza, Savar tragedy



SBL donated to the honorable Prime Minister for Lakho Konthe Sonar Bangla Fund.



SBL helped the Leprosy patients in assistance with Mother Teresa Research Council

Preferential Treatments for Compliant Banks:

- BB will award points to banks on Management component while computing CAMELS rating where there will ultimately be a positive impact on overall rating of a bank.
- BB will declare the names of the Top Ten Banks for their overall performance in green banking activities in the BB website.
- BB will actively consider green banking activities/ practices of a bank while according permission for opening new bank branch.
- BB will accord permission for SME branch subject to installation of solar panel in place.
- Separate treatment in existing guidelines of RBCA for Environmental Risk in computation of Adequate Capital by BB.

Standard Bank's in house Initiatives

- A separate unit named "Green Finance Unit" has been established.
- SBL installs solar power system on its rooftop of new Branches.
- Bank approves allocation for Green Banking in the annual budget 2014 – 2015.
- Bank has created "Climate Risk Fund."
- Bank has incorporated Environmental Risk in CRG.
- Online communication is extensively used for office management.
- Measures have been taken to save electricity, water, paper & reuse of equipment.
- Alongside avoiding negative impacts on environment through banking activities, Bank has introduced environment friendly innovative green products to address the core environmental challenges of the country.
- Bank has financed Tk. 5.00 crore for installation Solar Home System & refinance received from B.B.

BB's Green Banking Initiatives and SBL's compliance:

Indicative Green Banking policy & strategy framework developed by B.B. in these phases.

Phase-I: Policy includes:

- 1) Policy Formulation & Governance,
- 2) Incorporation of Environmental Risk in CRM,
- 3) Initiating In-house Environment Management,
- 4) Introducing Green finance,
- 5) Creation of Climate Risk Fund,
- 6) Introducing Green Marketing,
- 7) Online Banking,
- 8) Supporting Employee Training Consumer Awareness & Green Event,
- 9) Reporting Green Banking Practices.

Implementation Deadline was **30.06.2014**

We have complied all the 09 points of Phase I

Phase II policy includes:

- 1) Sector Specific Environmental Policies,
- 2) Green Strategic Planning,
- 3) Setting up Green Branches,
- 4) Improved in- house Environment Management,
- 5) Formulation of Bank Specific Environmental Risk Management Plan & Guidelines,
- 6) Rigorous Programs to Educate Clients,
- 7) Disclose & Reporting of green Banking Activities.

Implementation Deadline was **31.12.2014**

Phase III Policy includes:

- 1) Designing & Introducing Innovative Products,
- 2) Reporting in Standard Format with External Verification.

We are yet to achieve the goals
Implementation Deadline is **30.06.2015**

Business & Marketing

Corporate Relation & Marketing Division of the bank is engaged in marketing of Corporate Product by the way of mobilizing deposit and extending financial support to reputed business entities. Through relentless efforts the division has successfully established banking relationship with various Government & Semi- Government organization such as Titas Gas Transmission & Distribution Ltd., Dhaka Power Distribution Company Ltd. (DPDC), DESCO, BTCL, Rural Electrification Board (REB), Investment Corporation Board (ICB), Ministry of Industries, Ministry of Religious Affairs, Ministry of Health, Ministry of Manpower, Bangladesh Agricultural Development Corporation (BADC), etc.

The division is being opened Collection accounts for receiving utility bills for both commercial and industrial sectors, etc. through different branches of the bank. The division facilitates to the collection of Hazz Fees through all branches of our bank. The division successfully arranged agreement of e-tendering program with CPTU, Ministry of Planning which is started in all of our branches. We move forward with BRTA to have their Collection fees Account for Motor Vehicle related tax, fees & other miscellaneous charges through our real time online banking system. We have accomplished an agreement with Computer Network Systems Ltd. (CNS) - an authorized vendor of BRTA; and expectantly we will go to the operation in this regard with in February 2015.

The Division has also participated in various conferences & fairs like School Banking Conferences arranged by Bangladesh Bank, Bidyut Mela arranged by Bidyut Unnayan Board, Hazz Mela arranged by HAAB, etc. The division has also arranged School Banking and Hazz related programs as per guidelines of Bangladesh Bank, Ministry of Religious Affairs and Islamic Foundation.

Moreover, Dhaka South City Corporation, Bangladesh Parjatan Corporation, Bangladesh Standards & Testing Institute (BSTI), Department of Immigration & Passports have been approached to have their collection Accounts for collecting Holding Tax related fees, various rental fees, Testing fees, Passport & VISA related fees respectively through our real time online banking system. In this connection, the Information Technology related activities are in course of action by our IT division. Hopefully we will make the contracts with the above mentioned companies within a short period of time.

International Banking**International Trade**

One of the most important components of Standard Bank's business profile is financing in International Trade that has been playing a significant role in the overall foreign exchange business since inception of the bank. The bank is contributing in country's national economy by successfully handling foreign exchange offering a broad spectrum of Trade Finance Products through its 19 Authorized Dealer (AD) including International Division. Our Mohakhali branch has become Authorized Dealer in the 2014 year and taking part in accelerating our Foreign Exchange business.

Import

Import volume of the bank was USD 651.80 Million eqv. To BDT 51,036.10 Million in the year 2013. During the year 2014, import business closed at USD 691.79 Million eqv. To BDT 53,932.10 with 6.14% growth.

Export

During the year 2014, total export volume stood at USD 561.18 million equivalent to BDT 43,587.75 million with compare to the export of USD 554.16 million equivalent to BDT 43,288.02 million for the year 2013 which increased by 1.27%.

Foreign Correspondents

Quality and quantity of foreign exchange business depends on enhancement of correspondent banking relationship with reputed banks all over the world. Among others, increasing foreign exchange business is an objective of the

bank. Keeping the objective in consideration, all out effort to establish correspondent banking relationship with internationally reputed banks globally is a continuous process. Now the bank has correspondent banking network with 406 renowned banks around the globe along-with RMA (Relationship Management Application) under SWIFT covering their all branches globally. We have already established RMA arrangement under SWIFT with 49 local banks.

The bank is enjoying credit line of substantial amount from most of the renowned banks globally where Standard Chartered Bank, Mashreqbank psc, Habib American Bank New York(China, Turkey, Japan, South Korea, Indonesia, UAE), ICICI Bank(Singapore, New York, India, Hong kong, London), Commerzbank AG Germany, AB Bank Mumbai, EBL Finance (HK) Ltd., AB International Finance Hong Kong, HBZ Finance Hong Kong and Banca UBAE, Italy are mentionable. This helps us to rule our LC business and also to fulfill our payment commitment abroad.

Foreign Remittance Drawing Arrangement

Presently, the bank has remittance drawing arrangement with Wall Street Finance LLC, USA and MoneyGram Payment System USA Inc. MoneyGram facilitates remittance made by Bangladeshi expatriates all over the world by using their Global network. In UAE, we have arrangement with Wall Street Exchange Centre LLC, Al-Ghurair Exchange, Universal Exchange and Instant Cash FZE UAE. We have also made remittance drawing arrangement with Western Union, USA and ZENJ Exchange Company, Bahrain and Xpress Money, UAE as sub agent. The bank continues its efforts to make remittance drawing arrangements with different exchange houses in the potential countries.

Total Inward Remittance

Foreign Remittance Business of the bank stood at USD 106.11 million equivalents to BDT 8,291.23 million for the Year 2014, which is higher by 52.23% with compared to previous year 2013 of remittance was USD 69.71 million equivalents to BDT 5,444.19 million.

Remittance received from Exchange Companies

During the year 2014, we have received USD 84.10 million equivalents to BDT 6,586.90 million through different exchange companies. In 2013, remittance received through exchange companies was USD 56.94 million equivalents to BDT 4,454.36 from all exchange companies. The growth for the year 2014 is 47.70% with compare to the year 2013.

Bank's Own Exchange Company

We have the following two Money Transfer Companies in UK and USA, 100% owned subsidiary of Standard Bank Ltd.

- 1) **Standard Exchange Co (UK) Ltd.:** The company started its operation at 101 Whitechapel Road, London E1 IDT, UK. in the month of August 2009. We have received remittance GBP 15.79 Million equivalent to BDT=2009.39 Million during the year 2014 which is 33.19% higher with comparison to previous year of remittance GBP 10.55 Million equivalent BDT=1299.18 Million.
- 2) **Standard Co. (USAI Inc. U/A/N "STANDARD EXPRESS":** The company started its operation on 1st March 2011 by opening its 1st branch at 37-22 73rd Street - Suite # B2, Jackson Heights, NY 11372, U.S.A. It has now 5 branches located at Jackson Heights, Jamaica, Ozon Park, Brooklyn and Bronx in New York and one branch in Los-Angeles at 4151 West Third Street, Unit A, Los Angeles, California 90020, U.S.A. We have received remittance for USD=31.47 Million equivalent to BDT=2425.98 Million from Standard Express during the year 2014 which is 11.57% higher than the previous year's remittance of USD=27.83 million equivalent to BDT=2152.80 Million.

Foreign Currency Exchange Booth:

Another remarkable value added service in the Foreign Exchange Business of our bank is that we have opened Foreign Currency Exchange Booth at Arrival Lounge, Concourse Hall in Hazrat Shahjalal International Airport, Dhaka on 27th March 2013.

Off-Shore Banking Unit (OBU):

Off-Shore Banking is an important tool in International Trade business which plays a vital role in Foreign Exchange Business. We have also obtained permission from Bangladesh Bank to open 3 OBU at Principal Branch & Gulshan Branch in Dhaka and at Agrabad Branch in Chittagong. We have also installed CBS (Corporate Banking Software) from Leads Corporation for OBU operation and hopeful to start operation from January 2015.

Treasury

SBL Treasury is an important and unique banking unit and it is one of the best earning sources of the Bank at the Head Office level. Unlike every bank, our Treasury Division comprises with the two wings. One is Money Market Dealing with the Local Currency for managing and utilizing fund and the other is Foreign Exchange Dealing with the Foreign Currency. We have a superb Treasury Team working for prudent fund management with excellence in performance and skill. During the Year 2014 income from the Treasury was Tk.137.62 Crore.

Treasury Investment

Treasury Investment mainly cause for maintaining the Statutory Liquidity Ratio (SLR). SBL Treasury usually maintains its Investment portfolio mainly for maintaining SLR and to some extent for the prudent fund management. SBL Treasury Portfolio mostly containing of 91 Day, 182 Day and 364 Day Government Treasury Bills. Also there are a couple of 2 Years, 5 Years, 10 Years, 15 Years and 20 Years Bangladesh Government Treasury Bonds in our holding. Diversified Investment portfolio also reflects distribution of liquidity performance. In the year 2014, the size of Investment portfolio raised at Tk.1677.11 Crore against Tk. 1641.66 Crore in the year 2013 showing an increase of 2.16%. Within the portfolio of 2014, 63.36% are in the HFT (Held for Trading) mode and the rest 36.64% are in the HTM (Held to Maturity) mode. Besides the investment of Government Treasury Bills/Bonds, SBL invested Tk.31.70 crore to the Fixed Rate Subordinated Bond of Dhaka Bank Limited, National Bank Limited, Trust Bank Limited Unsecured Subordinated Non-convertible Bond and First Bangladesh Fixed Income Fund.

Strategic Business Outlook

Standard Bank Ltd. has put in strong endeavor to involve in banking sectors with the vision to grow with the economy of the country. It considers the entire spectrum of businesses activities irrespective of size, not only for the better service to its clients, but for all stake holders and people at large.



Managing Director Mr. Md. Nazmus Salehin is holding trophy of Best Corporate Award 2013 awarded by ICMAB.

The changing scenario at Banking sector is experiencing different attention on different perspective. The priorities are also taking new style in recent development of Regulatory structure and market condition in Bangladesh. Thus Standard Bank Ltd. has taken number of steps to diversify its business avenue. Special attention is being given to finance in Infrastructure, Power Generation, Pharmaceutical, Ship-Building, Iron & Steel industries. Due attention is now being given to Agri & Agri based sector. SME and other micro credit operations are new areas for us for uplifting national economy at large.

Besides, business expansion is being addressed in many ways like opening of one exchange house in the UK and similar other exchange houses to be opened in the USA, Italy and Canada within the shortest possible time.

At home some more Branches are being opened considering potentialities and demand of the economic needs of the concerned areas. Its ultimate goal is to cover more areas with technology based delivery channels.

Dynamic decision making process, Moderate Risk based Management, Diversified and peoples friendly business model, Dedicated IT infrastructure, Technology base product, Strong Internal Control System and Efficient Performance of the Management team are most effective tools in attaining better outcome at Standard Bank Ltd.

Our strategic management is a process that evaluates and controls our business in the total Banking industries, in which we are exactly involved. We also assess the market environment to set goals and strategies by taking into consideration of all potential competitors.

Capital Adequacy

To manage the overall risk exposure of the bank, our primary focus has always been to reinforce our risk management policy with a strong internal control system. Our Capital Adequacy Ratio has remained consistently above the threshold (10% of RWA) of Minimum Capital requirement (SBL Position is for Solo-10.90% Consolidated-10.99% as on 31 December 2014) without any fresh injection of capital., Bangladesh Securities and Exchange Commission (BSEC) and Bangladesh Bank have accorded us their consent to issue **06 (six) years Standard Bank Nonconvertible Subordinated Bond for amounting BDT 200.00 crore** to meet up the Tier II capital requirement of the Bank. Finally, Bangladesh Bank has approved the coupon rate of said bond with the range to be restricted at 11.50% to 14.00% p.a. Thereafter coupon rate shall be re-fixed semiannually based on changing rate of 06(six) months average FDR rate of private Commercial Banks plus 2.75% margin. Standard Bank Ltd. is trying to build up its capital base to meet up the compliance of BASEL-III deadline.

Branch Expansion and Business Diversification

The year 2014 was a remarkable as well as worth noting for us because of the fact that the year had been marked by an astounding record of growth and development through multidimensional steps taken by the management. Several epochs making steps in matters of business dissemination and diversification had taken place during the year.

Keeping in mind the existing ongoing strategy plan set before and, we, during the year 2014, opened 9 (Nine) new branches including 5 (Five) Rural Branches with the total number of branches coming at 96 (Ninety Six) out of which 19 branches are Authorized Dealer. These AD branches properly manned by highly dedicated professionals and dexterously supported by state-of-the-art technology, are capable of and adept in handling all types of foreign Exchange Business and transactions.

Our bank plans to open 8 (Eight) new branches both urban and rural areas in the year 2015 across the country in order to reach the more general masses and make available banking services to every sectors/areas, thus speeding up the pace of growth of economy.

Standard Exchange Co (UK) Ltd., 100% owned subsidiary company of Standard Bank Limited is operating in London, UK since August, 2009. Besides, we have opened Standard Co. (USA) Inc. under the brand name "STANDARD EXPRESS" at U.S.A. on 1st March, 2011 with total 07 branches at Jackson Heights, Jamaica, Ozon Park, Brooklyn, Bronx, Jackson Heights and Los Angeles in California.

We have also planned for opening more Exchange Companies in Italy, Spain and other potential areas of the world in near future. As such, Bangladesh expatriates will be able to remit money with ease, comfort and confidence.



Honorable Director of the bank Mr. S. A. M. Hossain is seen to inaugurate Ashulia Branch at Ashulia, Dhaka.



Honorable Vice Chairman of the bank Mr. Kamal Mostafa Chowdhury inaugurates Kansat Branch at Shibgonj, Chapainawabgonj.



Mr. Kazi Akram Uddin Ahmed inaugurates Khan Jahan Ali Branch at Khulna.



Standard Bank Limited opened its 89th branch in Alamdanga, Chuadanga on 14 August, 2014. Honorable Vice Chairman of the bank Mr. Gulzar Ahmed formally inaugurated the branch as Chief Guest.



Standard Bank Limited inaugurated its 92nd branch at Moizzartek, Karnaphuli, Chittagong. Honorable Chairman of the bank and President of FBCCI Kazi Akram Uddin Ahmed inaugurated the branch.

Internal Control & Compliance

Internal Control Mechanism refers to a set of tools aimed at the achievement of organizational overall objectives. It helps an organization to safeguard its assets, check the accuracy and reliability of data. Internal Control & Compliance (ICC) promotes operational efficiency and encourages compliance with managerial policies and procedures, laws and regulations and supervisory requirement. The ICC comprises the following three units:

- i) Internal Audit & Inspection Unit
- ii) Monitoring Unit and
- iii) Compliance Unit

An effective Internal control System can assure banks to meet the following objectives:

- 1) To establish an effective and efficient system to identify and detect errors, omission, fraud and forgeries and to take/suggest effective measures to protect repetition thereof.
- 2) To help to establish reliable, complete adequate and timeliness of financial and management information.
- 3) To ensure compliance with applicable laws and regulations.

As per the instruction of Bangladesh Bank the Bank has set Internal Control & Compliance Division at Head Office to ensure that the internal control process are in place through establishment of Audit Committee. The Committee reviews the internal & external Audit reports without any intervention of the Bank Management and ensures that Management takes effective measures in case of any deficiencies/lapses are found in the reports of Internal Control System.

The Bank has introduced Risk Based Internal Audit (RBIA) to assess the business risk as well as the control risk associated with the branches and determine how much care, monitoring & periodicity of comprehensive internal audit would be required to reposition the branches.

Internal Control & Compliance Division sets out a Risk Based Internal Audit Program each year. The Risk Based Internal Audit Program for the year 2014 was chalked by ICC Division which was duly approved by the Management as well as the Audit Committee of the Board of Directors. The Audit program included the timing and frequency of audit of branches. Accordingly comprehensive audit has been conducted at 87 (eighty seven) branches & 09 (nine) divisions of Head Office, surprise inspection has been conducted at 09 (nine) branches and 10 (ten) nos. special investigation has been conducted in the year 2014, ICT audit has been conducted at 21 (twenty one) branches. Major irregularities or lapses of the reports were presented to the Management and the Audit Committee of the Board of Directors. As per directions/suggestions of the Board Audit Committee as well as the higher Management, corrective measures have been taken so as to stop recurrence of such lapses or irregularities in future.

Besides above, Bangladesh Bank Inspection team also conducted 50 (fifty) different inspections in the year 2014 on various Branches and Departments of Head Office. Details are as under:

Nature of Inspection	Head Office/Division	Branches
Special Inspection on Core Risk	05	02
Comprehensive	01	29
Foreign Exchange Transaction	-	07
Special Inspection	01	03
Surprise Inspection	-	02

To comply with the directives of Bangladesh Bank, ICC Division of the bank takes proper initiative to comply the observations/suggestions of Bangladesh Bank and also sent the Compliance Report on time.

The Management Committee (MANCOM) of the Bank monitors the effectiveness of Internal Control System time to time. The MANCOM provides certificate on overall adequacy and effectiveness of Internal Control System based on Bank's policy and procedure to the Board of Directors.

Anti Money Laundering

Prevention of Money Laundering and Combating of Terrorist Financing in Standard Bank Ltd. refers to the endeavors taken by the bank in line with international efforts under the guidance of BFIU of Bangladesh Bank. Considering the severe effects of Money Laundering and Terrorist financing on the country Anti-Money Laundering Division of the Bank has taken many initiatives and issued General Guidelines on Anti-Money Laundering to prevent money laundering and terrorist financing by the account holders of Standard Bank Ltd.

Self assessment and independent testing procedure system were introduced in the bank execution of which is running effectively. Side by side, Bank's AML Division has also been monitoring the same through a process called system check inspection.

A rigorous Customer Due Diligence (CDD) procedure has been introduced to protect identity theft by customer through issuance of Uniform Account Opening Form for the bank. It includes standardized Know Your Customer (KYC), Transaction Profile (TP) and Risk Grading of Customer.

Bank has been ensuring the implementation of Money Laundering Prevention Act, 2012 and adopted Anti Terrorism (Amendment) Act, 2013 and circulated it to all of its branches to cope with latest AML strategies of national and global arena.

Bank follows standard procedure to detect suspicious transaction of its clients and monitor them closely. In 2014 AML Division has detected 03 STRs from 03 separated branches and reported to BFIU, Bangladesh Bank.

AML division submits the monthly CTR reports to Bangladesh Bank for Tk.10.00lac and above (withdrawal or deposit) in an account in a day as per instruction of Bangladesh Bank through CD medium as well as goAML named a new software provided by Bangladesh Bank.

Preservation of KYC of Walk-in/One-off and Online Customers are mandatory for banks as per instruction of Bangladesh Bank. To bring the Walk-in/One-off customers under due diligences AML Division reissued a circular dated on 15.07.2014 to make a seal drawing a format of KYC to draw the seal on the back of the Cheque /Deposit slip of Walk-in/One-off customers to preserve the KYC of those customers.

AML Division of the Bank as per instruction of Bangladesh Bank has initiated Anti Money Laundering Inspection to check up AML compliance status of the branches. In this process, AML department inspected in the year-2014 considerable 22 (twenty two) number of branches to review their compliance status which will be continued in the future.

Bank to maintains correspondent banking relationship with its foreign counterparts to conduct international business. It follows strict KYC procedure as per instruction of the regulatory body and replies different questionnaire regarding AML and Terrorist Financing as received from organization abroad. In 2014 AML Division update the KYC with West Pac Banking Corporation, Express Money, Instant Cash, Sonali Bank (UK) Ltd, Habib Metropolitan Bank, Bank of Ireland, The Wolfs berg Group, Western Union, Habib Bank, Wall Street Finance and AL Rajhi Bank etc.

AML Division conducts AML training/workshop with the cooperation of SBL Training Institute on a periodic basis to enrich AML&CFT knowledge of its employees. 171 Officials of the bank took part in 05 AML workshop in the year-2014 held at Dhaka, Khulna, Bogra and Sylhet to enrich their AML & CFT related knowledge. Moreover, it has a plan to train up 200 officers/executives of the bank in 2015 by organizing 06 (six) workshops throughout the country.

কেন্দ্রীয় গ্রাহকসেবা ও অভিযোগ ব্যবস্থাপনা সেলঃ

স্ট্যান্ডার্ড ব্যাংক লিমিটেড-এর প্রধান কার্যালয়ে গঠিত “কেন্দ্রীয় গ্রাহক সেবা ও অভিযোগ ব্যবস্থাপনা সেল” ও এর কার্যাবলীর প্রতিবেদনঃ

ব্যাংকের মুনাফা, প্রবৃদ্ধি ও সামাজিক দায়বদ্ধতা ইত্যাদি গুরুত্বপূর্ণ উদ্দেশ্যসমূহ অর্জনের পাশাপাশি সৃষ্ট গ্রাহক সেবাদানের বিষয়টিকে ব্যাংকের অগ্রাধিকারমূলক উদ্দেশ্য হিসাবে গণ্য করে ব্যাংকের গ্রাহকগণের স্বার্থ সংরক্ষণ, গ্রাহক সেবার ন্যূনতম মান নিশ্চিতকরণ এবং অভিযোগ নিষ্পত্তি সংক্রান্ত সৃষ্ট কর্মপদ্ধতি প্রণয়নের লক্ষ্যে ফাইন্যান্সিয়াল ইন্সটিটিউট এন্ড কাস্টমার সার্ভিসেস ডিপার্টমেন্ট (কাস্টমার সার্ভিসেস ডিভিশন) বাংলাদেশ ব্যাংকের নির্দেশনানুযায়ী স্ট্যান্ডার্ড ব্যাংকের প্রধান কার্যালয়ে সম্মানিত ব্যবস্থাপনা পরিচালক মহোদয়ের সরাসরি তত্ত্বাবধানে ‘কেন্দ্রীয় গ্রাহক সেবা ও অভিযোগ ব্যবস্থাপনা সেল’ (CCS & CMC) পুনঃগঠনের মাধ্যমে গ্রাহকদের যে কোন অভিযোগ শোনা, লিপিবদ্ধ করা ও তা প্রশমনের জন্য প্রয়োজনীয় ব্যবস্থা গ্রহণ করা হয়েছে।

কেন্দ্রীয় গ্রাহক সেবা ও অভিযোগ ব্যবস্থাপনা সেলের অধীনে ব্যাংকের আঞ্চলিক কার্যালয়ের দ্বিতীয় প্রধান কর্মকর্তাকে/ক্ষেত্রবিশেষে আঞ্চলিক ব্যবস্থাপককেই প্রধান করে দুই সদস্য বিশিষ্ট আঞ্চলিক গ্রাহক সেবা ও অভিযোগ ব্যবস্থাপনা সেল (ZCS & CMC) এবং আঞ্চলিক গ্রাহক সেবা ও অভিযোগ ব্যবস্থাপনা সেলের অধীনে/কেন্দ্রীয় গ্রাহক সেবা ও অভিযোগ ব্যবস্থাপনা সেলের অধীনে শাখার নির্ভরযোগ্য একজন কর্মকর্তা কে প্রধান করে এক সদস্য বিশিষ্ট শাখা পর্যায়ের গ্রাহক সেবা ও অভিযোগ ব্যবস্থাপনা ডেস্ক (BLCS & CMD) গঠনের জন্য এবং প্রতিটি অভিযোগ ব্যবস্থাপনা সেলের করণীয় কার্যাবলী উল্লেখ করে তাহা পরিপালন করার জন্য গত ০৪.১২.২০১৪ ইং তারিখে পত্রের মাধ্যমে শাখা ও আঞ্চলিক কার্যালয়কে নির্দেশনা প্রদান করা হয়েছে এবং ইতিমধ্যে প্রতিটি শাখা ও আঞ্চলিক কার্যালয় নির্দেশনানুযায়ী শুরু করিয়াছে।

- ‘অভিযোগ বাস্তব লেখা’ একটি বাস্তব প্রধান কার্যালয়ের দৃশ্যমান স্থানে অভিযোগকারীদের অভিযোগ পত্র ফেলার জন্য তালাবদ্ধ অবস্থায় রাখা হয়েছে।
- ব্যাংকের কোন সেবা ও পণ্য সম্পর্কে যদি কোন অসন্তুষ্টি থেকে থাকে তবে দেশ ও দেশের বাইরে থেকে নিম্নলিখিত ঠিকানা, ইমেইল ও টেলিফোন নম্বর ব্যবহার করে সম্মানিত গ্রাহকগণকে তাদের অভিযোগ জানাতে পরামর্শ দেয়া হয়েছে।

ঠিকানা : হেড অব সেন্ট্রাল কাস্টমার সার্ভিসেস এন্ড কমপ্লেইন্ট ম্যানেজমেন্ট সেল

স্ট্যান্ডার্ড ব্যাংক লিমিটেড, প্রধান কার্যালয়, মেট্রোপলিটন চেম্বার বিল্ডিং (৪র্থ তলা), ১২২-১২৪ মতিবল বা/এ, ঢাকা-১০০০

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Corporate Social Responsibility

As a responsible corporate citizen, Standard Bank Ltd. is always aware of its Corporate Social Responsibility (CSR) with an aim to ensure the bank as a socially responsible corporate entity contributing towards quality of life of the society at large without compromising our ecological balance. This year Corporate Social Responsibility (CSR) activities of the Bank expanded to Taka 4.83 crore under Health, Education, Sports, Disaster Management and Environmental programmed as against Taka 7.55 crore in 2013 to reaffirm the commitments of the Bank towards society.

Appointment of Auditors

Shafiq Basak & Co. Chartered Accountants have completed their first year as statutory auditor of the Bank. As per rules statutory auditor of a bank can be appointed for three consecutive years. As such Shafiq Basak & Co are eligible for reappointment and they have expressed their willingness for reappointment. The Audit Committee reviewed their expression of interest and recommended to the Board. The Board in its 235th meeting held on 20 April 2015 recommended to the shareholders regarding re-appointment of Shafiq Basak & Co, Chartered Accountants as a statutory auditor of Standard Bank Ltd. for the year 2015 at an existing remuneration of BDT4,25,000/-. Now in exercise of the power conferred upon Section 210(10) of the Companies Act, 1994. the shareholders of the company will approve the appointment and to fix the Auditor's remuneration in the ensuing annual general meeting. In this regard prior approval from Bangladesh Bank will be taken to appoint Shafiq Basak & Co. Chartered Accountants.

Board of Directors

In compliance of Bangladesh Bank's rule, the Bank has constituted the Board of Directors with 15 members of high academic caliber and excellent professional knowledge, experience and skills together with the Managing Director as Ex-officio Director. In the Board there are 2 (two) members are Independent Director whose are highly educated, esteemed professional and/or successful businessman with long experience in banking industry. During the year 2014, there had been 14(fourteen) Board meetings.

The Board approved different loan & investment proposals and adopted policies and plans for smooth growth of business. The Board provided guidelines for technological development in consideration of requirement of time and to face the challenges and competitions. The Board also reviewed different policies & programs on monthly basis in order to establish effective risk management in credit and other key areas of operations and provides guidelines to the Management for upholding and protecting the interest of the Bank.

Standard Bank Limited has 03(three) Board committees as set by the Central Bank namely Board Audit Committee, Executive Committee and Risk Management Committee with an objective to monitor and manage Bank's operations, performance and strategy.



232nd Board Meeting of Standard Bank Limited chaired by the Chairman of the Board of Directors of the Bank Mr. Kazi Akram Uddin Ahmed.

Executive Committee

The Executive Committee (EC) of the Board consisted of 08 members (Seven Directors and the Managing Director) nominated by the Board from Directors to ensure efficient, competent, compliant and secured structure for approval of credit proposals and business decisions. The EC decides or acts in those cases as instructed by the Board of Directors that are not specifically assigned on full board through the Bank Company Act and other laws and regulations. The Committee approves the credit proposals, expenditures, etc. within power delegated by the Board of Directors. The EC of the Board used to ensure the implementation of policy and guidelines of the Board and continuous efforts guides the Management to develop uniform and minimum acceptable credit standards for the Bank. There were 9 (nine) meetings of the Executive Committee held during the year 2014.



120th meeting of the Executive Committee of the Board of Directors of Standard Bank Limited.
Chairman of the committee Al- haj Mohammed Shamsul Alam presided over the meeting.

Audit Committee

The Audit Committee constituted as under by the Board of Directors of the Bank in accordance with the BRPD circular letter no.12 dated 23.12.2002. issued by Bangladesh Bank:

Sl.No.	Names	Status with the Bank	Status with Committee	Educational Qualification
1	Mr. S.S. Nizamuddin Ahmed	Independent Director	Chairman	M. Com
2	Mr Ashok Kumar Saha	Director	Member	MBA
3	Mr.Md. Zahedul Hoque	Director	Member	MBA
4	Mr. Md. Fayekuzzaman	Director	Member	B.Com(Hons), M.Com.
5	A.F.M Nizamul Islam Chowdhury	Group Company Secretary upto 11.12.2014	Member Secretary.	B.A, L.LB
6	Md.Ali Reza	CFO & Acting Company Secretary	-Do-	MBA, FCMA

The Group Company Secretary of the Bank has been nominated as Secretary of the said Committee as per Bangladesh Bank Circular. During the year 2014, the Audit Committee conducted 7 (seven) meetings.



57th meeting of the Audit Committee of the Board of Directors of Standard Bank Limited, presided by the Chairman of the committee Mr. S.S. Nizamuddin Ahmed.

Management Committee (MANCOM)

Management Committee consists of senior executives and departmental heads of the bank . The head of this committee is the Managing Director & CEO of the Bank. The committee meets every month and helps the Board of Directors to formulate policies/ guidelines and implements the same .

Directors' Honorarium

During the year an amount of Tk.12,50,000 has been paid to the Directors' including Independent Directors' as honorarium for attending the meeting of Directors'. It may be mentioned here that each Directors receives Tk. 5,000 (five thousand) for attending each meeting.

Compliance of Section 1.5(XXI) of Bangladesh Securities and Exchange Commission (BSEC) notification No. BSEC/CMRRCD/2006-158/134 Admin/44 dated 07 August, 2012

The pattern of shareholding position as on 31.12.2014
i) Parent/ Subsidiary/ Associated Companies and other related parties:Nil
ii) Shareholding position of Directors

Sl.	Name	Position	No. of Shares	(%) of shareholding
1	Mr. Kazi Akram Uddin Ahmed	Chairman	1,34,26,817	2.35%
2	Mr.Kamal Mostafa Chowdhury	Vice Chairman	1,37,56,616	2.41%
3	Mr. Ashok Kumar Saha	Director	1,14,60,992	2.01%
4	Mr. Ferozur Rahman	Director	1,18,14,856	2.07%
5	Mr. Md. Monzurul Alam	Director	1,14,04,888	2.00%
6	Mr. S. A. M. Hossain	Director	1,55,27,285	2.72%
7	Mr. Mohammed Abdul Aziz	Director	1,61,39,850	2.83%
8	Al-Haj Mohammed Shamsul Alam	Director	1,48,69,370	2.61%
9	Mr. Gulzar Ahmed	Director	1,14,15,750	2.00%
10	Mr. Md. Zahedul Hoque	Director	1,30,11,338	2.28%
11	Al-Haj Mohd. Yousuf Chowdhury	Director	1,14,04,411	2.00%
12	Investment Corporation of Bangladesh represented by its Managing Director	Director	1,47,61,493	2.59%
13	Mr. S. S. Nizamuddin Ahmed	Independent Director	1,72,748	0.03
14	Mr. Najmul Huq Chaudhury	Independent Director	Nil	Nil
15	Mr. Md. Nazmus Salehin	Ex-Officio Director	Nil	Nil

iii) Shareholding of CEO, CFO, Company Secretary & Head of Internal Audit:

1.	Chief Executive Officer and his spouse and minor children	Nil
2.	Company Secretary and his spouse and minor children	Nil
3.	Chief Financial Officer and his spouse and minor Children	Nil
4.	Head of Internal Audit and his spouse and minor Children	Nil

iv) Shareholding of Executives (Top five salaried persons other than CEO,CFO, CS and HIA):

Sl.No.	Name	Designation	Shareholding
1.	Mr. Mamun-Ur-Rashid	DMD	Nil
2.	Mr. Mohammad Ali	EVP	35,085
3.	Mr. A. M. M. Lasker	EVP	60,287
4.	Mr. Haider Nurun Nahar	EVP	Nil
5.	Mr. Muhammad Sakhawatur Rahman	EVP	14

v) Shareholders holding 10% or more voting interest in the company: Nil**Meetings**

Compliance of Section 1.5(XX) of Bangladesh Securities and Exchange Commission (BSEC) notification No. BSEC/CMRRCD/2006-158/134 Admin/44 dated 07 August, 2012

Number of Board Meetings and the attendance of Directors:

Sl.	Name	Position	Meetings Held	Attended	Remarks
1.	Mr. Kazi Akramuddin Ahmed	Chairman	14	14	
2.	Mr. Kamal Mostafa Chowdhury	Vice-Chairman	14	14	
3.	Mr. Ashok Kumar Saha	Director	14	8	
4.	Mr. Ferozur Rahman	Director	14	14	
5.	Mr. Md. Monzurul Alam	Director	14	5	
6.	Mr. S.A.M. Hossain	Director	14	12	
7.	Mr. Mohammed Abdul Aziz	Director	14	12	
8.	Al-haj Mohammed Shamsul Alam	Director	14	13	
9.	Mr. Gulzar Ahmed	Director	14	14	
10.	Mr. Md. Zahedul Hoque	Director	14	12	
11.	Al-haj Mohd. Yousuf Chowdhury	Director	14	9	
12.	ICB, represented by its Managing Director Mr. Md. Fayekuzzaman	Director	14	14	
13.	Mr. S.S. Nizamuddin Ahmed	Independent Director	14	14	
14.	Mr. Najmul Huq Chaudhury	Independent Director	14	8	Appointed as Director on 17.05.2014
15.	Md. Nazmus Salehin Managing Director & CEO	Ex-Officio Director	14	14	

* The Directors who could not attend the meeting(s) were granted leave of absence by the board.

Operating and Net Profit

Standard Bank Limited generated an operating profit of Tk. 383.54 crore in 2014 compared to Tk. 317.92 crore in 2013 making a growth of 20.64%. After all provisions including general provisions on unclassified loans, profit before tax stood at Tk. 212.24 crore. Earning per share (EPS) is Tk. 2.13 in 2014.

Dividend

The Board of Directors recommended 15% stock dividend for the year ended 31st December 2014 subject to the approval in the 16th AGM of the Hon'ble Shareholders as well as obtaining no objection from Bangladesh Bank in order to maintain satisfactory capital base of the Bank.

Directors declaration as to Financial Statements

The Directors are responsible for the governance of the company and as part of preparation and presentation of the financial statements, the directors confirm, to the best of their knowledge that:

- a) The Financial Statements prepared by the management present fairly its state of affairs the result of its operations, cash flows and changes in equity.
- b) Proper books of accounts as required by law have been maintained.
- c) Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment.
- d) Bangladesh Accounting Standards (BAS)/ Bangladesh Financial Reporting Standards (BFRS) as applicable in Bangladesh have been followed.
- e) The system of internal control in the bank is sound in design and has been effectively implemented and monitored.
- f) There are no doubts upon the bank's ability to continue as a going concern.

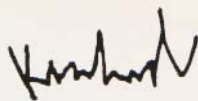
Our Gratitude and Thanks

The Board of Directors would like to extend its foremost regards and appreciation to the valued Shareholders and other Stakeholders of the bank for their continued support and guidance to the bank that led to many achievements. The Board also recognizes that its journey to attainments during the year was possible because of the cooperation, positive support, and guidance that it had received from the Bangladesh Bank, Bangladesh Securities and Exchange Commission (BSEC), National Board of Revenue (NBR), Registrar of Joint Stock Companies and Firms (RJSC), Central Depository Bangladesh Limited (CDBL), Dhaka Stock Exchange Limited (DSE), Chittagong Stock Exchange Limited (CSE), the Press and Media, business partners and all of our employees. Accordingly, the Board offers its utmost gratitude to them. The Board would also like to thank each and every customer for their continued support and for making bank their preferred choices.

Our warmest greetings and felicitation to the Management and Employees for their strong work ethic, dedicated performance, professionalism, teamwork, commitment and initiative which has led to the bank in making steady growth in today's challenging environment.

We are proud of you all and look forward to your continued support as we march ahead to take Standard Bank Ltd. further forward as a leading player within the banking community.

On behalf of the Board of Directors,



Ln. Kazi Akram Uddin Ahmed
Chairman

HR Mission Statement

HR will nourish and create an environment which will enable to motivate, develop and retain the right people in order to achieve qualitative productivity.

Humans are social beings; we seldom live and work in isolation. Whether consciously or unconsciously, we are always in interaction with other people and we are continually planning, developing, managing and ceasing our relations with others. These relations do not appear out of nowhere. They depend on our actions and our ability to manage our actions.

However, dealing with people is probably the most difficult thing we will ever encounter in life. People are very complex creatures. Not a single person thinks, feels, sees, hears, tastes, understands and behaves the same way. We all come from different ethnic, cultural, national, religious and political backgrounds. This makes each and every one of us unique with different set of morals, beliefs and values. This complexity and variety also reflects on our everyday work lives. Peoples' characteristics, values and beliefs form attitudes and behaviors that strongly influence their choice of employment.

Transformation of Human Capital

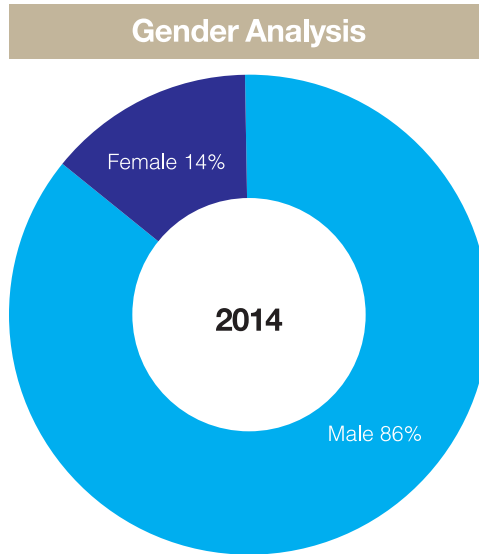
It is evident that individual skill and talent is no longer sufficient for organisational success. The really important element is the human capital. Human capital often refers to the characteristics and skill people bring to an organisation such as commitment, loyalty, expertise etc. However, human resources are very different from other resources in organisations. In fact, people have different backgrounds, values, beliefs, levels of experience and knowledge, so, their contribution to the organisation as a resource is highly unpredictable, unique and has potential for further development.

Standard Bank Ltd. has completed its successful business year i.e. 2014 with 1548 employees. Every year SBL recruits number of efficient employees to achieve organizational goals. The growth rate of employment in 2014 was 13.41% whereas it was 7.40% in 2013.



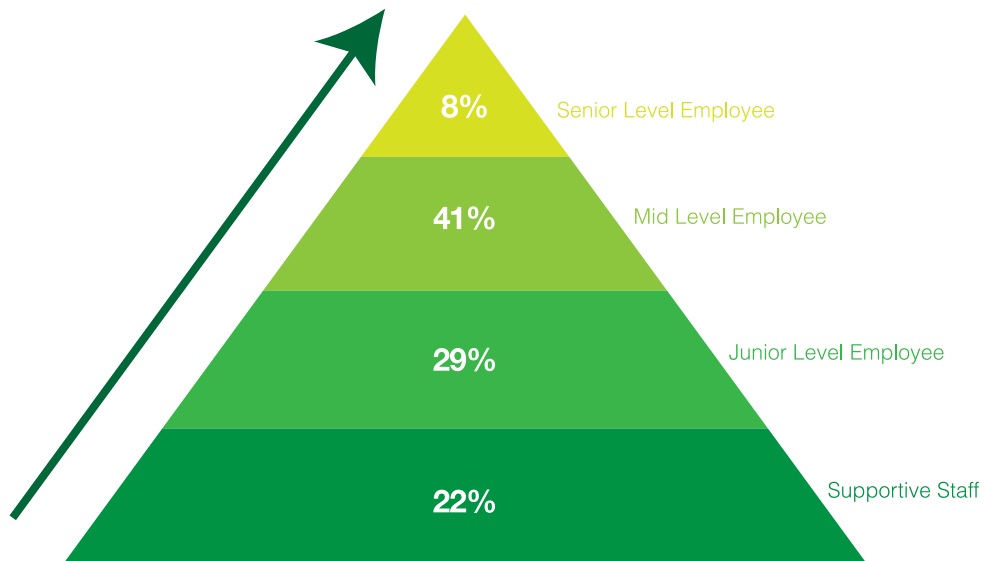
Gender Balancing

Standard Bank Ltd. is always committed to provide a congenial environment to the employees with equal opportunity for learning and personal growth. The ratio of male and female employees has been increasing over the year. Currently, there are 216 female employees in the bank. The female participation in the employment in 2014 was 14%.



Combination of Human Capital

Standard Bank Ltd. always tries to ensure right number of people in right place in right time. For ensuring smooth operations, divided the total employees into four levels in which 8% employees are in senior level, 41% are in mid level and rest of 22 % are supportive staff.



People in Organisations

Organisations are created by the rules and resources drawn upon and enacted by people; and the nature of organisations is a result of people's actions. Thus an organisation's behavior reflects people's psychological, ethnic, racial, cultural, political and social make-up. People are the most important assets of an organisation. The importance of people in organisation is immense. It is the people that plan, design, implement, sustain and end an organisation's life. From this simplistic but vital point, we can assume that one of the most important functions in an organisation in the management of the human resource function. To achieve the desire goals and to hold values, the management tries to manage an efficient human capital inventory. The changes in employee level over the last 3 years are as follows:

Particular	2014	2013	2012
Total Employee at the beginning	1365	1271	1049
Number of Newly Recruited Employee	250	148	311
Separated (Retirement/Resignation etc.)	67	54	89
Total Employee at the end	1548	1365	1271

People, Organisations and Employment

Today the success of individuals and organisations are measured by their adaptability to change. Organisations have abandoned the traditional thinking of what work is and how people should work. Employment now means more than having a job. It is not just something an individual does, but a combination of shared responsibilities and duties between the organisation and the individual.

Motivation and Commitment at Work

One of the greatest challenges for organisations', in particular for the HR functions, is to create and maintain a motivated and committed workforce. After all, our economy depends on maintaining the motivation and commitment of employees and their increasing performance at work. Employee motivation and commitment continues to be a topical issue in business and management. Motivated employee and committed employee behaviour is at the heart of HRM and a central feature that distinguishes HRM from traditional personnel management.

Creating Quality Culture

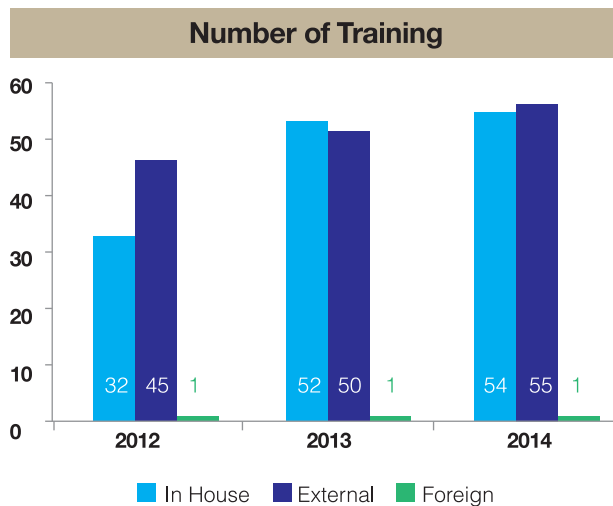
HR Division of SBL plays a pivotal role in formulating policies, retaining talented professionals and nurturing corporate practice and culture. SBL utilizes the existing skilled manpower and also brings in the best talents through a transparent and competent recruitment policy in the right direction to fulfill the mission and vision of the bank. Recruitment and selection are some of the important inputs to healthy organisational activities. Recruitment procedure commences within the bank due to turnover, promotion, retirement, new business strategy, etc. Bank's philosophy is to retain and develop in house talents and hire the best performers in the industry. The recruitment procedure includes Internal Job watch, and from external sources. Skill set, need and availability of suitable and competent individual are the prerequisite criteria for recruitment at SBL.

A total number of executives, officers and staff in the bank stand at 1548 as on 31 December 2014. Out of them the total male employees and female employees are 1332 & 216 respectively.

Training and Development

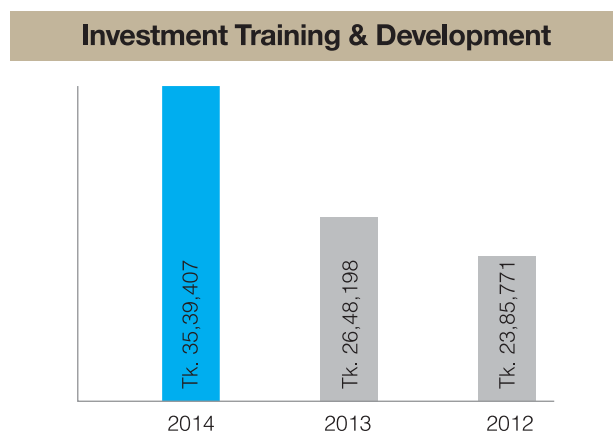
All organisations today face rapid and often unexpected change. Giving employees the skills, knowledge and attitudes to cope with such change is a prerequisite to survival and success, both personal and business.

SB Training Institute focuses to research and planning for analytical review of bank's operational achievement and performances to review the management and set strategy to sustain and improve bank's qualitative growth to build up public image and prestige. Since, the training institute is mainly entrusted with the responsibility of imparting training, a tailor-made training courses have been designed to equip them with required knowledge, skills and virtue so that they can translate bank's dream into a reality. Since its inception, SBL Training Institute has been working relentlessly to train employees on various banking issues throughout the year. The training scenario over the last 3 years is as follow-



Investment on Training & Development

Standard Bank Ltd. always emphasizes on actual need based training to enhance the efficiency and to ensure the necessary knowledge, skills and competencies for carrying out the individual responsibilities. It invested a lot to its employees on training and development for the development of its existing talents. The investment on training & development over the last 3 years is as follow:



Human Resource Accounting

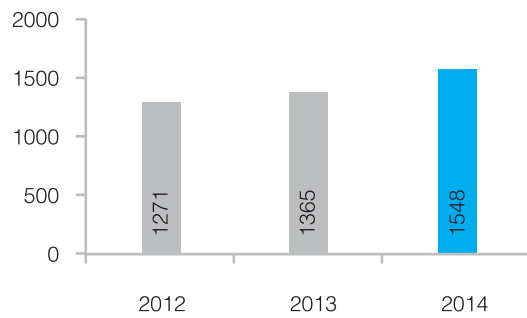
Human resource accounting is a process of identifying and measuring data about human resources and communicating this information to relevant parties. It is the measurement of the cost and value of people to organizations. Nowadays this concept has been used to measure the cost incurred on human resources should be capitalized as it yields benefits measurable in monetary terms. Human Resource accounting is highly important for an organization to assess the overall strength of the organization. That's why; the management keeps record and prepares some reports based on the HR accounting data to analyze and to take strategic decisions for the betterment of the organization.

Some key HR accounting information of Standard Bank Ltd. are as follow:

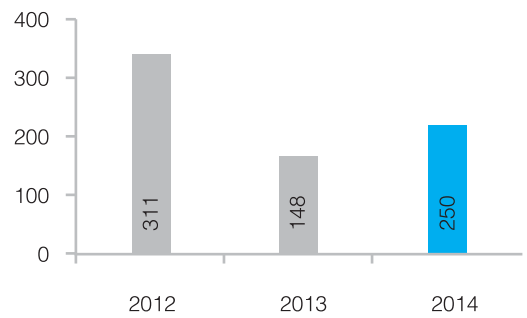
Particulars	2014	2013	2012
Total Employees	1548	1365	1271
Operating Revenue Per Employee (Million in Tk.)	4.00	3.69	3.54
Net Income Per Employee (Million in Tk.)	0.80	0.75	1.05
Asset Per Employee (Million in Tk.)	77.48	79.99	74.51
Direct Investment in Human Capital (Million in Tk.)	1500.33	1045.81	846.97
Medical & Employee Welfare (Million in Tk.)	480.7	396.5	332.39
Training & Development Expenditure (Tk.)	3539407	2648198	2385771
Training & Development Expenditure Per Employee (Tk.)	2286	1940	1877

Graphical Presentation on some Human Capital issues

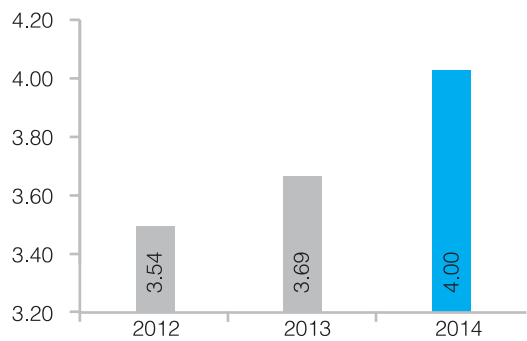
Total Employee



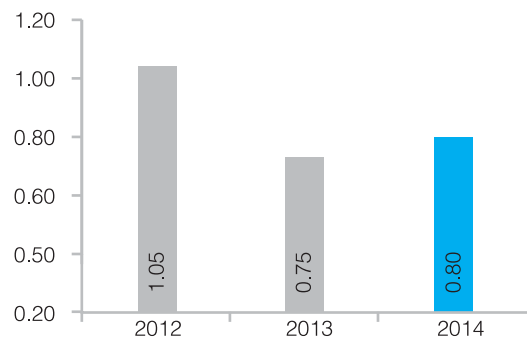
Newly Recruited Employee



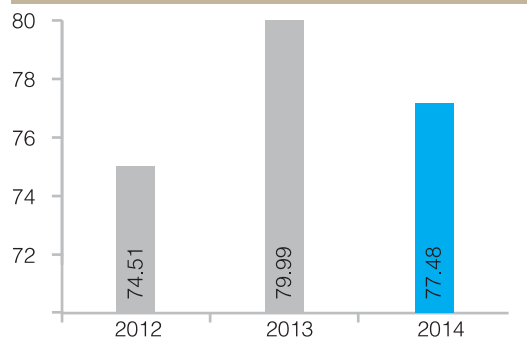
Operating Revenue Per Employee



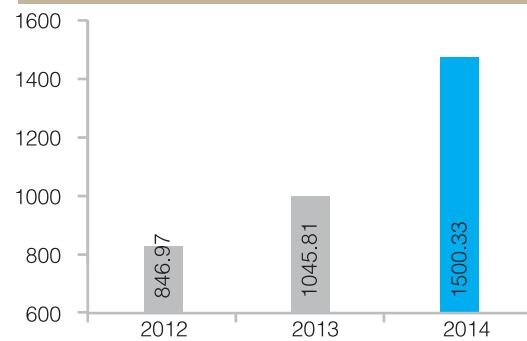
Net Profit Per Employee

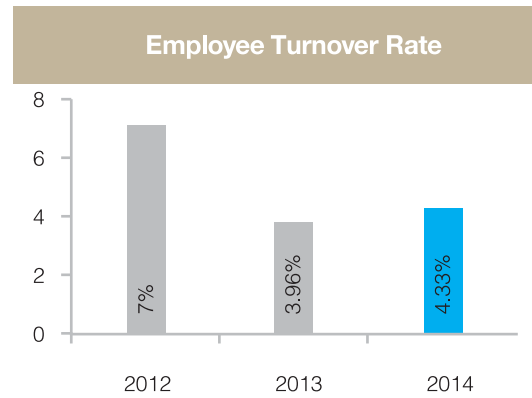
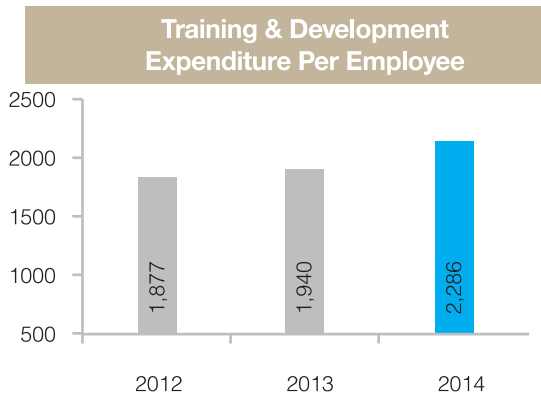
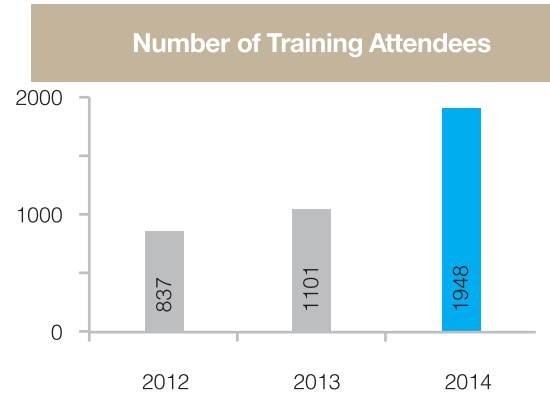
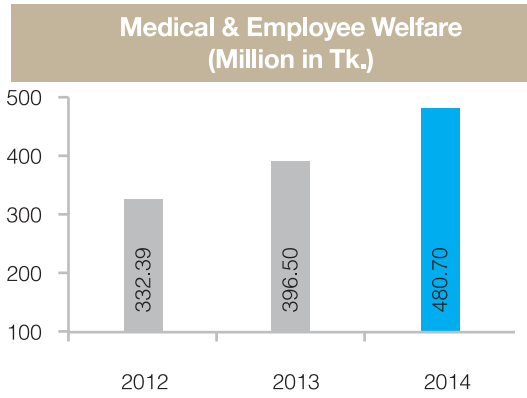


**Asset Per Employee
(Million in Tk.)**



**Direct Investment in Human Capital
(Million in Tk.)**







CHIEF RISK OFFICER'S REPORT ON RISK MANAGEMENT

Standard Bank Limited is practicing risk based banking under the Basel-III and Risk Management Guidelines which issued under section 45 of Bank Companies Act-1991 & introduced to provide a structured way of identifying & analyzing potential risks, planning & implementing responses appropriate to their impact. Bangladesh Bank has made these guidelines as mandatory for all scheduled Banks working in Bangladesh from February 2012. Banks are in the business of taking risk and getting compensated for it. Risk management is the process by which a bank identifies, measures, monitors and controls its risk exposures.

Risks are usually defined by the adverse impact on profitability of several distinct sources of uncertainty. While the types and degree of risks an organization may be exposed to depend upon a number of factors such as its size, complexity business activities, volume etc, it is believed that generally the banks face Credit, Market, Liquidity, Operational, Compliance / legal / regulatory and reputation risks.

Risk-taking is an inherent element of banking and, indeed, profits are in part the reward for successful risk taking in business. On the other hand, excessive and poorly managed risk can lead to losses and thus endanger the safety of a bank's depositors.

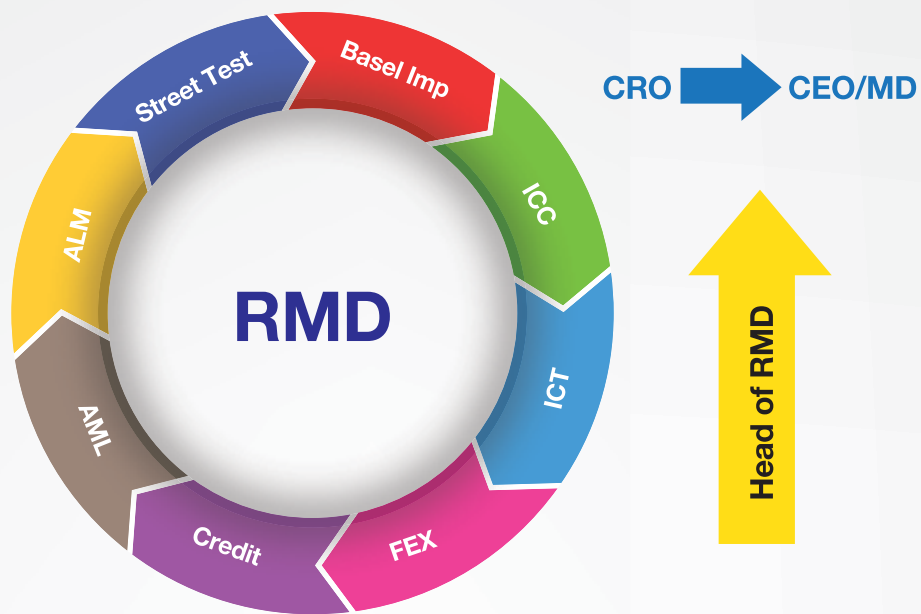
Risk Management system is the pro-active action in the present for the future. Business grows mainly by taking risk. Greater the risk, higher the profit and hence the business unit must strike a tradeoff between the two. The essential functions of risk management are to identify measure and more importantly monitor the profile of the bank.

The goal of risk management is to ensure depositor's interest as well as addressing the objectives of the bank's many stakeholders, including: Customers, Management, Employees, Boards and shareholders Supervisors, Rating agencies, investors, creditors and counterparties.

Standard Bank Ltd established Risk Management Unit (RMU) since 2009 as per requirement of Bangladesh Bank. The management of the Bank has been renamed as Risk Management Division (RMD) instead of Risk Management Unit from 2013 as per instruction of BB. The RMD evaluates overall risks face by the Bank and put in place effective system to identify measure, monitor and control the risk. The Risk Management Division prepares a Risk Management Paper & places the same in the monthly meeting of

Risk Management Division where the Managing Director of the Bank presided over the meeting. The Deputy Managing Director supervises the overall Risk Management activities as Chief Risk Officer of the Bank. The organogram of RMD is as follows:

Organogram of RMD



Risk Management Report

Risk Management Process:

Because of the vast diversity in risk that banking institutions take, there is no single prescribed risk management system that works for all. Risk management should be a continuous and developing process which runs throughout the organization’s strategy and the implementation of that strategy. Each banking institution should tailor its risk management program to its needs and circumstances. Regardless of the risk management program design, each program should cover:



Risk Identification:

In order to properly manage risks, Bank must recognize and understand risks that may arise from both existing and new business initiatives; for example, risks inherent in lending activity include credit, liquidity, interest rate and operational risks. Risk identification should be a continuing process, and should be understood at both the transaction and portfolio levels.

Risk Assessment:

Once risks have been identified, they should be measured in order to determine their impact on the banking institution's profitability and capital. This can be done using various techniques ranging from simple to sophisticated models such as VaR, Stress Testing, Gap Analysis, Duration Analysis & so on. Accurate and timely measurement of risk is essential to effective risk management systems. An institution that does not have a risk measurement system has limited ability to control or monitor risk levels. Banking institutions should periodically test their risk measurement tools to make sure they are accurate. Good risk measurement systems assess the risks of both individual transactions and portfolios.

Risk Control:

After measuring risk, Bank should establish and communicate risk limits through policies, standards process and procedures that define responsibility and authority. These limits should serve as a means to control exposure to various risks associated with the banking institution's activities. Bank may also apply various mitigating tools in minimizing exposure to various risks. Bank should have a process to authorize and document exceptions or changes to risk limits when warranted.

Risk Monitoring:

Bank should put in place an effective management information system (MIS) to monitor risk levels and facilitate timely review of risk positions and exceptions. Monitoring reports should be frequent, timely, accurate, and informative and should be distributed to appropriate individuals to ensure action, when needed.

A sound risk management system should have the following elements:

- active board and senior management oversight; (BMO)
- adequate policies, process, procedures and limits; (PPL)
- adequate risk measurement, mitigating, managing, controlling, monitoring and periodic review with management information system (MIS); and
- comprehensive internal controls. (ICs)

Standard Bank Ltd considers mainly two categories of Risk. One category is

- I) Credit Risk
- II) Market Risk
- III) Operational risk

which identify under Basel-III; another is all other of risk which do not cover in category one.

Managing Credit Risk:

Credit risk is the likelihood that a debtor or financial instrument issuer is unwilling or unable to pay interest or repay the principal according to the terms specified in a credit agreement resulting in economic loss to the banking institution.

Credit risk is most simply defined as the potential that a bank borrower or counterparty will fail to meet its obligations in accordance with agreed terms.

Credit risk is a form of performance risk in a contractual relationship. In any contractual situation, performance risk refers to the possibility that one party in the contract will not honor its obligations to the other. Credit risk is usually defined as the performance risk associated with a financial contract (e.g. a loan, bond, or derivative contract). Hence, the potential failure of a manufacturer to honor a warranty might be called performance risk, whereas the potential failure of a borrower to make good on its payment requirements—which include both the repayment of the amount borrowed, the principal, and the contractual interest payments, would be called credit risk. A borrower or an obligor is defined as any party to a contract that has to perform a financial obligation to the other.

Indeed, the basic concepts for measuring credit risk—probability of default, recovery rate, exposure at default, expected loss, loss given default, and unexpected loss—are easy enough to understand and explain. However, even for those involved in risk management who agree on the concepts, it is not always easy to practically implement a method that is fully consistent with an original concept.

Therefore, the Bank's credit risk management activities have been designed to address all these issues. A pricing model for credit reveals the factors that drive credit risk measurement:

- PD (Probability of Default): the likelihood that the obligor or borrower, will fail to make full and timely repayment of its financial obligations over a given time horizon (duration)
- EDF (Expected Default Frequency): the estimated risk that a firm will default within a given time horizon (1 year), by failing to make an interest or principal payment
- LGD (Loss Given Default): the amount of the loss if there is a default expressed as a percentage of the exposure's value
- EAD (Exposure At Default): the expected exposure at the time of default
- EL (Expected Loss): the average expected credit loss over a given time period
- UL (Unexpected Loss); the loss in excess of expected loss
- RR (Recovery Rate): the proportion of the EAD the bank recovers
- D (Duration): duration of default
- S (Spread): spread for pricing credit-linked obligations In addition to measuring the credit risk of an individual exposure, and computing the credit risk and potential credit losses of a credit portfolio, credit concentration risk should also be considered when pricing credits

Credit risk means that payments may be delayed or ultimately not paid at all, which can in turn cause cash flow problems and affect its liquidity. Credit risk is still the major single cause of bank failures.

Some Techniques for minimizing Credit Risk are as follows:

- Diversify of Credit concentrations
- Operating under a sound credit granting process
- Maintaining an appropriate credit administration, measurement and monitoring process
- Ensuring adequate controls over credit risk

Managing Market Risk:

It is the risk that the value of on and off-balance sheet positions of a financial institution will be adversely affected by movements in market rates or prices such as interest rates, foreign exchange rates, equity prices, credit spreads and/or commodity prices resulting in a loss to earnings and capital.

Market risk exposure may be explicit in portfolios of securities / equities and instruments that are actively traded. Conversely it may be implicit such as interest rate risk due to mismatch of loans and deposits. Therefore market risk is potential for loss resulting from adverse movement in market risk factors such as interest rates, forex rates, equity and commodity prices.

Interest rate risk:

Interest rate risk arises when there is a mismatch between positions, which are subject to interest rate adjustment within a specified period. The bank's lending, funding and investment activities give rise to interest rate risk. For minimizing interest rate risk the Bank trade off interest rate mismatch between deposit & advance under market mechanism.

Sources of interest rate risks:

Interest rate risk occurs due to (1) differences between the timing of rate changes and the timing of cash flows (re-pricing risk); (2) changing rate relationships among different yield curves effecting bank activities (basis risk); (3) changing rate relationships across the range of maturities (yield curve risk); and (4) interest-related options embedded in bank products (options risk).

Foreign Exchange Risk:

It is the current or prospective risk to earnings and capital arising from adverse movements in currency exchange rates. To minimize foreign exchange risk Standard Bank Ltd maintain multiple currency rather than single currency. It doesn't put any unnecessary surplus foreign currency because of maintaining an efficient fund management. In the foreign exchange business, banks also face the risk of default of the counter parties or settlement risk.

Equity price risk:

It is risk to earnings or capital that results from adverse changes in the value of equity related portfolios of a bank. Price risk associated with equities could be systematic or unsystematic. The former refers to sensitivity of portfolio's value to changes in overall level of equity prices, while the later is associated with price volatility that is determined by firm specific characteristics

Managing Operational Risk:

Operational risk is the risk of loss resulting from inadequate or failed internal processes, people and system or from external events.

Operational risk is associated with human error, system failures and inadequate procedures and controls. It is the risk of loss arising from the potential that inadequate information system; technology failures, breaches in internal controls, fraud, unforeseen catastrophes, or other operational problems may result in unexpected losses or reputation problems. Operational risk exists in all products and business activities.

Board and executive management of Standard Bank Ltd recognize, understand and have defined all categories of operational risk applicable to the institution. Furthermore, they ensure that their operational risk management framework adequately covers all of these categories of operational risk, including those that do not readily lend themselves to measurement. In order to minimize the Operational Risk the Bank has organized a well developed risk based Internal control & Compliance Department (ICCD).

Implementation Status of Risk Based Capital Adequacy (Basel II) & Initiation of Implementation of Basel-III:

Implementation of Basel II:

Basel II Capital Accord is the revised framework of 'International Convergence of Capital Measurement and Capital Standards' the comprehensive version of which was issued by the Basel Committee on Banking Supervision in June 2006. The framework of Basel II Capital Accord consists of three pillars:

1st Pillar - Minimum Capital Requirements:

Provide approaches to the calculation of Minimum Capital Requirements (MCR). MCR is based on credit risk, market risk and operational risk to:

- reduce risks of failure by cushioning against losses;
- provide continuing access to financial markets to meet liquidity need; and
- provide incentives to prudent risk management

2nd Pillar: Supervisory Review Process:

Provides the framework to ensure that each Bank has sound internal processes to enable it to perform a thorough evaluation of its risks and therefore assess the required capital. The Supervisory Review Process (SRP) recognizes the responsibility of Bank management in developing an internal capital assessment process and setting capital targets that are commensurate with the Bank's risk profile and control environment. The Basel Committee has identified four key principles of supervisory review:

- i. Banks should have a process for assessing their overall capital adequacy in relation to their risk profile and a strategy for maintaining their capital levels;
- ii. Supervisors should review and evaluate Bank's internal capital adequacy assessments and strategies, as well as their ability to monitor and ensure their compliance with regulatory capital ratios;
- iii. Supervisors should expect Banks to operate above the minimum regulatory capital ratios and should have ability to require Banks to hold capital in excess of the minimum; and
- iv. Supervisors should seek to intervene at an early stage to prevent capital from falling below the minimum levels required to support the risk characteristics of a particular Bank and should require rapid remedial action if capital is not maintained or restored.

3rd Pillar: Market Discipline:

The purpose of Pillar-3, market discipline, is to complement the minimum capital requirements (Pillar-1) and the supervisory review process (Pillar-2). The Basel Committee aims to encourage market discipline by developing a core set of disclosure requirements which will allow market participants to assess key pieces of information on the scope of application, capital, risk exposure, risk assessment process, and hence the capital adequacy of the institution. In principle Banks' disclosure should be consistent with how senior management and the Board of Directors (BoDs) of the Bank assesses and manage different risks of the Bank.

Capital Charge Method for Risks:

At the initial stage of Basel II implementation the following approaches is advised to calculate MCR:

- i. Standardized approach for calculating Risk Weighted Amount (RWA) against credit risk supported by External Credit Assessment Institutions (ECAIs);
- ii. Standardized Rule Based approach against market risk; and
- iii. Basic Indicator approach for operational risk.

Rationale for Basel II:

To cope with the international best practices and to make the Bank's capital more risk-sensitive as well as more shock-resilient, Bangladesh Bank has made it mandatory to comply with Risk Based Capital Adequacy (RBCA) under Basel II. Accordingly, capital requirement for Banks those hold risky assets in their investment portfolio shall be higher compared to Banks that hold safer portfolio.

Basel II Regime In Bangladesh Under Supervision Of Bangladesh Bank:

Initial preparation for implementation of Basel II started from 2007 through Quantitative Impact Study (QIS) to assess the preparedness for implementing Basel II as well as Bank's view on the optional approaches for calculating MCR as stated in Basel II.

On December 30, 2007 Bangladesh Bank issued a Road map (through BRPD Circular # 14; dated December 30, 2007) for implementation of new capital accord (Basel II) in Bangladesh. This Circular was in effect for the first formal introduction of Basel II regime in banking sector of Bangladesh. The Road Map requires Banks to continue calculation of MCR under Basel I and simultaneous calculation of MCR under Basel II during the period from January 01 to December 31, 2009. In this respect Bangladesh Bank issued 'Guidelines on Risk Based Capital Adequacy for Banks' through BRPD Circular # 09 dated December 31, 2008 and all Banks were asked to report quarterly as per prescribed format in the said Guideline.

From January 01, 2010 the Basel II regime fully came into force through issuance BRPD Circular # 20 dated December 20, 2009 and this Circular replaced capital adequacy rules and reporting requirement to BB under Basel I (Ref. BRPD Circular # 10, dated November 25, 2002). Accordingly, instructions regarding MCR, adequate capital and disclosure requirements as stated in the 'Guidelines on Risk Based Capital Adequacy for Banks' (Ref. BRPD Circular # 09, dated December 31, 2008) had to be followed by all Scheduled Banks for the purpose of statutory compliance.

Later on, Bangladesh Bank issued a 'Revised Guidelines on Risk Based Capital Adequacy for Banks' on August 03, 2010 (Ref. BRPD Circular # 24 dated August 03, 2010) as per section 13 and 45 of the Banking Companies Act, 1991. These Guidelines have been prepared in accordance with 'International Convergence of Capital Measurement and Capital Standards: A Revised Framework of June, 2006' (commonly known as Basel II Capital Adequacy Framework) released by Basel Committee on Banking Supervision (BCBS). This Circular requires Banks to submit report on capital adequacy of banks to Bangladesh Bank on a quarterly basis within the following month of the relevant quarter. The revised Guideline is structured around following three aspects:

- i. MCR to be maintained by a Bank against credit, market and operational risk;
- ii. Process for assessing overall capital adequacy in relation to a Bank's risk profile and a strategy for maintaining its capital at an adequate level; and
- iii. To make public disclosure information on the Bank's risk profiles, capital adequacy and risk management.

Basel II: Standard Bank Perspective:

Standard Bank Limited believes that stepping into the Basel II regime, the new capital accord, is sincere and most appropriate decision of Bangladesh Bank. This changeover is justified in order to make Bank's capital more risk-sensitive and shock-absorbent in changed scenario of banking industry of our country which is characterized by increased complexity, increased use of information technology and diversity in the asset portfolio of the Banks.

Accordingly, Standard Bank has taken the issue of Risk Based Capital Adequacy for Banks under Basel II accord, as one of its topmost priorities. The Bank has established a Basel II Implementation

Unit (BIU) at Head Office in the 1st Quarter of year 2007 for effective implementation of the new capital accord and ensuring Board & Senior Management oversight. Presently The BIU is working under Risk Management Division (RMD), is exclusively responsible for planning & reviewing the implementation of Basel II accord as per Bangladesh Bank's Road Map, for liaison about issues of Basel II with top management of SBL, for capacity building of concerned Bank personnel and for planning & developing process for assessing overall capital adequacy.

Standard bank has formed an exclusive body, named SRP Team, and a Risk Management Division (RMD) which is an integral part of SRP Team to ensure that Standard Bank has a process for assessing overall capital adequacy in relation to their risk profile and a strategy for maintaining their capital at an adequate level. Accordingly SBL is ensuring compliance under Pillar-2: Supervisory Review Process of Basel II Accord.

Standard Bank has been successful in meeting all the deadlines for submission of different reports as prescribed by Bangladesh Bank, such as quarterly MCR Report, quarterly Stress Testing Report, Risk Management Paper, monthly Meeting Minutes of RMD etc.

As per Bangladesh Bank guidelines the year end Risk Based Capital adequacy position are given below:

Solo Basis (Only Bank)

(Taka in Crore)

SI	Quarter end	Total Capital	CAR (%)	Buffer Capital
01	Dec-2013	1015.76	10.67%	63.44
04	Dec-2014	1085.48	10.97%	95.71

Consolidated Basis (With Subsidiaries)

(Taka in Crore)

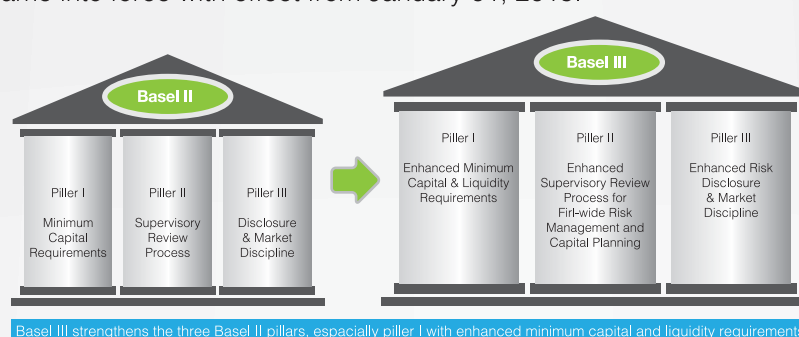
SI	Quarter end	Total Capital	CAR (%)	Buffer Capital
01	Dec-2013	1026.51	10.99%	92.10
04	Dec-2014	1101.31	11.05%	105.08

Moreover Bank faces many other risks such as residual risk, concentration risk, interest rate risk, liquidity risk, reputation risk, strategic risk, implementation status of core risk management & environmental risk which does not cover to calculate the minimum capital requirement & Capital Adequacy Ratio (CAR). That is why Bank calculates Adequate Capital (ICAAP) to cover for those risks under Supervisory Review Process (SRP), pillar-II of Basel-II.

Initiation of Implementation of Basel-III:

Basel III reforms are the response of Basel Committee on Banking Supervision (BCBS) to improve the banking sector's ability to absorb shocks arising from financial and economic stress, whatever the source, thus reducing the risk of spill over from the financial sector to the real economy In December 2010. The Basel Committee on Banking Supervision (BCBS) published the Basel III documents "Basel III: A global regulatory framework for more resilient banks and banking systems" (a revised version was published in June 2011) and "Basel III: International framework for liquidity risk measurement, standards and monitoring." With this reform package, the BCBS aims to improve risk management and governance as well as strengthen banks' transparency and disclosure.

The Banking Regulation & Policy Department (BRPD) of Bangladesh Bank vide BRPD circular no.-18 dated December 21, 2014 issued an Action plan/ Roadmap for implementation of Basel-III in Bangladesh which came into force with effect from January 01, 2015. In this connection they have published a “Guidelines on Risk Based Capital Adequacy (Revised Regulatory Capital Framework for Banks in line with Basel-III)” which will be replaced “Guidelines on Risk Based Capital Adequacy (Revised Regulatory Capital Framework for Banks in line with Basel-II)” issued vide BRPD circular No.-35/2010. On the other hand The Department of Offsite Supervision of Bangladesh Bank vide DOS circular no.- 01 dated January 01, 2015 published a Guidance Note on Liquidity Coverage Ratio (LCR) & Net Stable Funding Ratio (NSFR)” which came into force with effect from January 01, 2015.



Stress Testing:

Stress Tests are used in proactively managing the bank’s risk profile, capital planning and management, strategic business planning and setting of capital buffers. Stress Testing is an integral component of the group’s internal capital adequacy assessment process (ICAAP), and is used to assess and manage the adequacy of regulatory and economic capital.

More specifically, stress testing may reveal a reduction in surplus capital or a shortfall in capital under specific scenarios. This may then serve as a leading indicator to the bank to raise additional capital, reduce capital outflows, adjust the capital structure and/or reduce its risk appetite.

Bank has assessed combined shock by aggregating the results of credit shock, exchange rate shock, equity shock & interest rate shock. In case of credit shock, increase in NPLs, results of increase in NPLs due to default of Top large borrowers, fall in the forced sale value (FSV) of mortgaged collateral, negative shift in the NPLs categories & increase of NPLs in particular 2 sectors have taken into consideration.

During the fourth quarter of the year, the outcome of the stress tests indicated that the bank was well within its risk tolerance levels in all of the scenarios. The result is given below:

Quarter End	CAR Before Shock	CAR After Shock	Changes in CAR of Minor Level
Dec-2013	10.67%	9.66%	-1.01%
Dec-2014	10.97%	9.56%	-1.41%

This process finally produces a numerical estimate of the change in the value of risk exposed positions. To interpret the result, Bank used a series of consideration to evaluate bank’s overall positions; deterioration in quality of asset result in stress losses that affect bank’s profitability & finally bank’s capital adequacy.

In today's economy, Banks are faced with critical challenges in finding new and better ways to increase top-line revenues, maintain necessary capital ratios, improve margins, strengthen balance

sheets and enhance efficiencies. Regulatory changes, compliance, economic volatility, and issues involving data security, distressed lending and troubled assets add even more concern.

Risk Management Division is responsible to manage and measure risk on the basis of the bank's approved risk parameters, independently of regulatory requirements and category. It is responsible for designing risk management strategy, establishing risk management policies & procedure, communicating views of Board & Senior Management regarding risk issues throughout the bank, informing Board & All Risk Committee about appetite for risk, measuring & monitoring risk, identifying & quantifying bank's exposure to material loss, independently monitor limits, developing & implementing loss prevention/retention programs, securing & maintaining adequate loss coverage, periodic stress testing, preparation of monthly risk management paper & holding meeting of All Risk Committee etc. Recently, BASEL III, an updated version of BASEL II, came as regulatory response to the banking crisis, which envisages updating shortcomings of the earlier version. It came into force with effect from January 01, 2015.

On a final note we will remain fully devoted to compliance and transparency to mitigate risk at an optimal level so that we can build our business on the concrete foundation of "sustainability".

With Best Regards.



Mamum-Ur-Rashid
DMD & Chief Risk Officer

Risk Management Committee

As per obligation of Bank-Company (Amendment) Act, 2013 and BRPD Circular No. 11, dated 27 October, 2013 of Bangladesh Bank, the Board of Directors of the Bank after threadbare discussion constituted 'Risk Management Committee' by its 218th Board meeting held on 09.01.2014 vide memo no.11126 with the members of the Board of Directors noted below for the term of 03 years.

No	Name	Status with the Bank	Status with the Committee
01.	Mr. Kazi Akram Uddin Ahmed	Chairman	Chairman
02.	Mr. Monzurul Alam	Director	Member
03.	Al-haj Mohd. Yousuf Chowdhury	Director	Member
04.	Mr. Md. Nazmus Salehin	Managing Director	Ex-Officio Member
05.	Mr. Md. Ali Reza, FCMA	Acting Company Secretary	Secretary

Organizational Structure:

1. Members of the committee will be nominated by the Board of Directors from themselves;
2. The Risk Management Committee will comprise of maximum 05 (five) members;
3. Members may be appointed for a 03 (three) year term of office;
4. Company Secretary of the bank will be the secretary of the Risk Management Committee.

Qualifications of the Member:

1. Integrity, dedication, and opportunity to spare time in the functions of committee will have to be considered while nominating a director to the committee;
2. Each member should be capable of making valuable and effective contributions in the functioning of the committee;
3. To perform his or her role effectively each committee member should have adequate understanding of the detailed responsibilities of the committee membership as well as the bank's business, operations and its risks.

Roles and Responsibilities of the Committee:

- i) Risk identification & control policy
- ii) Construction of organizational structure
- iii) Analysis and approval of Risk Management policy
- iv) Storage of data & Reporting system
- v) Monitoring the implementation of overall Risk Management Policy
- vi) Monitoring the implementation of Supervisory Review Process under pillar-II of Basel-II

Meetings:

1. The risk management committee should hold at least 4 meetings in a year and it can sit any time as it may deem fit;
2. The committee may invite Chief Executive Officer, Chief Risk Officer and any other Officer to its meetings, if it deems necessary;
3. To ensure active participation and contribution by the members, a detailed memorandum should be distributed to committee members well in advance before each meeting;
4. All decisions/observations of the committee should be noted in minutes.

Capital Management:

Bangladesh Bank (BB) has introduced 'Guidelines on Risk Based Capital Adequacy (RBCA) for Banks' (popularly known as 'Basel II Capital Adequacy Framework') considering present complexity and diversity in the banking industry and to make the banks' capital more risk sensitive and shock absorbent. BB has made these guidelines as statutory compliance for all scheduled banks in Bangladesh from January 01, 2010. At present Bangladesh Bank fixed Minimum Capital Requirement (MCR) at 10% of Risk Weighted Asset (RWA).

Bank has been maintained some key principle for its capital management to operate smooth banking activities. These principles are, meet regulatory requirement, maintain proper CAR level, support implementation of development strategy planning, optimize asset structure, allocate economic capital reasonably, realize maximum return on capital, and guarantee sustainable and healthy development of bank.

The bank's capital management framework serves to ensure that the bank and its principal subsidiaries are adequately capitalized in line with the risk profile, regulatory requirements, economic capital standards and target ratios, at both bank and subsidiary level. The bank capital management objectives are to:

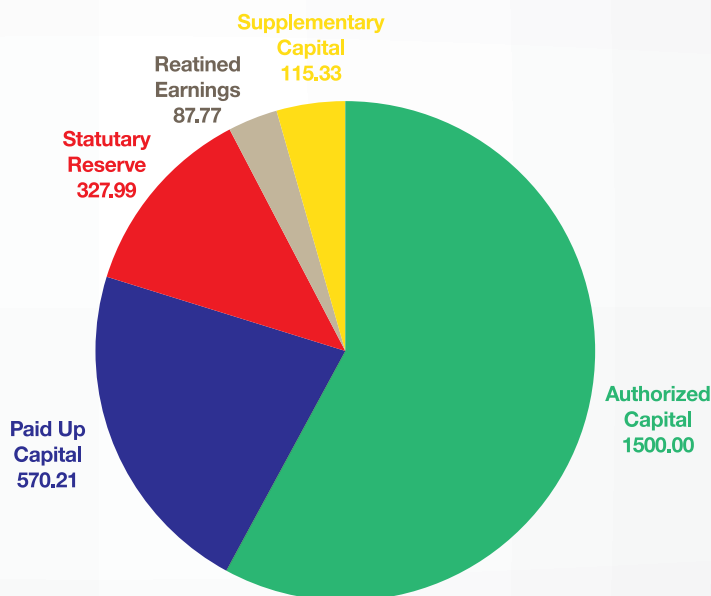
- maintain sufficient capital resources to meet minimum regulatory capital requirements set by Central Bank in accordance with Basel II requirements;
- maintain sufficient capital resources to support the bank's business & risk appetite;
- cover unexpected loss within the bank's target confidence levels and support the bank's credit rating;
- allocate capital to businesses to support the bank's strategic objectives, including optimizing returns on economic and regulatory capital; and
- ensure to maintain buffer capital as excess of minimum requirements.

A) Capital Structure:

Bank's Authorized Capital is now Tk. 1500.00 crore. The Paid-up Capital of the Bank has stood at Tk. 570.21 crore & the Statutory Reserve stood at Tk. 327.99 crore as on 31.12.2014. In future Bank has a plan to enhance both the authorized capital & paid-up capital of the Bank to cope with financial growth and regulatory constraint.

Capital Structure

(Figure in Crore)



B) Capital Adequacy:

In terms of Bangladesh Banks' revised Basel-II Guidelines, the Minimum Capital Requirement (MCR) from July-2011 to onward, the MCR was fixed at 10% of RWA.

The Tier-1 Capital of SBL stood at Tk.970.15 crore for solo and Tk.985.98 crore for consolidated which is increased by Tk. 59.42 crore and Tk. 64.50 crore respectively from previous year. While MCR needed to be covered 50% from Tier-1 Capital. It includes the equity such as Paid-up Capital, Reserve & Retained Earnings.

Besides Tier-II, another part of the Capital Structure stood at Tk. 115.33 crore for both solo and consolidated at the end of 2014 which includes General Provision on unclassified loans & advances & off balance sheet exposure. The total Capital increased by Tk. 69.72 crore for solo and Tk. 74.80 crore for consolidated during the year 2014.

Capital Adequacy Ratio is measured by the total Capital to the Risk weighted asset. Capital Adequacy Ratio (CAR) stood at 10.97% for solo basis & 11.05% for consolidated basis at the end of 2014, where CAR requirement was 10%.

C) Capital Planning:

SBL has been forecasting capital for 5 (five) years from 2013 to 2017 for meeting ICAAP (Internal Capital Adequacy Assessment Process) requirement under SRP (Supervisory Review Process) of Basel-II guideline. For this reason Bank enhanced its Authorized Capital from Tk. 880.00 crore to Tk. 1500.00 crore. To use of capital efficiently Bank tries to reduce Risk Weighted Asset (RWA) by its best effort. Moreover in future Bank morally decides to issue subordinated bond, stock dividend & right share for enhancing capital to meet regulatory requirement.

Disclosures on Risk Based Capital (Basel-II) as on 31.12.2014

(a) Scope of Application

Qualitative Disclosure	(a)	The Revised Risk Based Capital Adequacy (RBCA) framework which is called Basel-II guideline issued by Bangladesh Bank in December-2010 duly applies to Standard Bank Limited.
	(b)	Standard Bank Limited prepared its RBCA report on 'Solo Basis' as well as 'Consolidated Basis' where four (04) subsidiaries belongs to Standard Bank Ltd.
	(c)	No incidence occurred which may cause for imposing any regulatory restriction or impediment for transferring fund with in the Standard Bank group.
Quantitative Disclosure	(d)	No Capital deficiency in solo or consolidated assessment.

(b) Capital Structure

Qualitative Disclosure	(a)	<p>Regulatory capital will be categorized into three tiers: Tier 1, Tier 2, and Tier 3.</p> <p>Tier 1 capital: Tier 1 capital called 'Core Capital' comprises of highest quality of capital elements that consists of :</p> <ul style="list-style-type: none"> a) Paid up capital b) Non-repayable share premium account c) Statutory reserve d) General reserve e) Retained earnings f) Minority interest in subsidiaries g) Non-cumulative irredeemable preference shares h) Dividend equalization account <p>Tier 2 capital: Tier 2 capital called 'Supplementary Capital' and consists of:</p> <ul style="list-style-type: none"> a) General provision (on & off Balance sheet) b) Revaluation reserves <ul style="list-style-type: none"> • Revaluation reserve for fixed assets • Revaluation reserve for securities • Revaluation reserve for equity instrument c) All other preference shares d) Subordinated debt <p>Tier 3 capital: Tier 3 capital called 'Additional Supplementary Capital', consists of short-term subordinated debt (original maturity less than or equal to five years but greater than or equal to two years).</p> <p>The calculation of Tier 1 capital, Tier 2 capital, and Tier 3 capital shall be subject to the following conditions:</p> <ul style="list-style-type: none"> a) The amount of Tier 2 capital is not exceeded the limited to 100% of Tier 1 capital.
Quantitative Disclosure		The quantitative disclosure of Capital Structure are as follows:

b. Tier-1 (Core Capital)		SOLO	Consolidated
1.1	Fully Paid-up Capital/Capital Lien with BB	570.21	570.21
1.2	Statutory Reserve	327.99	327.99
1.3	Non-repayable Share premium account		
1.4	General Reserve		
1.5	Retained Earnings	71.95	87.77
1.6	Minority interest in Subsidiaries		.01
1.7	Non-Cumulative irredeemable Preferences shares		
1.8	Dividend Equalization Account		
1.9	Other if any (if any item approved by BB)		
1.10	Sub-Total: (1.1 to 1.8)	970.15	985.98
Deductions from Tier-1 (Core Capital)			
1.11	Book value of Goodwill		
1.12	Shortfall in provisions required against classified assets		
1.13	Shortfall in provisions required against investment in shares		
1.14	Remaining deficit on account of revaluation of investment in securities after netting off from any other surplus on the securities		
1.15	Reciprocal crossholdings of bank capital/subordinated debt		
1.16	Any investment exceeding the approved limit under section 26(2) of Bank company Act-1991		
1.17	Investment in Subsidiaries which are not consolidated		
1.18	Other if any		
1.19	Sub-Total (1.11 to 1.18)		
1.20	Total Eligible Tier-1 Capital (1.10-1.19)		
c. Tier-2 (Supplementary Capital)			
2.1	General Provision (Unclassified loans + off Balance Sheet exposure)	114.01	114.01
2.2	Assets Revaluation Reserves up to 50%		
2.3	Revaluation Reserves for Securities up to 50%	1.32	1.32
2.4	Revaluation Reserves for Equity instrument up to 10%		
2.5	All other preference shares		
2.6	Subordinated debt		
2.7	Other if any (if any item approved by BB)		
2.8	Sub-Total (2.1 to 2.7)		
2.9	Deductions if any		
2.10	Total Eligible Tier-2 Capital (2.8-2.9)	115.33	115.33
3	Total Eligible Capital (Tier-1+Tier-2)(1.20+2.10)	1085.48	1101.31

(c) Capital Adequacy

- Qualitative Disclosure (a) Adequate capital means enough capital to compensate with Bank's risks profile. For assessing overall risk profile and a strategy for maintaining adequate capital, Bank has developed an Internal Capital Adequacy Assessment Process (ICAAP) for practicing better risk management techniques.
- Bank is strengthened and effectiveness its risk management process and internal control system in assessing and planning of economic capital against all risks.
- The strategic planning process critically analysis of bank's current and future capital requirements. The strategic plan includes the bank's capital needs, anticipated capital expenditures, desirable capital level, and external capital sources.

		Solo	Consolidated
Quantitative Disclosure	(b) Capital Requirement for Credit Risk	923.52	900.26
	(c) Capital Requirement for Market Risk	18.13	44.07
	(d) Capital Requirement for Operational Risk	48.11	51.90
	(e) Total & Tier-1 Capital Ratio:		
	• For Consolidated:		
➤ Total CAR		11.05%	
➤ Tier-1 CAR		9.90%	
• For Stand alone:			
➤ Total CAR		10.97%	
➤ Tier-1 CAR		9.80%	

(d) Credit Risk

- Qualitative Disclosure (a) ➤ **Definition of past due and impaired** (for accounting purposes):
A customer will be considered to be past due once a repayment becomes overdue.
- Past due and impaired:** In instances in which a customer is past due and for whom the furnished collateral is insufficient to cover the outstanding amount will be considered to be both past due and

impaired. Accordingly, impairment will be raised in line with the impairment policy for the relevant accounts. **Past due but not impaired:**

In instances in which a customer is past due, but the customer facilities are fully collateralized, no impairment will be raised and the customer will be considered past due, but not impaired.

A Continuous loan, Demand loan or a Term Loan which will remain overdue for a period of 02 (two) months or more, will be put into the "Special Mention Account (SMA)". This will help banks to look at accounts with potential problems in a focused manner and it will capture early warning signals for accounts showing first sign of weakness. Loans in the "Special Mention Account (SMA)" will have to be reported to the Credit Information Bureau (CIB) of Bangladesh Bank.

Any continuous loan will be classified as:

i. 'Sub-standard' if it is past due/overdue for 03 (three) months or beyond but less than 06 (six) months.

ii. 'Doubtful' if it is past due/overdue for 06 (six) months or beyond but less than 09 (nine) months

iii. 'Bad/Loss' if it is past due/overdue for 09 (nine) months or beyond.

Any Demand Loan will be classified as:

i. 'Sub-standard' if it remains past due/overdue for 03 (three) months or beyond but

not over 06 (six) months from the date of expiry or claim by the bank or from the date of creation of forced loan.

ii. 'Doubtful' if it remains past due/overdue for 06 (six) months or beyond but not over 09 (nine) months from the date of expiry or claim by the bank or from the date of creation of forced loan.

iii. 'Bad/Loss' if it remains past due/overdue for 09 (nine) months or beyond from the date of expiry or claim by the bank or from the date of creation of forced loan.

In case of any installment(s) or part of installment(s) of a Fixed Term Loan amounting upto Tk. 10.00 Lacs is not repaid within the due date, the amount of unpaid installment(s) will be termed as 'past due or overdue installment'. In case of such types of Fixed Term Loans:

i. If the amount of past due installment is equal to or more than the amount of installment(s) due within 06 (six) months, the entire loan will be classified as **"Sub-standard"**.

ii. If the amount of past due installment is equal to or more than the amount of installment(s) due within 09 (nine) months, the entire loan will be classified as **"Doubtful"**.

iii. If the amount of past due installment is equal to or more than the amount of installment(s) due within 12 (twelve) months, the entire loan will be classified as **"Bad/Loss"**.

In case of any installment(s) or part of installment(s) of a Fixed Term Loan is not repaid within the due date, the amount of unpaid installment(s) will be termed as 'past due or overdue installment

In case of Fixed Term Loans: -

i. If the amount of past due installment is equal to or more than the amount of installment(s) due within 03 (three) months, the entire loan will be classified as **"Sub-standard"**.

ii. If the amount of past due installment is equal to or more than the amount of installment(s) due within 06 (six) months, the entire loan will be classified as **"Doubtful"**.

iii. If the amount of 'past due installment is equal to or more than the amount of installment(s) due within 09 (nine) months, the entire loan will be classified as **"Bad/Loss"**.

Explanation: If any Fixed Term Loan is repayable on monthly installment basis, the amount of installment(s) due within 06 (six) months will be equal to the sum of 06 monthly installments. Similarly, if the loan is repayable on quarterly installment basis, the amount of installment(s) due within 06 (six) months will be equal to the sum of 2 quarterly installments.

➤ **Description of approaches followed for specific and general allowances and statistical methods**

As per relevant Bangladesh bank guidelines, 1% to 5% provision is maintained against good/ standard loans, 5% provision is maintained against SMA loans, 20% provision is maintained against sub - standard loans, 50% provision is maintained against doubtful loans and 100% provision is maintained against bad / loss loans after deducting value of eligible security, if any, as per Bangladesh Bank guidelines. All interest is suspended /discontinued if the loan is identified as SMA or classified as sub -standard, doubtful or bad /loss.

➤ **Discussion of the Bank's credit risk management policy**

The Board approves the credit policy keeping in view relevant Bangladesh Bank guidelines to ensure best practice in credit risk management and maintain quality of assets, Authorities are properly delegated ensuring check and balance in credit operation at every stage i,e screening , assessing risk, identification, management and mitigation of credit risk as well as monitoring, supervision and recovery of loans with provision for early monitoring, supervision and recovery of loans with provision for early warning system. The credit risk management division is independently operated for dedicated credit risk management, separate credit administration division for ensuring perfection of security coverage and credit monitoring and recovery division for monitoring and recovery of irregular loans.

Besides, Internal control & compliance division independently assess quality of loans and compliance status of loans at least once in a year. Adequate provision is maintained against classified loans as per Bangladesh Bank guidelines. Status of loan portfolios is being regularly reported to the Board /Executive Committee.

Quantitative Disclosure	(b)	Total gross credit risk exposures broken down by major types of credit exposure:	Tk. in Crore
		SOD/Quard against TDR	1495.44
		Loans (General including Bai-Muajjal)	2880.16
		Cash Credit/Murabaha	1258.99
		House Building Loans	151.85
		Staff Loans	38.62
		Transport Loans	82.99
		LTR	858.67
		PAD	61.14
		Packing Credit (PC)	23.36
		Demand Loan	106.50
		Lease Finance/Izara	81.15
		Syndicate/Club Finance	231.26
		Visa Credit Card	14.26
		SME/SE	607.50
		CCS/Hire Purchase	20.90
		Bills purchased & discounted (Local & Foreign)	88.11
		Total	8000.88
	(c)	Geographical distribution of exposures, broken down in significant areas by major types of credit exposure:	Tk. in Crore
		Urban:	
		Dhaka Region	
		Chittagong Region	5050.05
		Sylhet Region	2034.25
		Rajshahi Region	36.22
		Khulna Region	102.75
		Rangpur Region	304.74
		Barisal Region	119.86
		Total	23.84
		Rural:	7671.71
		Dhaka Region	
		Chittagong Region	230.67
		Sylhet Region	39.92
		Rajshahi Region	16.92
		Rangpur Region	4.52
		Barisal Region	19.32
		Khulna Region	
		Outside Bangladesh	17.83
		Total	
		Grand Total (urban+rural)	329.17
			8000.88

(d) **Industry or counterparty types distribution of exposures** Tk. in Crore
broken down by major types of credit exposure:

Commercial Lending	313.42
Export financing	322.13
House Building loan	151.85
Consumers credit scheme	30.22
Small & Medium Enterprise	607.50
Special program loan	182.09
Others	2518.43
Total	4125.65
Industrial loans:	
Agricultural Industries	192.81
Textile Industries	1615.65
Food & Allied Industries	73.55
Pharmaceuticals Industries	20.17
Leather , Chemical & Cosmetics etc	32.88
Cement & Ceramic Industries	232.84
Service Industries	805.48
Transport & Communication Industries	306.81
Other Industries	522.68
Total	3802.87

(e) **Residual contractual maturity breakdown of the whole** Tk. in Crore
portfolio broken down by all types of credit exposure
including bill purchased & discounted:

Payable On demand	-----
Up to one month	716.33
Over one month but not more than three months	412.13
Over three months but less than one year	3286.13
Over one year but less than five years	2073.00
Above five years	1513.290

(f) **By major industry or counterparty type :** **In Crore Taka**

Amount of impaired loans and if available, past due loans, provided separately	218.52
Corporate	17.25
SME	2.55
Consumer Financing	
Others	241.83
Specific and general provisions; and Charges for specific allowances and charge-offs during the period	-----

	(g) Gross Non performing Assets (NPAs)		285.26
	Non performing Assets (NPAs) to Outstanding Loans & advances		3.57%
	Movement of Non Performing Assets (NPAs)		
	Opening balance		259.93
	Additions		499.08
	Reductions		239.15
	Closing balance		285.26
	Movement of specific provisions for NPAs		
	Opening balance		159.21
	Provisions made during the period		146.13
	Write-off		150.28
	Write-back of excess provisions		-----
	Closing balance		155.06

(e) Equities: Disclosures for Banking Book Positions

Qualitative Disclosure	(a)	<p>The general qualitative disclosure requirement with respect to the equity risk, including:</p> <p>The Bank does not hold any value which is describes as “Differentiation between holdings on which capital gains are expected and those taken under other objectives including for relationship and strategic reasons” in RBCA Guidelines of Bangladesh bank.</p> <p>Therefore the Bank does not needed to narrate any “Discussion of important policies covering the valuation and accounting of equity holding in the banking book, This includes the accounting techniques and valuation methodologies used, including key assumptions and practices affecting valuation as well as significant changes in these practices”.</p> <p>Apart from above, the Bank has being calculated value at cost method for Quoted shares & Unquoted shares.</p>						
Quantitative Disclosure	(b)	<p>Value disclosed in the balance sheet of investments, as well as the fair value of those investments; for quoted securities, a comparison to publicly quoted share values where the share price is materially different from fair value.</p> <table border="0" style="width: 100%;"> <tr> <td style="width: 80%;"></td> <td style="width: 20%; text-align: right;">Tk. Crore</td> </tr> <tr> <td>Quoted shares</td> <td style="text-align: right;">15.00</td> </tr> <tr> <td>Unquoted shares</td> <td style="text-align: right;">262.67</td> </tr> </table>		Tk. Crore	Quoted shares	15.00	Unquoted shares	262.67
	Tk. Crore							
Quoted shares	15.00							
Unquoted shares	262.67							
	(c)	<p>The cumulative realized gain (losses) arising from sales and liquidations in the reporting period.</p> <p>Realized gain (losses) from equity investments</p>						
	(d)	<p>Total unrealized gains (losses) –</p> <table border="0" style="width: 100%;"> <tr> <td style="width: 80%;">Total latent revaluation gains (losses) -</td> <td style="width: 20%; text-align: right;">0.84</td> </tr> <tr> <td colspan="2">Any amounts of the above included in Tier 2 Capital</td> </tr> </table>	Total latent revaluation gains (losses) -	0.84	Any amounts of the above included in Tier 2 Capital			
Total latent revaluation gains (losses) -	0.84							
Any amounts of the above included in Tier 2 Capital								
	(e)	<p>There are no Capital requirements broken down by appropriate equity groupings, consistent with the bank's methodology, as well as the aggregate amounts and the type of equity investments subject to any supervisory provisions regarding regulatory capital requirements.</p>						

(f) Interest Rate Risk in the Banking Book (IRRBB)

Qualitative Disclosure (a) The Banking Book consists of assets and liabilities contracted basically on account of relationship or for steady income and statutory obligations and are generally held till maturity/payment by counter party. The earnings or changes in the economic value are the main focus in banking book. Interest rate risk is the risk that a bank will experience deterioration in its financial position as interest rates move over time. Interest rate risk in the banking book arises from a bank's core banking activities.

Interest rate risk is the exposure of a bank's financial condition to adverse movements in interest rates. Changes in interest rates affect a bank earnings by changing its net interest income and the level of other interest sensitive income and operating expenses.

Quantitative Disclosure	(b)	Interest Rate Risk -Increase in Interest Rate:	Minor	Moderate	Major
		Magnititude of Shock	1.00%	2.00%	3.00%
		Net Interest Income impact			
		<12 Months	-14.58	-29.16	-43.74
		Capital after shock	1064.42	1049.84	1035.26
		CAR after shock (%)	10.74	10.61	10.46
		Change in CAR after shock (%)	-0.15	-0.29	-0.44
		Repricing Impact			
		Change in the value of the bond portfolio	-38.72	-77.44	-116.16
		Capital after shock	1025.70	10.36	972.40
		CAR after shock (%)	10.03	9.83	9.2
		Change in CAR after shock (%)	-0.39	-0.78	-1.17
		Overall change in CAR (NII & repricing impact, %)	-0.54	-1.08	-1.62

(g) Market Risk

Qualitative Disclosure

(a) **Views of BOD on trading/investment activities:**

Market risk is potential for loss resulting from adverse movement in market risk factors such as interest rates, forex rates, and equity and commodity prices.

The important aspect of the Market Risk includes liquidity management, interest rate risk management and the pricing of assets and liabilities. There are three types of Market Risk such as Interest Rate Risk, Foreign Exchange Risk & Equity Price Risk.

The Board will have to approve all policies related to market risk, sets limits and reviews compliance on a regular basis.

Method used to measure Market Risk:

In Standardized Approach, the capital requirement for various market risks (interest rate risk, equity price risk, commodity price risk, and foreign exchange risk) is determined separately.

Market Risk Management System:

The Treasury Division manage market risk covering Liquidity, interest rate and foreign exchange risk with oversight from Assets Liability Management Committee (ALCO) comprising senior executives of the Bank. ALCO is chaired by the Managing Director. ALCO meets at least once in a month.

Policies and Processes for mitigating market risk:

There are approved limits for credit deposit Ratio, liquid assets to total assets ratio, maturity mismatch, commitments for both on-balance sheet and off-balance sheet items and borrowing from money market and forex position. The limits are monitored and enforced on a regular basis to protect against market risk. The exchange rate committee of the Bank meets on a daily basis to review the prevailing market condition, exchange rate, forex position and transactions to mitigate foreign exchange risks.

Quantitative Disclosure

(b) **The capital requirement for:**

	Solo	Consolidated
Interest rate risk	6.78	6.78
Equity position risk	2.45	28.39
Foreign exchange risk	8.90	8.90
Commodity risk		

(h) Operational Risk

Qualitative Disclosure

(a) **Views of BOD on system to reduce Operational Risk:**

Operational risk is associated with human error, system failures and inadequate procedures and controls. It is the risk of loss arising from the potential that inadequate information system; technology failures, breaches in internal controls, fraud, unforeseen catastrophes, or other operational problems may result in unexpected losses or reputation problems. Operational risk exists in all products and business activities. In addressing Operational Risk, Bank has been strengthened its Internal Control System, and ensure sound Corporate Governance in all sphere of Management and Operation level as well.

The Bank should maintain a robust CBS (Core Banking Software) and enriches its IT infrastructure in terms of demand of time. Besides, in order to capacity building of its Human Resources Bank may be taken a number of steps like training, workshop etc.

Performance gap of executives and staffs:

SBL has a policy to provide competitive package and best working environment to attract and retain the most talented people available in the industry. SBL's strong brand image plays an important role in employee motivation. As a result there is no significant performance gap.

Potential external events:

No potential external events are expected to expose the Bank to significant operational risk.

Policies and Processes for mitigating operational risk:

To mitigate operational risk, Bank use basic indicator approach to calculate capital charge against operational risk. The policy for operational risks including internal control & compliance risk is approved by Board taking into account relevant guidelines of Bangladesh Bank. The Bank developed a Risk Management Division and supervisory review Committee for review and managing operation risk as well as evaluating of the adequacy of the capital. For mitigating operational risk Internal Control and compliance division undertakes periodical and special audit of the branches and departments at the Head Office for review of the operation and compliance of statutory requirements.

Approach for calculating capital charge for operational risk:

The Bank followed Basic Indicator Approach (BIA) for measuring capital charges for operational risk. Under the Basic Indicator Approach (BIA), the capital charge for operational risk is a fixed percentage (denoted by alpha) of average positive annual gross income of the Bank over the past three years.

Quantitative Disclosure

(b) **The Capital Requirement for Operational Risk (Solo)**

48.11

The Capital Requirement for Operational Risk (Consolidated)

51.90

Report of the Audit Committee

In compliance with Bangladesh Bank's BRPD Circular No. 11 dated 27 October 2013 and Bangladesh Securities and Exchange Commission (BSEC) Notification on Corporate Governance dated 07 August 2012, the Audit Committee (AC) of the Board of Directors of Standard Bank Limited (SBL) was formed by the Board to provide independent oversight of the company's financial reporting, non-financial corporate disclosures, internal control systems and compliance to governing rules and laws etc. Following are the major objectives of the AC:

- To review the financial reporting process, the system of internal control and management of financial risks, the audit process, and the bank's process for monitoring compliance with laws and regulations and its own code of business conduct, compliance status of inspection report from Bangladesh Bank.
- To assist the Board in fulfilling its oversight responsibilities including implementation of the objectives, strategies and overall business plans set by the Board for effective functioning of the bank.

The present Audit Committee was reconstituted by the Board in the 214th meeting held on 04.10.2013 consisting of the following members:

SL No	Name	Status with the Bank	Status with the Committee	Educational Qualification	Meeting/ Attendance
01	Mr. S. S. Nizamuddin Ahmed	Independent Director	Chairman	M.Com	7/7
02	Mr. Ashok Kumar Saha	Director	Member	MBA	7/5
03	Mr. Md. Zahedul Hoque	Director	Member	MBA	7/5
04	Mr. Md. Fayekuzzaman	Director	Member	BCom(Hons), M.Com	7/7
05	Mr. A.F.M. Nizamul Islam Chowdhury*	Group Company Secretary	Member Secretary	B.A, LLB	7/6
06	Mr. Md. Ali Reza*	Acting Company Secretary	do	MBA, FCMA	7/1

* Mr. A.F.M. Nizamul Islam Chowdhury retired from his service on 12.12.2014 and after that Mr. Md. Ali Reza, VP & CFO has been discharging duty as an Acting Company Secretary of the Bank till to date.

Meetings of the Audit Committee

Bangladesh Bank suggested banks to hold at least 4 meetings in a year. The Audit Committee of SBL held 07 (Seven) meetings in the year 2014 and had detailed discussions and review session with the Head of Internal Control & Compliance, External Auditors etc. regarding their findings, observations and remedial suggestions on issues of bank affairs that need improvement. The AC instructed management to follow those remedial suggestions and ensure monitoring accordingly and effectively. Meeting dates are as follows:

SL No.	Meetings	Date of Meeting
01	56th Audit Committee Meeting	9th January 2014
02	57th Audit Committee Meeting	12th April, 2014
03	58th Audit Committee Meeting	17th May, 2014
04	59th Audit Committee Meeting	17th July, 2014
05	60th Audit Committee Meeting	16th September, 2014
06	61st Audit Committee Meeting	27th October, 2014
07	62nd Audit Committee Meeting	28th December, 2014

Major areas focused by Audit Committee in 2014

The major issues, amongst others, were reviewed and discussed by the Audit Committee of the Bank during the year 2014 are mentioned below:

- The compliance status of the audit objections and the recommendations made by the Bangladesh Bank inspectors, External auditors and the Internal Auditors of the bank in their respective reports.
- Implementation of Core Risk Management Guidelines including Internal Control and Compliance Risk along with compliance thereof.
- The review of status of recovery of classified loans and providing with the necessary guidelines, advices and recommendations to the management to reduce the Non performing Loans (NPLs).
- Audit and Inspection reports of the branches, divisions and departments of the Head Office prepared by the Internal Control and Compliance Division (ICCD) of the Bank.
- Review and approve 'Annual Audit Plan 2015' and 'Risk Based Audit Plan 2015' of bank's audit and inspection divisions of Head office.
- Review of serious irregularities in the audit report of the branches conducted by Head office audit and inspection divisions for the year 2013.
- Review of the audit ratings of all branches and departments for the year 2013.
- Review of Bangladesh Bank, DOS Circular Letter No. 17 dated 7 November 2012 regarding Report of Self-Assessment of Anti-Fraud Internal Controls on Quarterly basis through specific format to be signed by the MD & CEO of the Bank and countersigned by the Chairman of the Audit Committee.
- Review of the process of strengthening Internal Control Systems and Procedures of the Bank.
- Review of the annual financial statements of the bank for the year ended 31 December 2013 as certified by the external auditors, M/S. Khan Wahab Shafique Rahman & Co, Chartered Accountants, before submission to the Board of directors for approval.
- Review of Bangladesh Bank's BRPD Circular No. 4 dated 23 February 2014 on the Rules and Regulations in making transactions with people related with Board and Management of the Bank.

- Review of Corporate Governance Compliance Report of SBL for the year ended 31 December 2013 as submitted by Shafiq Basak & Co, Chartered Accountants.
- Review of the Management Report on the Bank for the year ended 31 December 2013 as submitted by the External Auditors and subsequent compliance by the management thereof.
- Review of the First Quarter (Q1), half-yearly and Third Quarter (Q3) Financial Statements (Un-Audited) for the year 2014 before submission to the Board of directors for approval in compliance with the BSEC's Corporate Governance Guidelines 2012.
- Review of Financial Highlights of SBL for the Third Quarter (Q3) from 01 January to 30 September 2014 compared to corresponding figures of last year.
- Review of the Bangladesh Bank Comprehensive Inspection Report on SBL Head Office as on 31 December 2013 and subsequent compliance by the management thereof.
- Review of AML rating of all Branches for the year 2014.
- Review of compliance and related risk level of Branches, various Departments and Subsidiaries.
- Review of Annual Report on the Financial Health of the Bank, 2013.

The committee in the meetings has taken particular notes of lapses detected by the Internal Audit Team in their audit report and the actions taken by the management towards correction, helped improving the recovery of classified loans and initiating measures for lowering the quantum of NPLs. The committee advised and recommended to the management and the board for instituting adequate recovery mechanisms, close and effective monitoring, constituting a robust credit administration and, carefully reviewed the internal control system and procedures including IT operation to secure the Bank from foreseeable shocks. The process of continuous monitoring was established for avoidance of errors and omissions and, repetition of lapses as are detected by the internal and external auditors.

The Audit Committee is satisfied that:

- The rules and regulations of the Bangladesh Bank and all other regulatory authorities and Bank's own policy guidelines approved by the Board of Directors are duly complied with.
- Internal control and security measures have been undertaken by the Bank towards facilitating Information Technology (IT) based banking including generation of proper Management Information System (MIS).
- The system of internal control and the business processes have been strengthened including development of human resources towards creation of a compliance culture in the Bank.
- The efforts have been made to keep assets of the Bank safe along with liabilities and commitments are made transparent.
- The Financial Statements of the Bank have been prepared in accordance with Bangladesh Financial Reporting Standards (BFRS) and Bangladesh Bank's guideline which contained full disclosure.

The Minutes of the Audit Committee meetings containing various advices, suggestions and recommendations to the Management and for perusal, consideration and approval of the Board of directors placed subsequently in the meetings of the Board of directors for ratification and approval on regular basis.

On behalf of the Audit Committee,



S. S. Nizamuddin Ahmed

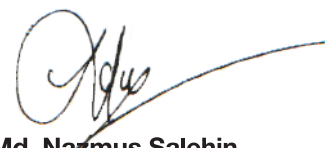
Chairman of the Audit Committee of the Board

MANAGING DIRECTOR & CEO AND CHIEF FINANCIAL OFFICER'S STATEMENT OF RESPONSIBILITIES.

The Board of Directors is appointed to act for and on the financial statements of the Standard Bank Limited drawn up as at 31 December 2014. These statements prepared under the historical cost convention and in accordance with the First Schedule (Sec-38) of the Bank Companies Act, 1991, BRPD Circular # 14 dated 25 June 2003, other Bangladesh Bank Circulars, International Accounting Standards (IAS) and International Financial Reporting Standards (IFRS) adopted by the Institute of Chartered Accountants of Bangladesh, Companies Act, 1994, The Securities and Exchange Rules 1987, Dhaka & Chittagong Stock Exchanges' listing regulations and other laws and rules applicable in Bangladesh. The Accounting Policies used in the preparation of the financial statements are appropriate and are consistently applied by the Bank (material departures, if any, have been disclosed and explained in the notes to the financial statements). There are no departures from the prescribed Accounting Standards in their adoption. Comparative information has been reclassified wherever necessary to comply with the current presentation. The significant accounting policies and estimates that involve a high degree of judgment and complexity were discussed with our external auditors and the audit committee. The Board of Directors and the Management of the bank accept responsibility for the integrity and objectivity of these financial statements. 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. The most significant areas where estimates and judgments have been made are on provision for loans and advances. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected. Our internal auditors have conducted periodic audits to provide reasonable assurance that the established policies and procedures of the bank were consistently followed. However, there are inherent limitations that should be recognized in weighing the assurances provided by any system of internal controls and accounting. The financial statements of the bank were audited by M/S Shafiq Basak & Co, Chartered Accountants, and their report is given on the Annual Report. The Audit Committee of the bank meets periodically with the internal audit team and the external auditors to review their audit plans, assess the manner in which these auditors are performing their responsibilities and to discuss their reports on internal controls and financial reporting issues. To ensure complete independence, the external auditors and the internal auditors have full and free access to the members of the Audit Committee to discuss any matter of substance. In above consequence, We have reviewed the financial statements of the bank for the year ended 2014 and to the best of our knowledge and belief that these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws.



Md. Ali Reza FCMA
Chief Financial Officer



Md. Nazmus Salehin
Managing Director & CEO

BB Guidelines for Corporate Governance: Our Compliance Status

In Standard Bank Ltd. Corporate Governance means increasing stakeholders value by being efficient and professional to the organization, transparent and accountable to the shareholders and responsible to the society and the environment. To ensure good governance i.e. corporate governance in bank management, Bangladesh Bank (BB) issued three Circulars in 2013 covering three broad areas as follows:

1. BRPD Circular No.11 dated 27 October 2013: Formation and responsibilities of Board of Directors (BoD).
2. BRPD Circular Letter No. 18 dated 27 October 2013: Appointment and responsibilities of Chief Executive Officer (CEO).
3. BRPD Circular Letter No. 19 dated 27 October 2013: Contractual appointment of Advisor and Consultant.

The summary of the BB guidelines and SBL's compliance thereto are presented below:

1. Formation and responsibilities of Board of Directors (BOD)

Sl. No.	Particulars	Compliance Status
1	Formation of BoD: Prior approval from BB to be taken before appointment of new Directors, as well as dismissal, termination or removal of any Director from the post. Qualification and competency of Directors, maximum number of Directors of the Board, appointment of independent Directors, appointment of maximum 02 (two) members from a family as Director.	Complied. No such instance so far.
1.1	Appointment of New Directors: Every bank company, other than specialized banks, at the time of taking prior approval from BB while appointing Directors should furnish the following information along with the application:	
	a. Personal information of the nominated person	Complied
	b. Declaration of nominated person	Complied
	c. Declaration for confidentiality by the nominated person	Complied
	d. In case of independent director, the approval letter from BSEC	Complied
	e. CIB report of the nominated person	Complied
	f. Updated list of Directors	Complied
12	Vacancy of office of a Director	
(a)	The office of a Director shall be vacated as per the provision of Section 108(1) of Companies Act 1994. Besides, provision of Section 17 of Bank Company Act 1991, providing false declaration at the time of appointment or observing shortfall of qualification as a Director.	No such case
(b)	If the office of a Director is vacated as per Section 17 of Bank Company Act 1991, s/he will not be eligible to become Director of that bank company or any other bank company or financial institutions within one year from the date of repayment of the total dues to the bank. The dues can be adjusted with the shares held by the Director in that bank company and he cannot transfer his shares of that bank company until he repays his all the liabilities of that bank company or financial institutions.	No such incident
(c)	BB can remove Directors or Chairman of a bank company other than the state-owned banks for doing any activity that is detrimental to the interest of the banks depositors or against the public interest under Section 46 and can also dissolve the Board of a bank company under Section 47 of Bank Company Act 1991.	No such instance as yet
1.3	Removal of Directors from office: With the prior approval of Bangladesh Bank, any Director of a bank company other than specialized banks can be removed from his office for the reasons specified in its Articles of Association.	No such instance as yet

Sl. No.	Particulars	Compliance Status
	The reason and grounds of the dismissal/removal and the copy of such decision taken by BoD and a list of Directors shall be submitted to Bangladesh Bank. Such removal shall be effective from the date of BB's approval.	
1.4	Appointment of Alternate Director: An alternate director can be appointed to act for a director during his absence for a continuous period of not less than three months from Bangladesh by fulfilling following instructions:	No such Director in SBL
(a)	Bank has to collect and properly maintain the documentary evidences relating to departure and arrival of the original director while traveling abroad. If there is any exception, the CEO should immediately inform it to BB.	N/A
(b)	The copy of the decision of the BoD regarding appointment of alternate director, with original director's probable returning date from abroad should be sent to BB within 7 days of taking the decision and the director's arrival date must be intimated to BB immediately after his/her return.	N/A
(c)	Any loan defaulter or any person who is not eligible to become a director as per any relevant guiding rules and regulations will not be appointed as an alternate director.	N/A
(d)	As an alternate director is appointed temporarily; therefore, he/she will not be included in any kind of committee constituted by the BoD.	N/A
(e)	The alternate director or his/her affiliated organization will not get any kind of loan facilities from the bank. In case of previous loan, enhancement of limit or extension of time period or any kind of exemption or interest waiver will not be allowed. Moreover, all restrictions applicable to directors according to rules and regulations will also be applicable to the alternate director.	N/A
2	Director from Depositors: As per Bank Company Act 1991 (amended in 2013) appointment of Directors from depositors is no longer required. But, in compliance with the provision of section 15(9) of Bank Company Act 1991 (amended up to 2013), bank company may consider the tenure of existing Directors from depositors or may appoint them as the Independent Director of the company.	Complied. No Depositor Director in SBL
3	Information regarding Directors: Banks are advised to take the following steps regarding directors information:	
(a)	Every bank should keep an updated list of bank directors.	Complied
(b)	Banks should send a directors' list to other banks or financial institutions immediately after the appointment or release of director.	Complied
(c)	Banks should display a list of directors on the website and update it on a regular basis.	Complied
4	Responsibilities of the Board of Directors (BoD)	
4.1	Responsibilities and Authorities of the BoD:	
(a)	Work planning and strategic management (i) The BoD shall determine the objectives and goals and to this end shall chalk out strategies and work plans on annual basis. It shall analyze/monitor at quarterly rests the development of implementation of work plans.	Complied

Sl. No.	Particulars	Compliance Status
	(ii) The BoD shall have its analytical review presented in the Annual Report as regard to success/ failure in achieving the business and other targets as set out in its annual work plan and shall apprise the shareholders of its opinions/recommendations on future plans and strategies. It shall set the Key Performance Indicators (KPIs) for the CEO and executives immediate two tiers below the CEO and have it evaluated at times.	Complied
(b)	<p>Loan and Risk Management:</p> <p>(i) The policies, procedures, strategies, etc. in respect of appraisal of loan/investment proposal, sanction, disbursement, recovery, re-scheduling and write-off thereof shall be made with the BoD's approval under the purview of the existing laws, rules and regulations. The BoD shall specifically distribute the power of sanction of loan/investment and such distribution should desirably be made among the CEO and his subordinate executives as much as possible. No director, however, shall interfere, directly or indirectly, into the process of loan approval.</p> <p>(ii) The board shall frame policies for Risk Management and get them complied with and shall monitor the compliance at quarterly rests and review the concerned report of the risk management team and shall compile in the minutes of the board meeting. The BoD shall monitor the compliance of the guidelines of BB regarding key risk management.</p>	Complied
(c)	<p>Internal Control Management:</p> <p>The Board shall be vigilant on the internal control system of the bank in order to attain and maintain satisfactory health or grade of its loan/investment portfolio. The board will establish such an internal control system so that the internal audit process can be conducted independently from the management. It shall review at quarterly rests the reports submitted by its audit committee regarding the compliance of recommendations made in internal and external audit reports and the BB inspection reports.</p>	Complied
(d)	<p>Human Resources (HR) Management and Development:</p> <p>(i) Policies relating to recruitment, promotion, transfer, disciplinary and punitive measures, human resources development etc. and service rules shall be framed and approved by the BoD. The chairman or the directors shall in no way involve themselves and interfere into or influence over any administrative affairs including recruitment, promotion, transfer and disciplinary measures as executed under the set service rules. No member of the BoD shall be included in the selection committees for recruitment and promotion to different levels. Recruitment, promotion, transfer and punishment of the executives immediate two tiers below the CEO shall, however, rest upon the BoD. Such recruitment and promotion shall have to be carried out complying with the service rules i.e., policies for recruitment and promotion.</p> <p>(ii) The BoD shall place special attention to the development of skills set of bank's staff in different fields of its business activities including prudent appraisal of loan/investment proposals, and to the adoption of modern electronic and information technologies, and the introduction of effective Management Information System (MIS). The BoD shall get these programs incorporated in its annual work plan.</p>	Complied. SBL BoD approves HR policy from time to time which guides all actions or decisions related to HR of SBL.
		Complied

Sl. No.	Particulars	Compliance Status
	(iii) The BoD will compose Code of Ethics for every tier of employees and they will follow it properly. The BoD will promote healthy code of conducts for developing a compliance culture.	Complied
(e)	Financial Management: (i) The annual budget and the statutory financial statements will be prepared with the approval of the BoD. It will at quarterly rests review/monitor the positions in respect of bank's income, expenditure, liquidity, non-performing assets, capital base and adequacy, maintenance of loan loss provision and steps taken for recovery of defaulted loans including legal measures. (ii) The BoD will frame the policies and procedures for bank's purchase and procurement activities and shall accordingly approve the distribution of power for making such expenditures. The maximum possible delegation of such power shall rest on the CEO and his subordinates. The decision on matters relating to infrastructure development and purchase of land, building, vehicles etc. for the purpose of bank's business shall, however, be taken with the approval of the BoD. (iii) The BoD will review whether an Asset-Liability Committee (ALCO) has been formed and it is working according to BB guidelines.	Complied
(f)	Appointment of Chief Executive Officer (CEO): In order to strengthen the financial base of the bank and obtain confidence of the depositors, one of the major responsibilities of the BoD is to appoint an honest, efficient, experienced and suitable CEO or Managing Director. The BoD will appoint a competent CEO for the bank with the approval of BB.	Complied
(g)	Other responsibilities of the BoD: In accordance to BB Guidelines issued from time to time.	Complied. The BoD will do so as and when required by BB.
4.2	Meetings of the Board of Directors: Board of Directors may meet once or more than once in a month upon necessity and shall meet at least once in every three months. Excessive meetings are discouraged.	Complied. Usually SBL holds one Board Meetings in a month.
4.3	Responsibilities of the Chairman of the BoD:	
(a)	As the Chairman of the BoD or Chairman of any committee formed by the BoD or any director does not personally possess the jurisdiction to apply policy making or executive authority, he/she shall not participate in or interfere into the administrative or operational and routine affairs of the bank.	Complied
(b)	The Chairman may conduct on-site inspection of any bank branch or financing activities under the purview of the oversight responsibilities of the BoD. He may call for any information relating to bank's operation or ask for investigation into any such affairs; he may submit such information or investigation report to the meeting of the BoD or the executive committee and if deemed necessary, with the approval of the BoD, he shall effect necessary action thereon in accordance with the set rules through the CEO. However any complaint against the CEO shall have to be apprised to BB through the BoD along with the statement of the CEO.	Complied
(c)	The Chairman may be offered an office room, a personal secretary/assistant, a peon/MLSS, a telephone at the office, a mobile phone usable inside the	Complied

Sl. No.	Particulars	Compliance Status
	country and a vehicle in the business interest of the bank subject to the approval of the BoD.	
5	Formation of Supportive Committees of the Board: The BoD of every Bank Company can form only three supporting committees of the BoD i.e. Executive Committee (EC), Audit Committee (AC) and Risk Management Committee (RMC).	Complied
5.1	Executive Committee (EC): EC is to be formed for taking decision on urgent and day-to-day or routine activities between the intervals of two BoD meetings. The EC will perform according to the terms of reference set by the BoD. The EC will be formed with maximum of 07 (seven) members for a period of 03 (three) years. The Chairman of the BoD can also be the member of the EC. The company secretary of the bank shall act as the secretary of the EC. EC members, besides being honest and sincere, should have reasonable knowledge on banking business, its operations and risk management and be capable of making valuable and effective contributions in the functioning of the Committee. The committee shall discharge responsibilities and take decision on the matters as instructed by the BoD except discharging of those responsibilities and taking decisions that are specifically assigned to the full BoD by the Bank Company Act 1991 or other related laws and regulations. The decisions taken by the Committee shall be ratified in the next BoD meeting. Upon necessity the Committee can call meeting at any time. The Committee may invite CEO, Chief Risk Officer or any executive to attend the committee meeting.	Complied
5.2	Audit Committee (AC): The AC should have maximum five members and two of them shall be Independent Directors. It should be constituted of such members who are not members of the EC of the BoD. The members of the Committee may be nominated for three years and the company secretary of the bank shall act as the secretary of the Committee. Please see ' Report of the Audit Committee ' for details.	Complied
5.3	Risk Management Committee (RMC): The RMC is to be formed to mitigate impending risks which could be arisen during implementation of BoD approved policies, procedures and strategies. This committee is entrusted to examine and review whether management is properly working on identifying and mitigation of credit risk, foreign exchange risk, internal control and compliance risk, money laundering risk, information and communication technology risk, operation risk, interest rate risk and liquidity risk and keeping adequate capital and provision against the risks identified. The RMC is to be formed with maximum five members who will be appointed for 03 (three) years. Each member should be capable of making valuable and effective contributions in the functioning of the Committee. The company secretary of the bank shall act as the secretary of the Committee. RMC shall review the risk management policy and guidelines of the bank at least once in a year, make necessary modifications as per requirement and submit the same to the BoD for approval. Besides, lending limits and other limits should be reviewed at least once in a year and should be amended, if necessary.	Complied

Sl. No.	Particulars	Compliance Status
6	Training of the Directors: The Directors of the Board will acquire appropriate knowledge of the Banking laws and other relevant laws, rules and regulations to effectively discharge the responsibilities as a Director of the bank.	Complied
7.	Intimation of the Circular to the Board and related persons by CEO: The CEO will inform about this Circular to the directors and other related persons.	Complied
2. Appointment and responsibilities of Chief Executive Officer (CEO)		
A	Rules and regulations for appointment of the CEO	
1	Moral Integrity: In case of appointment to the post of CEO, satisfaction in respect of the concerned person should be ensured to the effects that: a) He has not been convicted by any Criminal Court of Law. b) He has not been punished for violating any rules, regulations or procedures/norms set by any regulatory authority. c) He was not associated with any such company/organization; registration or license of which has been cancelled.	Complied
2	Experience and Suitability: a) For appointment as a CEO, the concerned person must have experience in banking profession for at least 15 (fifteen) years as an active officer and at least 02 (two) years experience in a post immediate below the CEO of a bank. b) He must have a Master's degree at minimum from any recognized university. Higher academic education in the field of Economics, Banking and Finance or Business Administration will be treated as additional qualification for the concerned person. c) In respect of service, the concerned person should have excellent track record of performance. d) Satisfaction should be ensured that the concerned person was not dismissed from service when he was chairman/director/official of any company. e) Any director of any bank or financial institution or any person who has business interest in the concerned bank will not be eligible for appointment to the post of the CEO.	Complied
3	Transparency and financial integrity: Before making appointment as a CEO, satisfaction should be ensured to the effects that: a. The concerned person was not involved in any illegal activity while performing duties in his own or banking profession. b. He has not deferred payment to creditors or has not compromised with his creditors to be relieved from debts or he is not a loan defaulter. c. He is not a tax defaulter. d. He has never been adjudicated a bankrupt by the Court.	Complied
4	Age Limit: No person crossing the age of 65 years shall hold the post of CEO of a bank.	Complied

Sl. No.	Particulars	Compliance Status
5	Tenure: The tenure of the CEO shall not be more than 03 (three) years, which is renewable. If the candidate has less than 3 years left to attain 65 years, he/she can be appointed for that shorter period.	Complied
6	<p>Guidelines in fixing the salary and allowances: Banks are required to follow the guidelines stated below while determining the salary and allowances of the CEO and submitting such proposal to BB:</p> <p>a. In fixing the salary and allowances of the CEO, financial condition, scope of operation, business-volume and earning capacity of the bank; qualifications, achievement of the candidate in the past, age and experience and the remuneration paid to the persons occupying same position in the peer banks shall have to be taken into consideration.</p> <p>b. Total salary shall be comprised of direct salary covering 'Basic Salary' and 'House Rent' and allowances as 'Others'. The allowances (e.g., provident fund, utility bill, leave-fare assistance) in 'Others' head should be specified in amount/ceiling. Besides, other facilities (e.g., car, fuel, driver etc.), as far as possible, shall have to be converted in the monetary value and thus determining monthly total salary, it shall have to be mentioned in the proposal submitted to BB. In the proposal, Basic Salary, House Rent, Festival Allowance, other allowances and other facilities shall have to be specified in Taka amount.</p> <p>c. Without improving the bank's major financial indicator like- CAMELS, annual salary increment will not be payable.</p> <p>d. Terms of salary-allowances and other facilities as specified in the terms and conditions of appointment cannot be changed during the tenure. In case of renewal, proposal may be made for re-fixation of the salary considering the work performance of the current CEO.</p> <p>e. The CEO so appointed shall not get any other direct or indirect facilities (e.g., dividend, commission, club expense, etc.) other than the salary-allowances and other facilities as enumerated in clause (b) above.</p> <p>f. The bank shall not pay any income tax for the CEO, i.e., the CEO so appointed shall have to pay it.</p>	Complied
7	Incentive Bonus: The CEO will get incentive bonus subject to paying incentive bonus to all executives/officers/workers of the bank and the said bonus amount will not exceed BDT 1,000,000 in a year.	Complied
8	Honorarium for attending the Board Meeting: Being a salaried executive, CEO will not get any honorarium for attending the Board meeting or Board formed Committee meeting.	Complied
9	Evaluation Report: For reappointment of the CEO, the Chairman of the bank shall have to submit a Board approved evaluation report to BB.	Complied
10	Prior Approval from Bangladesh Bank: Prior approval from Bangladesh Bank is mandatory before appointing CEO as per section 15(4) & (5) of Bank Company Act 1991 (amended up to 2013). For processing such approval, along with the proposal signed by the Chairman of the BoD, the selected person's complete resume, offer letter (mentioning the direct & indirect	Complied

Sl. No.	Particulars	Compliance Status
	remuneration and facilities) and copy of Board's approval must be submitted to BB. The selected person must also submit declarations as per Annexure A & Annexure B to BB.	
11	Decision of Bangladesh Bank is final: The decision of BB for appointment of the CEO will be treated as final and the CEO such appointed cannot be terminated, released or removed from his/ her office without prior approval from BB.	Complied
B	Responsibilities and Authorities of the CEO: The CEO of the bank, whatever name called, shall discharge the responsibilities and exercise the authorities as follows:	
	a. In terms of the financial, business and administrative authorities vested upon him by the BoD, the CEO shall discharge his own responsibilities. He shall remain accountable for achievement of financial and other business targets by means of business plan, efficient implementation thereof and prudent administrative and financial management.	Complied
	b. The CEO shall ensure compliance of the Bank Company Act 1991 and other relevant laws and regulations in discharging of routine functions of the bank.	Complied
	c. The CEO shall include clearly any violation from Bank Company Act 1991 and/or other relevant laws and regulations in the "Memo" presented to the meeting of the BoD or any other Committee (s) engaged by the BoD.	Complied
	d. The CEO shall report to Bangladesh Bank of issues in violation of the Bank Company Act 1991 or of other laws/regulations.	Complied
	e. The recruitment and promotion of all staffs of the bank except those in the two tiers below him/her shall rest on the CEO. He/she shall act in such cases in accordance with the approved service rules on the basis of the human resources policy and approved delegation of employees as approved by the BoD.	Complied
	f. The authority relating to transfer of and disciplinary measures against the staff, except those at two tiers below the CEO, shall rest on him/her, which he/she shall apply in accordance with the approved service rules. Besides, under the purview of the human resources policy as approved by the BoD, he/she shall nominate officers for training etc.	Complied
3.	Contractual appointment of Advisor and Consultant	
A	Rules and regulations for appointment of an Advisor	No such advisor in SBL
1	Experience and Suitability: For appointment as advisor, the concerned person will have to fulfill the following requirements with regard to experience and qualifications:	N/A
	a. Experience in Banking or Administration for at least 15 (fifteen) years or have a long experience in social activities.	
	b. Higher academic education in the field of Economics, Banking and Finance or Business Administration will be treated as additional qualification for the concerned person.	

Sl. No.	Particulars	Compliance Status
	<p>c. Satisfaction should be ensured that the concerned person was not dismissed from his service when he was Chairman/ Director/ Executive of any company.</p> <p>d. The person who is working in any bank or financial institution or who has business interest in that bank will not be eligible for appointment to the post of Advisor.</p> <p>e. Satisfaction should be ensured that the concerned person is not a loan defaulter or tax defaulter and has never been adjudicated a bankrupt by the Court.</p>	
2	<p>Responsibilities of the Advisor: The roles and responsibilities of the Advisor should be defined specifically. The Advisor can advise the Board of Directors or CEO only on those matters specified in the appointment letter. The routine and general activities of the bank will not be included in his terms of reference. He will not be entitled to exercise any power or involved himself in the decision making process of financial, administrative, operations or other activities of the bank.</p>	N/A
3	<p>Prior approval from Bangladesh Bank: Prior approval from BB is mandatory before appointing an Advisor. For such appointment, the justifications of the post of advisor, responsibilities or terms of reference, complete résumé of the concerned person, terms of appointment (mentioning remuneration and facilities) and copy of BoD's approval shall be submitted to BB. The nominated person has to make a declaration as per Annexure A. This declaration shall also be submitted to BB.</p>	N/A
4	<p>Remuneration and other facilities of Advisor: The post of Advisor is not a fixed or substantive post in the bank's organization structure. Advisor will not be entitled to salaries and allowances as regular employee except gross amount of remuneration, transport and telephone facilities. Remunerations inconsistent with the terms of reference of the advisor will not be considered as acceptable to BB.</p>	N/A
5	<p>Tenure of Advisor: The tenure of the Advisor shall be maximum 01(one) year, which is renewable. An evaluation report (by the Chairman that is approved by the BoD) of previous tenure should be submitted to BB along with the re-appointment proposal.</p>	N/A
6	<p>Appointment of Ex-executive: For ensuring good governance, any former Director, CEO or any other Executive of the bank will not be eligible to become an Advisor in the same bank immediately after their retirement or resignation. However, after one year from such retirement or resignation, he/she will be eligible for appointment as Advisor.</p>	N/A
B	<p>Rules and regulations for appointment of a Consultant</p>	
1	<p>Terms of Reference of Consultant: Consultant can be appointed for specialized tasks like tax, law and legal procedures, engineering and technical works, information technology, etc. Consultants' appointment should be avoided as much as possible for those works that could be done by regular employees of the bank.</p>	Complied

Sl. No.	Particulars	Compliance Status
2	<p>Responsibilities of a Consultant: The responsibilities or term of reference of a Consultant should be specified. He/she should not be involved in any activities beyond his/her terms of references and he/she cannot exercise any kind of power in bank operation or cannot participate in the decision making process.</p>	Complied
3	<p>Appointment of a Consultant: A Consultant can be appointed with the approval of the BoD. After such appointment the bank shall send the Consultant's complete résumé, terms of reference and details of remuneration to BB immediately.</p>	Complied
4	<p>Tenure of a Consultant: The tenure of a Consultant should be consistent with the terms of reference, but would not exceed 02 (two) years. Generally the Consultant will not be eligible for re-appointment. But to complete the unfinished tasks, his contract may be extended for maximum period of 01 (one) year with the approval of BB. The Chairman of the bank upon approval of the BoD shall have to submit the extension proposal to BB with the evaluation report of his previous tenure.</p>	Complied
5	<p>Remuneration/honorarium of a Consultant: The Consultant's remuneration should be in the form of monthly or single lump-sum payment, and he is not entitled to any other facilities.</p>	Complied
6	<p>Appointment of Ex-executive: For ensuring good governance, any former Director, CEO or any other Executive of the bank will not be eligible for appointment as a Consultant in the same bank immediately after their retirement or resignation. However, after one year from such retirement or resignation, he/ she will be eligible for appointment as a Consultant.</p>	No such case

Status of compliance with the conditions imposed by the Bangladesh Securities and Exchange Commission's Notification No. SEC/CMRRCD/2006-158/134/Admin/44 dated 07 August 2012 issued under section 2CC of the Securities and Exchange Ordinance, 1969 (XVII of 1969):

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (If any)
		Complied	Not complied	
1.0	Board of Directors:			
1.1	The members of the Board should not be less than 5 (five) and more than 20(Twenty)	✓		
1.2 (i)	Independent Director : at least 1/5 th of total No. of Directors	✓	Complied as per Bank Company Act 1991 (Amendment at 2013)	
1.2 (ii) a)	Independent Director holds less than one percent (1%) shares of the total paid-up shares of the Bank	✓		
1.2 (ii) b)	Independent Directors is not connected with the company's any sponsor or director or shareholder who hold one percent (1%) or more.	✓		
1.2 (ii) c)	Independent Director does not have any other relationship with the Bank or its subsidiary companies	✓		
1.2 (ii) d)	Independent Director is not a member, director or officer of any stock exchange	✓		
1.2 (ii) e)	Independent Director is not a shareholder, director or officer of any member of stock exchange or an intermediary of the capital market	✓		
1.2 (ii) f)	Independent Director is not a partner or an executive or was not a partner or an executive during the preceding 3 years of any statutory audit firm	✓		
1.2 (ii) g)	Independent Director is not Independent Director in more than 3 listed companies	✓		
1.2 (ii) h)	Independent Director has not been convicted by a court of competent jurisdiction as a defaulter in payment of any loan to a Bank or a Non-Bank Financial Institution (NBFI)	✓		
1.2 (ii) i)	Independent Director has not been convicted for a criminal offence involving moral turpitude	✓		

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (If any)
		Complied	Not complied	
1.2 (iii)	Independent Director is nominated by the board of directors and approved by the shareholders in the Annual General Meeting (AGM).	√		
1.2 (iv)	Post of independent director(s) can not remain vacant for more than 90 (ninety) days	√		
1.2 (v)	The Board lays down a code of conduct of all Board members and annual compliance of the code to be recorded	√		
1.2 (vi)	Tenure of office of Independent Director shall be for a period of 3 (three) years, which may be extended for 1 (one) term only	√		
1.3 (i)	Independent Director shall be a knowledgeable individual with integrity who is able to ensure compliance with financial, regulatory and corporate laws and can make meaningful contribution to business	√		
1.3 (ii)	The person should be a Business Leader/Corporate Leader/ Bureaucrat/ University Teacher with Economics or Business Studies or Law background/Professionals like Chartered Accountants, Cost & Management Accountants, Chartered Secretaries. The independent director must have at least 12 (twelve) years of corporate management/professional experiences	√		
1.3 (iii)	In special cases the above qualifications may be relaxed subject to prior approval of the Commission	N/A		
1.4	Chairman shall be elected from among the directors and respective roles and responsibilities of Chairman and CEO shall clearly be defined by Board of Directors	√		

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (If any)
		Complied	Not complied	
1.5	Director's report to shareholders:	√		
1.5 (i)	Industry outlook and possible future developments in the industry	√		
1.5 (ii)	Segment-wise or product-wise performance	√		
1.5 (iii)	Risks and concerns	√		
1.5 (iv)	Discussion on Cost of Goods sold, Gross Profit Margin and Net Profit Margin	√		
1.5 (v)	Discussion on continuity of any Extra-Ordinary gain or loss	√		
1.5 (vi)	Basis for related party transactions- a statement of all related party transactions should be disclosed in the annual report	√		
1.5 (vii)	Utilization of proceeds from public issues, rights issues and/or through any others instruments	N/A		
1.5 (viii)	Explanation if the financial results deteriorate after the company goes for Initial Public Offering (IPO), Repeat Public Offering (RPO), Rights Offer, Direct Listing, etc	√		
1.5 (ix)	If significant variance occurs between Quarterly Financial performance and Annual Financial Statements the management shall explain about the variance on Annual Report	N/A		
1.5 (x)	Remuneration to directors including independent directors	√		
1.5 (xi)	Fairly present financial statement, state of affairs, the result of operations, cash flows and changes in equity	√		
1.5 (xii)	Proper books of account have been maintained	√		
1.5 (xiii)	Appropriate accounting policies have been consistently applied in preparation of the financial statements and that the accounting estimates are based on reasonable and prudent judgment	√		

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (If any)
		Complied	Not complied	
1.5 (xiv)	International Accounting Standards (IAS)/Bangladesh Accounting Standards (BAS)/International Financial Reporting Standards (IFRS)/Bangladesh Financial Reporting Standards (BFRS), as applicable in Bangladesh, have been followed in preparation of the financial statements and any departure there-from has been adequately disclosed.	√		
1.5 (xv)	The system of internal control is sound in design and has been effectively implemented and monitored	√		
1.5 (xvi)	There are no significant doubts upon the issuer company's ability to continue as a going concern. If the company is not considered to be a going concern, the fact along with reasons thereof should be disclosed	√		
1.5 (xvii)	Significant deviations in operating results from last year should be highlighted and explained.	√		
1.5 (xviii)	Summary of key operating and financial data for at least last five years	√		
1.5 (xix)	Declaration of dividend (cash or stock) for the year	√		
1.5 (xx)	Number of Board meetings held during the year and attendance by each director shall be disclosed	√		
1.5 (xxi)	Shareholding pattern:	√		
1.5(xxii) a)	Parent/Subsidiary/Associated Companies and other related parties (name wise details)			
1.5 (xxii) b)	Directors, Chief Executive Officer, Company Secretary, Chief Financial Officer, Head of Internal Audit and their spouses and minor children (name wise details)	√		

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (If any)
		Complied	Not complied	
1.5 (xxi) c)	Executives	✓		
2.0	Chief Financial Officer (CFO), Head of Internal Audit and Company Secretary (CS):	✓		
2.1	Appointment	✓		
2.2	Requirement to attend the Board Meetings	✓		
3.0	Audit Committee	✓		
3 (i)	Audit Committee is a sub-committee of the Board of Directors	✓		
3 (ii)	Audit Committee shall assist the Board of Directors in ensuring that the financial statements reflect true and fair view of the state of affairs of the company and in ensuring a good monitoring system within the business	✓		
3 (iii)	The Audit Committee shall be responsible to the Board of Directors. The duties of the Audit Committee shall be clearly set forth in writing			
3.1 (i)	Audit Committee shall be composed of at least 3 (three) members	✓		
3.1 (ii)	Board of Directors shall appoint members of the Audit Committee who shall be directors of the company and shall include at least 1 (one) independent director	✓		
3.1 (iii)	Members of the audit committee should be “financially literate” and at least 1 (one) member shall have accounting or related financial management experience.	✓		
3.1 (iv)	On the expiration of term of service of the Committee members or there is any circumstance causing any Committee member to be unable to hold office until expiration of the term of service, thus making the number of the Committee members to be lower than the prescribed number of 3 (three) persons, the Board of Directors shall appoint	✓		

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (If any)
		Complied	Not complied	
	the new Committee member(s) to fill up the vacancy(ies) immediately or not later than 1 (one) month from the date of vacancy(ies) in the Committee to ensure continuity of the performance of work of the Audit Committee	✓		
3.1 (v)	The company secretary shall act as the secretary of the Committee.	✓		
3.1 (vi)	Quorum of the Audit Committee meeting shall not constitute without at least 1 (one) independent director	✓		
3.2 (i)	The Board of Directors shall select 1 (one) member of the Audit Committee to be Chairman of the Audit Committee, who shall be an independent director.	✓		
3.2 (ii)	Chairman of the audit committee shall remain present in the Annual General Meeting (AGM)	✓		
3.3	Role of Audit Committee:	✓		
3.3 (i)	Oversee the financial reporting process	✓		
3.3 (ii)	Monitor choice of accounting policies and principles	✓		
3.3 (iii)	Monitor Internal Control Risk management process	✓		
3.3 (iv)	Oversee hiring and performance of external auditors	✓		
3.3 (v)	Review along with the management, the annual financial statements before submission to the board for approval	✓		
3.3 (vi)	Review along with the management, the quarterly and half yearly financial statements before submission to the board for approval	✓		
3.3 (vii)	Review the adequacy of internal audit function	✓		
3.3 (viii)	Review statement of significant related party transactions submitted by the management	✓		

Condition No.	Title	Compliance Status (Put √ in the appropriate column)		Remarks (If any)
		Complied	Not complied	
3.3 (ix)	Review Management Letters/ Letter of Internal Control weakness issued by statutory auditors	√		
3.3 (x)	When money is raised through Initial Public Offering (IPO)/Repeat Public Offering (RPO)/Rights Issue the company shall disclose to the Audit Committee about the uses/applications of funds by major category (capital expenditure, sales and marketing expenses, working capital, etc), on a quarterly basis, as a part of their quarterly declaration of financial results. Further, on an annual basis, the company shall prepare a statement of funds utilized for the purposes other than those stated in the offer document/prospectus	√		
3.4.1 (i)	The Audit Committee shall report on its activities to the Board of Directors	√		
3.4.1 (ii) a)	Report on conflicts of interests	√		
3.4.1 (ii) b)	Suspected or presumed fraud or irregularity or material defect in the internal control system	√		
3.4.1 (ii) c)	Suspected infringement of laws, including securities related laws, rules and regulations	√		
3.4.1 (ii) d)	"any other matter which shall be disclosed to the Board of Directors immediately"	√		
3.4.2	Reporting to the Authorities	√		
3.5	Reporting to the Shareholders and General Investors			
4.0	External/Statutory Auditors:	√		
4 (i)	Appraisal or valuation services or fairness opinions	√		
4 (ii)	Financial information systems design and implementation	√		
4 (iii)	Book-keeping or other services related to the accounting records or financial statements			

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (If any)
		Complied	Not complied	
4 (iv)	Broker-dealer services	✓		
4 (v)	Actuarial services	N/A		
4 (vi)	Internal audit services	✓		
4 (vii)	Any other service that the Audit Committee determines	✓		
4 (viii)	No partner or employees of the external audit firms shall possess any share of the company they audit at least during the tenure of their audit assignment of that company	✓		
5.0	Subsidiary Company:	✓		
5 (i)	Provisions relating to the composition of the Board of Directors of the holding company shall be made applicable to the composition of the Board of Directors of the subsidiary company	✓		
5 (ii)	At least 1 (one) independent director on the Board of Directors of the holding company shall be a director on the Board of Directors of the subsidiary company	✓		
5 (iii)	The minutes of the Board meeting of the subsidiary company shall be placed for review at the following Board meeting of the holding company	✓		
5 (iv)	The minutes of the respective Board meeting of the holding company shall state that they have reviewed the affairs of the subsidiary company also	✓		
5 (v)	The Audit Committee of the holding company shall also review the financial statements, in particular the investments made by the subsidiary company	✓		
6.0	Duties of Chief Executive Officer (CEO) and Chief Financial Officer (CFO) :	✓		
6. (i) a)	Financial statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading	✓		

Condition No.	Title	Compliance Status (Put ✓ in the appropriate column)		Remarks (If any)
		Complied	Not complied	
6. (i) b)	Financial statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards and applicable laws	✓		
6 (ii)	There are, to the best of knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violation of the company's code of conduct	✓		
7.0	Reporting and Compliance of Corporate Governance:	✓		
7 (i)	The company shall obtain a certificate from a practicing Professional Accountant/Secretary (Chartered Accountant/Cost and Management Accountant/Chartered Secretary) regarding compliance of conditions of Corporate Governance Guidelines of the Commission and shall send the same to the shareholders along with the Annual Report on a yearly basis	✓		
7 (ii)	The directors of the company shall state, in accordance with the Annexure attached, in the directors' report whether the company has complied with these conditions	✓		



CERTIFICATE OF COMPLIANCE ON CORPORATE GOVERNANCE OF STANDARD BANK LIMITED

[As required under the Bangladesh Securities and Exchange Commission (BSEC)]

We have examined compliance to the Bangladesh Securities and Exchange Commission (BSEC) guidelines on Corporate Governance by Standard Bank Limited (the "Bank") for the year ended 31 December 2014. These guidelines relate to the Notification no. SEC/ CMRRCD/2006-158/134/ Admin/44 dated 7th August 2012 of Bangladesh Securities and Exchange Commission (BSEC) on Corporate Governance.

Such compliance to the codes of Corporate Governance is the responsibility of the Bank. Our assessment was limited to the procedures and implementation thereof as adopted by the Bank's Management in ensuring compliance to the conditions of Corporate Governance. This is a scrutiny and verification only and not an expression of opinion or audit of the financial statements of the Bank.

In our opinion and to the best of our information and according to the explanations provided by the management to us, we certify that the Bank has complied with the conditions of Corporate Governance as stipulated in the above mentioned guidelines issued by Bangladesh Securities and Exchange Commission (BSEC). We also state that such compliance is neither an assurance as to the future viability of the Bank nor a certification on the efficiency or effectiveness with which the Management has conducted the affairs of the Bank.

Dated: 21 April 2015
Dhaka


AHMAD & AKHTAR
 Chartered Accountants.



Management Discussion & Analysis

I take this opportunity to express my sincere gratitude to all honourable Shareholders, valued Clients, distinguished Patrons and Well-wishers. It is a matter of great honour and privilege to present before you the Management discussion & Analysis on the different aspects and activities of Standard Bank Ltd.(SBL) in the year 2014.

Customers Service

Customers are our first priority who act as ambassadors of the Bank for image buildup. The Bank has developed a conducive organizational structure and implemented Service Excellence through appropriate blending of 4 Ps namely People, Process, Premises and Professionalism with a view to ensuring excellence in customer service. The Bank envisages conducting of promotional activities and establishes brand marketing through ensuring excellent Customer Service. Our Company philosophy is customer friendly and fully responsive to customer needs and expectations. We leverage technology and expertise to provide best services and convenience to the customers. We spend money on things that matter to them and add value to the Bank in terms of image and profit. The Bank has focused on rendering dignified, prompt and personalized services to the customers. SBL believes in developing strong interpersonal relationship. As such, the Bank is morally bound to provide high quality banking services supported by the latest technology to obtain optimum return on shareholder's equity ensuring safety of depositor's money and making all-out efforts to introduce innovative banking products to the existing and prospective customers. SBL is happy that the Bank could give enough emphasis on empowering poor families by creating income opportunity and providing financial support to make them self-reliant. The Bank considers that services to be of utmost importance to improve the fate of deserving people in our

society. Now, SBL has been able to extend more comfortable services to the valued clients such as any-branch-banking, ATM services, Debit and Credit Card, SMS Banking, Internet Banking, Mobile Banking, Electronic Fund Transfer, Central Clearing facilities etc. These services have surely added new dimensions and have offered new and advanced means of banking to the clients. SBL is looking forward to expand its area of operation from urban to rural by introducing new customized products and services that are tailored to different economic classes of people of the society in order to bring the un-banked people into banking channels. That is why our customer-base has been steadily expanding over the years.

Branding

To increase brand visibility by creating positive image of the bank, SBL is undoubtedly gaining momentum in its day-to-day activities to implement the slogan “Journey towards continuous excellence” by strengthening the Bank’s financial capability to an international standard, increasing the brand image, and practicing high degree of planned corporate good governance. During the year under report, nine new branches have been opened and state-of-the-art IT services has been introduced to offer better banking services to the existing and prospective clients.

Information Technology

We must keep innovating to offer our customers with new and better solutions, cut costs and reinforce risk management as staying committed to the goal of delivering excellent banking services requires continuous improvements in technological platform. It is the combination of technology and banking knowledge that can redefine the competitive landscape of the banking industry. In an inherently digital industry, it is essential to embrace technology-driven innovation in order to flourish. We have invested on technological advancement to increase automation of our back-end systems to drive down transaction costs and to improve service quality and resilience. As a result, our operations cost/income ratio would decline consistently, whilst staff productivity would rise gradually in the near future. The main objective of investment in technology is to provide our customers' convenience and quick service at branch level. We have already established a network of 39 ATMs mainly at our branch locations so that customers can have access regardless of banking hours and holidays. We have already connected with National Payment Switch under Bangladesh Bank where our customers can have access to more than 3000 ATMs all around the country.

In order to cater the need of customers, SBL Introduced technology savvy services like Branch PoS, Internet Banking, Mobile Banking & SMS Banking etc. By using secured Internet Banking service anyone can check their account balance, printed statement and transfer fund easily from anywhere around the country through using Internet. SMS Banking service provides instant notifications about all transactions as and when it happens. It helps SBL clients to keep a watch on their account with a round the clock service. Moreover, it helps know the balances and mini statements instantly through sending Push-Pull SMS. SBL already deployed 81 units of Branch PoS and will incorporate all branches of SBL by the year 2015. PoS terminals help customers carry out chequeless transactions at branch by swiping debit cards on the PoS machine. The Bank has given due emphasis on the continuous development of Information Technology (IT). In this regard, some young and experienced professionals are working to explore the ideas of the cutting-edge, new IT products and services so that our IT-based banking service can reach to the “banked and un-banked” people around the country.

Green Banking

The Bank has specially focused on green banking to safeguard the mother planet. The concept of Green Banking has been adopted by reducing paper work to a great extent. Multifarious Green Banking activities have successfully been done in 2014. During the year 2014, a sum total of Taka 49.27 million was

disbursed under ETP, Solar Plant/ Energy Renewable Plant, HKK and other Green Industry compared to Taka 3.20 million in 2013.

Human Resources Development

Standard Bank always gives the highest focus on the right placement of its key resource - human resources. The bank believes in certain core values as practiced by all employees to meet the mission and the broader vision of the Bank. We strongly believe human resources are the greatest assets and recognize them as building blocks of the bank's performance. Recognizing "Service Excellence" as the major differentiator in a market of homogeneous products and services, we continued to invest in people to enhance and upgrade their skill sets through various training programs at home and abroad. To ensure long-term sustainability, Standard Bank is relentlessly pursuing its vision to transform the human resources into human capital. Diversely talented, motivated and engaged employees have always been our key assets. The Bank has been maintaining a highly favorable employer image by creating a performance-driven rewarding work culture; where employees receive plenty of opportunities to realize their diverse potentials fully as well as benefit the bank by demonstrating value creating behaviors. The Recruitment & Selection team works dedicatedly as per organization's 'best fit' philosophy to fill up the vacancies and ensure that the additional human resources are being assessed, selected and placed on time as per required competencies. In most part of 2014, our 1,548 employees worked together to make possible the technological advancement, expansion and modernization plan that were set for achievement. Our efforts are focused on the delivery of quality services in all areas of activities with the aim to add increased value to shareholders' investment and offer highest possible convenience and benefits to our customers. I am content that the sewing together of, firstly, our bank's vision and, secondly, the strategies along with the KPIs and roll out plan of the models-occurred one after the other in a natural succession flow, giving the employees readiness to the changes. We always pay due attention to retain professional human capital by providing competitive fringe benefits and better working environment to excel further. Competent and quality workforce is a precondition for continuous growth and success of the bank. As a bank, we always focus on attracting, developing and motivating the very best individuals and encouraging our internal talents. Building a robust and productive workforce is crucial to our technology oriented work environment.

Capital Adequacy

To manage the overall risk exposure of the bank, our primary focus has always been to reinforce our risk management policy with a strong internal control system. Our Capital Adequacy Ratio has remained consistently above the threshold (10% of RWA) of Minimum Capital requirement (Solo-10.90 % Consolidated-10.99% as on 31 December 2014) without any fresh injection of capital. To meet up the compliance of BASEL-III deadline, Bangladesh Securities and Exchange Commission (BSEC) and Bangladesh Bank have accorded us their consent to issue 06(six) years nonconvertible subordinated bonds for amounting BDT 200.00 crore to meet up the Tier II capital requirement of the Bank.

Corporate Social Responsibility

This year Corporate Social Responsibility (CSR) activities of the Bank expanded to Taka 4.83 crore under Health, Education, Sports, Disaster Management and Environmental programmes as against Taka 7.55 crore in 2013 to reaffirm the commitments of the Bank towards society.

SME & Agricultural Investment

Due emphasis was given on SME and Agricultural Financing that stood at Taka 607.50 crore in 2014 as compared to Taka 467.10 crore in 2013 which is a tremendous growth of 30.06%.

Performance

The Banking sector has achieved a slow growth and was under pressure due to political unrest throughout the year 2014. Despite such political calamity, the year 2014 was quite eventful at home and abroad. Nevertheless, SBL maintained and achieved a stable position in all key areas of its operations overcoming manifold challenges. Out of 96 Branches, Operating Performance of 2014 of some Branches may be mentioned as under: (i) 15 Branches achieved 100% Deposit Target, (ii) 16 Branches achieved 100% Investment Target, (iii) 8 Branches achieved 100% Foreign Exchange Business Target, and (iv) 15 Branches achieved 100% Profit Target as set out for the year 2014. 27 Branches which incurred loss during the year are expected to be brought under profit club by June 2015. Capital of the Bank stood at Tk.11,013 million compared to Tk. 10,265 million in 2013. Total Deposit and total Asset of the Bank stood at Tk. 97,302 million and Tk. 119,932 million respectively in 2014 compared to Tk. 87,962 million and Tk. 109,191 million in 2013. The Bank achieved 8% growth in investment with a total investment portfolio of Tk. 80,449 million in 2014 compared to Tk. 74,181 million in 2013. Import business of the Bank stood at Tk.53,932 million in 2014 with 6% growth over the previous year, while Export business of the Bank stood at Tk. 43,587 million in 2014 with 2% growth over the previous year. Total Foreign Remittance was Tk. 6,526 million in 2014 with 46% growth over the previous year. Total Foreign Exchange business of the Bank was Tk.97,519 million in 2014 with 4% growth over the previous year. The classified investment of the Bank decreased to 3.55% from 3.50% in 2013 and finally registered an operating profit of Tk. 3,835 million in the year 2014 with remarkable growth of 21% compared to Tk. 3,179 million in 2013. 09 new Branches were opened and SBL became the Bank of 96 Branches. Total manpower of the Bank is 1548. Operating Profit Ratio of 2014 was 26% compared to 23% in 2013. In the year under review, country's money market was soft and domestic lending rates have fallen. Return on equity was 14.48% in 2014 against 12.51% in 2013. Current ratio for the year 2014 was 2 times which has been steady since long. The Bank was more levered in 2014 (Debt equity ratio 3.4 times) compared to 2013 (ratio 2.18 times). Cost of Deposit was 8.86% in 2014 compared to 10.51% in 2013. Return on Average Assets was 1.25% in 2014 against 1.10% in 2013. At the end of year 2014, EPS and PE Ratio was Taka 2.13 and 5.97 times respectively compared to Taka 1.77 and 8.35 times in 2013.

Financial Inclusions

Financial inclusion remains a necessity for providing access to financial services to all the unbanked and under-banked people in a fair, transparent and equitable manner at an affordable cost. Financial services include, inter alia, credit delivery to micro and SME enterprises, agricultural and other rural and urban farm and non-farm productive activities. Retail and SME have been recognized by Bangladesh Bank as a major thrust of economic growth. Consequently we have deepened our stake in both the areas. We have opened 07(Seven) SME branches across the country at strategically important locations. In agriculture and non-farm sectors we have taken new Initiatives to make lending collateral free as much as possible. This year Standard Bank has initiated 'Agent Banking' operation to provide financial service for nonbank people.

Outlook 2015

From the beginning of the year 2015, due to the unrest in national politics, capital market, and above all the banking scandal, the overall economic condition of the country looks unstable. Despite such limitation, financial sectors still expect to record a steady growth. Operating profit of the 1st quarter of Standard Bank Limited is expected to keep growing. To make the year 2015 another success, SBL is ready to accept the challenges of 2015 with new visionary zeal to achieve the common objectives of the Bank and, hence, the year 2015 will definitely be a challenge for every individual of SBL. Considering the stands and commitments towards stakeholders, SBL has prepared financial budget for the year 2015, which is realistic and challenging. The Business Target for the year 2015 is featured by setting of (i) Client Deposit

- Tk. 91,271 million (ii) Investment - Taka 80,449 million (iii) Foreign Exchange Business - Taka 97,519 million & (iv) Operating Profit - Taka 3,835 million. To achieve success in the year, SBL has undertaken the following short-term strategies side by side the mid-term and long-term strategies:

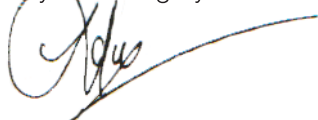
- To open new Branches in important urban/ rural areas of Bangladesh.
- To increase ATM facilities
- To strengthen the automation procedures of the Bank
- To increase number of AD Branches
- To enhance the CSR activities in line with the Bank's CSR policy
- To undertake special recovery drive.
- To conduct special programmes for business.
- To present innovative and new deposit and investment products to the customers.
- To explore the business opportunities in SME investments
- To take strong initiative for launching 'Agent Banking' operation to provide financial service for nonbank people.
- Basel-III compliance with raising and managing capital adequacy from 10% to 12.50%.

Some factors may cause the actual results to differ and some may significantly cause to deviate from the outlook 2015. Some of the factors that may affect the business environment are given below:

- Changes in government policy issues
- Changes in the general economic condition resulting from natural calamities and political disturbances.
- Rise in international prices of essentials which may result to volatility in Foreign Exchange Market.
- Compliance issues raised by the international forums which are likely to affect the export growth.
- International embargo/unrest may affect remittances and trade.
- Increase in corporate tax rate.
- Volatility in interest rate
- Increase in CRR and SLR of the banks.
- Directives to reduce the lending rates to finance essential items.
- Increase in provisioning requirement may reduce the ROA and ROE.
- Reducing the margin ratio for investment accounts.
- Volatility in capital market arising from speculations
- Withdrawal of incentive given to some thrust sectors which may make the projects slow moving.

Nevertheless, the successes of Standard Bank Ltd. (SBL) in 2014 clearly affirms that this bank is ready to accept challenges of the future. We hope, SBL's momentum of growth of business and profitability will be maintained definitely in 2015 and the years to come. We will always be responsive to the needs of our communities and ultimately our customers. To show our commitment to all our stakeholders and increase their trust in Standard Bank Ltd., we have embraced a business principle called Creating Shared Value (CSV), which is for us to be successful in the long term. We have to create value not only for our shareholders but also for people in the communities where we do business. We look forward to a brighter and rewarding two thousand fifteen.

May the Almighty ALLAH bestow His choicest blessings on all of us.



Md. Nazmus Salehin
Managing Director & CEO

Sustainability Report

Sustainability we mean:

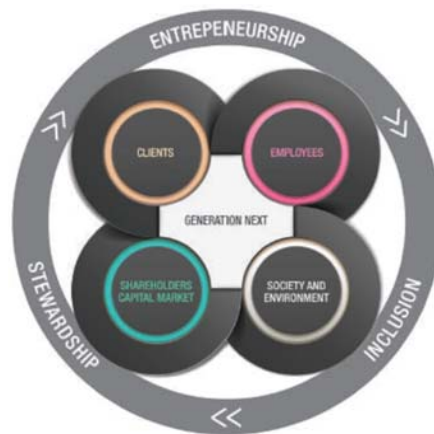
Sustainability could be defined as an ability or capacity of something to be maintained or to sustain itself. It's about taking what we need to live now, without jeopardising the potential for people in the future to meet their needs. If an activity is said to be sustainable, it should be able to continue forever.



Standard Bank is firmly committed to being good corporate citizen and to help clients and other key stakeholders to achieve sustainable success. Bank’s central sustainability theme revolves around generation next and beyond, reflects the essence of its ambition. Standard Bank is here for the long term and takes into account the legitimate interest of its stakeholders – not only for today’s world, but for future generations too.

We are rebuilding a stronger and safer Standard Bank. The work we are doing on sustainability is an integral part of this, contributing to the long term performance of the Bank and the return to ongoing profitability, steering the Bank towards its corporate targets with a direction of growth that meets expectations of shareholders, customers, employees, investors, international financial institutions, regulators, business partners, above all the community we operate in. Our stakeholder engagement approach allows us to understand the issues that matter most to those who have an interest in our business. Treating customers fairly, being good employer, keeping customers’ money and data safe. In addition, managing our wider ethical, social and environmental impacts remain among the key concerns of our stakeholders.

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Our Approach

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Three key elements shape this theme:

- **Entrepreneurship:** A sustainable business model is based on the pursuit of a socially responsible and environmentally friendly market opportunities and supporting clients in becoming more sustainable themselves.
- **Stewardship:** Taking responsibility for clients, suppliers, employees and reducing the environmental impact
- **Inclusion:** Standard Bank encourages community involvement throughout its 15 years of operation; Standard Bank has pledged its commitment to build long-term sustainability through business transparency, eco-friendly innovations, and community development for a better quality of life and sustainable well-being for the next generation. We believe that responsible banking addressing social, environmental and financial conditions are key to long term success and beneficial for immediate community that includes our clients, employees and place where we operate.

Fair Banking

We are working to provide a simple, accessible and innovative service for our customers in response to their requirements. Banking is central to the daily lives of almost everyone, and it's important that we understand their needs. In 2014 we have taken steps to proactively identify people who may get into financial difficulty so we can work with customers to improve their situation. We have reviewed our rates structure (both corporate and retail) as we aim to place customers at the heart of our business decision.

Standing by the Enterprise

Giving support to the enterprise in the economies in which we operate is a cornerstone of our customer offering. The health of Standard Bank is directly influenced by the health and success of the business it supports. Whether it's continuing to serve our existing clients in the best way possible or working to give start ups the help they need to become successful- we are here to support the growth of viable businesses. We provide advice and guidance to businesses through our Branch Managers. We know it is a difficult time for some organizations and that's why we created specialist team to provide that support.

Employee Engagement

Being good employer is fundamental to our success as a business our employees are a diverse and talented group which we support and encourage through internal networks and training. We highly value our employees and seek to support them through this process with a range of tools and services to help them find other roles, either inside or outside the Bank. We also offer emotional and practical challenges that they may experience.

Safety and Security

Managing safety and security of our employees and customers is one of our fundamental responsibilities. We have adopted continuous vigilance approach to keep up with challenging and changeable environment that we operate in, and continually review and innovate the way we face. In 2014, we invested a reasonable sum in ensuring stringent branch security measures.

Citizenship and Environmental Sustainability

As a large organization we have a responsibility to manage our internal and external impacts. A core part of this is the way we govern our environmental, social and ethical risks, not only within our own operations, but also in relation to companies we lend to. In 2015, we are going to implement sector policies which clearly define our lending criteria in certain sensitive industries. 2014 will also see the launch of revised and more stretching targets to reduce our environmental footprint across our travel and energy waste, water and paper use. These targets will drive forward the management of our own footprint, and allow our Stakeholders to track our progress.

Financial Inclusion

Multitudes of people across the country still remain unbanked or have limited access to banking services. We remain committed to agricultural and rural credit (micro finance) as a means of increasing financial inclusion in the country. Our approach is to support this sector by providing a range of financial services as well as bringing this vast population through our own branch network and Microfinance Institution (MFIs). Small and Medium Enterprises play crucial role in generating jobs and economic growth in Bangladesh. In 2014, we continued to demonstrate our support for SMEs, increasing our lending to the sector by more than 23.73 percent to BDT 4227 million and enriching our SME products and services.

Tackling Financial Crime

To guard against the risk of financial crime within our business, we focus in training our employees, strengthening our screening system and ensuring that our policies and procedures are effective and up to date. We devote our efforts to minimize the damaging effects of financial crimes on our business, our customers, and community. We focus on the following key areas:

- Compliance with all applicable laws, regulations, and sanctions
- Actions to prevent money laundering and terrorism financing
- Prevention of fraud

Employee awareness about fraud trends and combating technique is the key to successful financial crime prevention. During 2014, a total of 171 staff completed anti-money laundering training to reinforce our capacity to protect money laundering activities. We have prioritised fraud prevention in coming years; hence planned to launch comprehensive fraud prevention strategy and training for our employees. Suspicious Transaction Reporting (STR) and KYC procedure are the tools that Bank is presently executing to prevent financial crimes and money laundering. Our core fraud combating units are security, compliance and internal audit, IT security, human resource, and risk management unit. These units are working together to strengthen fraud prevention management system in the bank.

Promoting Sustainable Finance

Our main impact on people and the environment stem from the business activities we finance. Our approach is to manage the environment, social and governance risks that come with our financing decisions, working with our client to encourage compliance with international standards. In 2014, Standard Bank financed BDT 10 million under ETP, BDT. 0.25 Million for Bio-gas and BDT. 39.02 Million for Solar Energy (House System). We have planned to sign participation agreement with Bangladesh Bank for using Asian Development Bank (ADB) fund to finance cleaner brick kiln technology. In addition to social and environmental policies outlined above, Standard Bank makes every effort to ensure that its own operations and activities are minimal in their environmental impact. Board of Directors of the bank also approved Green Banking Policy for overall governance of green banking initiatives. In line with the said policy, Standard Bank and its subsidiary will comply with all laws and regulations related to environmental protection, green banking and other regulatory requirements.

Corporate Social Responsibility

Corporate Social Responsibility (CSR) as the commitment of business to contribute to sustainable economic development, working with employees, their families, local community and society at large to improve their quality of life. Thus environment concerns are part of a company's CSR. CSR is a fundamental concept like liberty or equality that is always being redefined to serve changing needs and times.

To be considered effective, Corporate Social Responsibility must be an integrated part of day to day business, engaging all stakeholders and including strategies to support individual managers to make socially responsible decisions, conform to ethical behavior and obey the law.

Every business has three major goals: sustaining profit, sustaining the brand and retaining the staff. And a business has to strive for earning profit as it is essential for its survival and growth as an enterprise. The survival of any business will be a day-dream without profit. But the profit has other dimensions, too. Socially responsible business practices reduce a company's financial profit but could potentially enhance its value. Sustainable Corporate Social Responsibility (CSR) initiatives are embedded in the viable business strategy of organization. The role of CSR, especially from the viewpoint of company, is important in bridging the economic divide that exists in the country. The business themselves alone cannot largely carry out the CSR initiatives. They need to create their own patrons for this. The more there is a linkage between business and the patron organization, the more likely is that CSR initiatives will be sustainable for a longer period. The contemporary CSR agenda is founded in recognition that businesses are part of the society, and they have the potential to make positive contribution to social goals and aspirations.

Despite the fact that CSR does not have a universal definition, it does certainly reflect the recognition by business that they have a responsibility to the society, to third parties, and the national environment, and it encompasses the social, political and economic development. CSR is most effective when it drives off core competencies of a company's values and resources, and is not an add-on. It is meant to set the course of for the business to be in the business of doing social good. It goes beyond the 'old philanthropy' of the past, individual charity and one-off activity or donating money to some "good" causes at the end of a financial year. It is meant to incorporate environmental, social and welfare-based themes into business plans and products.



Contributing to the deceased family in BDR carnage

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With increased globalization, local businesses are being more integrated with the global economy than ever before. Hence the pressure is mounting on local businesses to converge on international standards of socially responsible business.

As a member global economy, Bangladesh is also aware of the need to take positive initiative to establish an image of environmentally and socially responsible business. In the process, some of the banks and financial institutions have set up foundations for the purpose of spending their funds as part of CSR initiatives, in areas of priority social needs. The foundation need people having a forward looking approach to addressing the social issues of wider concern. The benefits here should not be considered in terms of immediate rate of return on funds so deployed, but these should rather be viewed in the context of meeting an objective.

CSR in SBL

In line with the conformity SBL focused on CSR by involving in different nation building activities apart from usual banking operation. Since its inception on 3rd June 1999, SBL was more active for the noble cause of humanity. SBL always stands beside the marooned people during the natural calamity that includes flood, drought, famine and SIDR. SBL provided support not only from the Bank but also from the Bank Foundation.

Key Highlight of 2014

Our aim is to create sustainable impact on the communities with our social initiatives	250 Underprivileged Students realize their dreams	19400 Cold-hit people receive blankets
40 Poor patients got financial assistance for their better treatment	300000 People assembled to articulate National Anthem	3 Deceased Army family got financial support killed in BDR mutiny
100 Street beggars got financial support to start small business	500000 Flood victim got relief through PM's relief fund	500 Poor & destitute got new clothes during Eid-UI-Fitr
100 Leprosy patient got new clothes to observe Eid-UI-Fitr	35 Poor got financial assistance in other category	1548 Employees run for humanity

SBL actively embraces its role as a corporate citizen. It regards Corporate Social Responsibility (CSR) not a charity, but an investment in society and in its own future. SBL's goal as a responsible corporate citizen is to build social capital. The Bank leverages its core competencies in five areas of activity: through social investments it aims to create opportunities; with its involvements in art & culture it fosters creativity; via its educational grant program it enables latent talent; through its commitment to sustainability it ensures long term viability where the Bank's employees regularly participate in activities that provide social support.

Standard Bank Foundation:

The endowment of Standard Bank Foundation, which was founded in 2010, has grown to a significant size since its inception. The funding policy has focused on some major areas: education and research, healthcare, art and culture and social projects. The Bank made provision for Standard Bank Foundation at remarkable percentage on pre-tax profit in every year. In 2014, SBL has made a provision for Taka 20 Million for SBL Foundation.

As a socially responsible citizen, Standard Bank takes stand to eliminate the impropriety in the society, to create fellow feeling among the citizens of the country, motivate people to do good works and conserve nature. Thus education, healthcare, creation of social awareness, rehabilitation of destitute, standing beside the victim caused by Natural Disaster, promote art and culture of the society, and address human sufferings arising out of different causes are some of the important areas where Standard Bank has been carrying out its social and philanthropic responsibilities. During the year 2014 BDT 48.30 million was contributed for social and philanthropic causes under CSR activities of the Bank in the form of Direct Social Intervention and Community Development Project. Area of our corporate philanthropy & social obligation is not limited at all. Since our take-off in 1999, we have been taking part in diversified social activities. The sector wise report is narrated here under:



Honorable Chairman of the Bank Mr. Kazi Akram Uddin Ahmed and Managing Director & CEO handed over donation Cheque of BDT 3.00 Million to the Chief of Bangladesh Army General, Mr Iqbal Karim Bhuiyan psc for construction of a specialized school named PROYASH- Ghatail Area.

Our contribution to different sectors in 2014

Education:

Education and job focused vocational training being crucial in widening advancement opportunities for the underprivileged population segments, Standard Bank keeps around thirty percent of total CSR expenditure fixed for education sector as per CSR Guidelines issued by Bangladesh Bank a) for scholarships/stipends for meritorious students from low income family in reputed academic and vocational training institutions, and (b) for support towards upgrading of facilities in academic and vocational training institutions substantially engaged with students and trainees from the underprivileged rural and urban population segments.

Our goal is to give children and young people from underprivileged families the opportunity to successfully complete high school or vocational training through targeted programmes. At the same time, we would like to help them build their own social networks. Our commitment to education helps the poor and meritorious student to discover their own potential in the area of academic development. Recognizing 'education' as a focus area of the bank's CSR activities, the Bank has donated BDT 4.5 Million in the form of Scholarship to the poor and talented student during the year 2014. The Bank has expensed BDT 3.09 Million for Education Sector during the year 2014 in direct social intervention and supplementing initiatives to the community.

Like many other countries of the world, Bangladesh is also affected by the burden of autism, an extensive neurological disorder that restricts child's power to communicate and react normally, but the total number of autistic individuals is not known. Conservative statistics, however, suggests Bangladesh has an estimated 150,000 autistic children, who needs special care, fund allocation and management to turn them into productive human resources. Proyash, an institution runs by Bangladesh Army, is dedicated to the wellbeing of children with special needs through education and training. The institute is also working to generate awareness about disability in Bangladesh; develop quality teachers, therapists and caregivers; and empower persons with disability to ensure equal opportunities and promote disability friendly right based society. During the year 2014 the Bank has donated BDT. 3.00 Million to Proyash-Ghatail, Tangail, a specialized school for the children with special needs and disability run under the patronization of Bangladesh Army for construction of the school premises.

MEDHA & Bangladesh National Society for Blind (BNSF):

Standard Bank supports people who live in challenging social and economic conditions to become independent of foreign assistance and to shape their own lives and future as individually and independently as possible. With our projects to fight poverty, we focus on strengthening local social structures in a sustainable way. In the year 2014 the Bank donated BDT.75000 to the poor student in MEDHA and the blind student under Bangladesh National Society for Blind in Faridpur branch.

Sector wise CSR disbursement of SBL in 2014:

Sector	Amount in Million BDT
i. Education	3.09
ii. Health	1.04
iii. Disaster Management	9.14
iv. Sports	0.02
v. Art & Culture	2.54
vi. Others	22.47
Total CSR Expense in 2014	48.30

**Health:
Blood Donation Program:**



Blood donation program on Pahela Baishakh-1421, organized by Sonargaon Janapath Branch, Dhaka

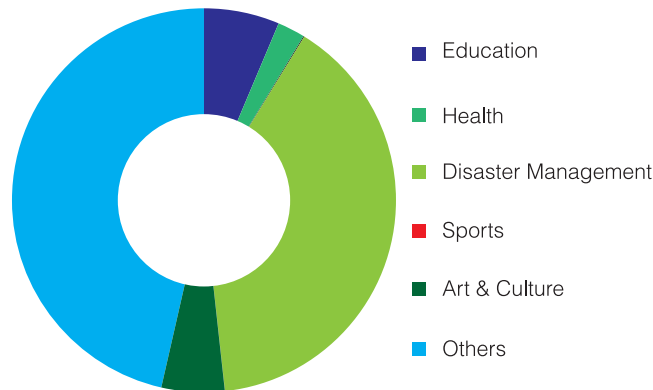
Preventive and curative healthcare support assistance for underprivileged population segments comes next in priority; Standard Bank prefers to expense around twenty percent of total CSR expenditure allocation in this area. Support assistances in this area include direct grants towards costs of curative treatment of individual patients, towards costs of running hospitals and diagnostic centers engaged substantially in treatment of patients from underprivileged population segments, and towards costs of preventive public health and hygiene initiatives like provision of safe drinking water, hygienic toilet facilities for poor households and for floating population in urban areas, and so forth. During the year 2014 the Bank expensed BDT. 1.03 Million in curative treatment of individual patients.

Disaster Management:

Disasters can strike anywhere. No country, rich or poor, is immune from risks of accidents and disasters causing deaths and injuries, destruction and damage to properties and assets; disrupting economic activities and livelihoods of individuals and households. Standard Bank came forward with generous fund to support for the rescue and relief efforts, by way of donations to the Prime Minister's Relief Fund to support poor and destitute to strive with the natural calamity like recent flood, tidal bore, cyclone or earthquake and cold wave. These and other such contributions would presumably be used up entirely in extending emergency assistance for the affected families with little left for capacity building of the emergency services. During the year 2014 the Bank expensed BDT. 19.14 Million under the Disaster

Management.

Pie chart representation of CSR Expense in 2014:



Art & Culture:

Standard Bank boasts beautiful and unique arts and culture, reflecting the fact to be treated as most important. Arts and culture are not only a reflection of civilization, they also provide a spiritual base, encouraging people to share their love and care for one another.

All of these contribute to a peaceful society which is a foundation for the development of the nation in all its aspects. Arts and culture are becoming more important in this era of globalization as they reflect unique characteristics which give the people pride in their image in the outside world. Standard Bank has continued to support and promote Bangladeshi arts and culture. During the year 2014 the Bank contributes BDT. 10 Million to “Lakho Konthe Sonar Bangla Fund” which was created on the eve of National Independence Day in order to spread over the spirit of National Anthem among the new generation. The Bank also contributed a Microbus to Bangabandhu Smriti Jadughar worth of BDT 2.5 Million.

Others:

During the year 2014 the Bank expensed BDT. 22.47 million under Social Projects and Community Investment of CSR activities in other forms.

We Serve the Humanity:

Hope is a sine qua non in human life but all hopes cannot be materialized. One dream falls apart while the other rises. Life goes through a topsy-turvy. Amid such a notion, respect, love and responsibility emerges to support the human values. That’s why men/women come forward for the wellbeing of the society and country as well. Standard Bank has taken a move on the theme to promote moral values and patriotism. The Bank has donated 1.15 Million to Mother Teresa Research Council for purchasing new clothes and food items for distributing among leprosy patients. The Bank also distributed new clothes among the slum dwellers caused by the conflagration in Hazaribagh Slum in 2014.



Green Banking

In line with global development and response to the environmental degradation, financial sector in Bangladesh should play an important role as one of the key stakeholders. Standard Bank Limited, as part of financial sector of Bangladesh, is also responsible for safeguard of the environment.

Decades of careless handling of environment lured by unchecked industrial competition have let loose a Pandora's Box, known as "Global Warming". Global warming also called as "Green House Effect" is a global issue that calls for a global response. The warming is the effect of certain man-made gas emissions such as carbon-di-oxide, methane, nitrous oxide and hydro-fluro carbon are found responsible for distortion of balance in the environment and climate changes. Green Banking is a component of the global initiative by a group of stakeholders to save environment. Bangladesh is one of the most vulnerable countries to climate change. In line with global development and response to the environmental degradation, financial sector in Bangladesh should play an important role as one of the key stakeholders. Standard Bank, as part of financial sector of Bangladesh, is also responsible for safeguard of the environment. From Banker's point of view Green Banking calls for banking business in such areas and in such a manner that helps the overall reduction of external carbon emission and internal carbon footprint. To aid the reduction of external carbon emission, bank should finance green technology and pollution reducing projects. Internally the banking operations have considerably increased the carbon footprint of banks due to their massive use of energy e.g. lighting, air conditioning, electronic / electrical equipment, IT, high paper wastage, lack of green buildings etc. Therefore, to adopt green banking, bank should adopt

technology, process, and products which result in substantial reduction of their carbon footprint as well as develop sustainable business.

Green Vision of the Central Bank

Recent development in green banking initiatives conveys much significance. Bangladesh Bank has so far identified 47 green products under BB refinance scheme where 23 are green energy. Central Bank has a clear vision on promoting green banking and safeguarding the environment from unusual weather pattern, rising greenhouse gases and declining air quality. A fund of BDT 200 crore has been put in place to refinance lending from renewable energy generation as well as effluent treatment plants and energy efficient kilns for manufacturing bricks. A revolving refinancing fund is also in place in the areas of solar irrigation pumps, solar home systems, biogas plants, effluent treatment plants, brick kiln and solar photo voltaic module assembling plants.

Green Banking as a Safeguard against Risk

Green banking is potential to shield against certain risks. Green banking can act as a tool to mitigate some forms of credit risk, legal risk, reputational risk, security risk etc.

Standard Bank on the road to Green Banking

Realizing the importance of green banking and policy guidelines from Bangladesh Bank, the Central Bank, Standard Bank Limited has already formulated its Green Banking Policy and gets it approved from its Board of Directors. Standard Bank Ltd. has developed innovative green banking financial products which can directly or indirectly contribute to the reduction of carbon emissions. The Board of Directors of Standard Bank Limited has approved the Policy Guideline of Green Banking at the same time Management has set target budget for BDT.1030 Million in 2015 be financed under Green Finance and planned working closely for its utilization. The Bank is actively looking to finance green projects such as Solar Home System, Solar Miro/Mini Grid, Solar Irrigation Pupm System, Solar Photovoltaic Assembly Plant, Bio-Gas Plant, Old Kiln of Calcium Carbonate Transformation in New Kiln, ETP, WEP, PET Bottle Recycle Plant, Hybrid Hoffman Kiln (HHK), Zigzag or equivalent Technology in Brick Field etc.

Green Finance by SBL

During 2014, the Bank financed in 1 project having ETP and disbursed Tk. 10 Million, 1 project in Bio-gas where disbursed Tk. 0.25 Million and 730 projects of solar panel where disbursed Tk. 39.02 Million. We encouraged paperless banking by expanding online banking, mobile banking and internet banking, use of e-mail and introduction of IP message system. Added deposit alert to mobile banking solution (MBS). Besides, the bank's official participated into training courses on the topics of green banking and impact on environment conducted by Bangladesh Bank.

In Million BDT

A.	Introducing Green Finance	Total		Remarks
		No. of Projects	Amount	
1	Effluent Treatment Plant (ETP)*	1	10	
2	Bio-gas Plant	1	0.25	Disbursement
3	Solar Panel/Renewal Energy Plant	730	39.02	on 31.12.2014
4	Green Finance at reduced rate of interest	0	0	
Total				
B. Online Banking				
1	No of ATMs (own ATM & CDM)		37	
2	Shared ATMs(NPSB Network)		5453	
3	No of Branches with online coverage		96	
4	No of total accounts transaction through ADC Channel		21252	
5	No of accounts facilitated with internet banking		16280	
6	No of accounts facilitated with SMS Banking		15725	
7	No of accounts facilitated with Mobile		407	
C. Awareness Building				
1	Training Programmes on Green Banking (In-house)		02	
2	Participants in the Training		58	
D. Disclosure				
	Website		Uploaded on the website on the onset of 2014	
	Annual Report		Green Banking Focus provided in Annual Report 2013 & 2014	
	Preparation of Green Banking & Sustainability Report			Bank Management is considering the issue
E. Sector Specific Environment Policy				
	Formulation of Sector Specific Environment Policy (Under phase)			Do
F. Green Strategic Planning				
1	Formulation of Green Strategic Planning		Yes	
2	Formulation of Bank's Specific Environment Risk Management Plan & Guideline		Yes	

In-house Green Banking Awareness Programme

In light of Green Banking Policy of Standard Bank Limited, a general instruction has been issued on the followings green activities/practices as part of in-house environment management and to promote Green Banking within the bank:

Electricity Consumption:

- Ensure economic use of electricity;
- Use energy saving lights in bank premises;
- Shutdown the computer properly and switch off the computer monitor before leaving office each day;
- Ensure that light, fans, air conditioner have been switched off before leaving office each day; and
- Use energy efficient electronic equipments;

Fuel Consumption:

- Ensure economic use of fuel;
- Buy energy efficient cars to reduce gas and petroleum consumption.

Paper Consumption:

- Where possible use online communication (e-mail, IP message etc.) instead of printed communication;
- Think twice before taking a print;
- Take print on the both side of paper to save paper consumption;
- Use scrap paper for taking draft print and as note pads;
- Water Consumption:
 - Do not misuse drinking water;
 - Ensure economic use of water in all other cases.
 - Avoid use of disposable cups/glasses to become more eco-friendly;

Towards a Safe & Sweet Habitat

Green Mortgages:

Standard Bank Ltd. has planned to offer special discount to the borrower who will provide mortgage of land and buildings which are greener. This initiative will induce use of more energy-efficient materials and building plans. Standard Bank will not allow the land as mortgage that is prone to environmental impacts by virtue of its geographical location and polluted by the operation business activities. As a mortgage preference will be given to the buildings those are designed and constructed with energy efficient items such as solar panels and improved insulation. Carbon Footprint Reduction:

Standard Bank has taken the following measures to reduce the carbon footprint:

- (a) Paperless banking
- (b) Energy consciousness,
- (c) Establishment of green building for its own use etc.

Environmental Risk Rating:

Environmental Risk Rating of projects is being carried out to assess its impact on environment at large.

SME Banking

Strategic Choice

To build SME portfolio as the right tool for financial inclusion, sustainability, diversification and earning potentials of the Bank.

2014 Priorities	2014 Performance
<ul style="list-style-type: none"> • Enhance and accelerate lending portfolio • Restructure SME portfolio and credit operations focusing on manufacturing sector. • Focus on Woman Entrepreneur Finance and cluster finance • Expand share of refinance from local and foreign funds • Improve asset quality • Step up campaign for awareness and marketing • Build awareness for SME customers through training & workshop • Develop new products for both asset and liability customers 	<ul style="list-style-type: none"> • Threshold of SME finance enhanced up to Tk 811 million from 3416 million and reached to BDT. 4227 million in 2014. • Established dedicated Woman Entrepreneur Desk in Head Office. • SME Lending Portfolio went up by 23.73% • Total Outstanding Tk 6075 million • Total SME Customers increased by 8% • No of Customers 1162 • WE Lending Portfolio went up by 5% • Total Outstanding Tk 14.82 million • Refinance obtained from Bangladesh Bank Tk 48 million • Asset Quality (NPL) improved to 3.84% from 4.34 % in 2014

Objectives 2014

- Enhance finance to various strategic segments towards obtaining more refinance from BB, JICA and ABD
- Develop new products for Woman Entrepreneurs as well as SME enterprises
- Restructure SME into 4 key segments i.e. SME(Medium), SME(Small), SME(Micro) & SME (Cottage)
- Pursue target for ME, SE, WE and cluster finance with geographical concentration
- Arrange meeting, seminar, training for SME customers on regional basis across Dhaka, Chittagong, Khulna, Sylhet and North Bengal
- Introduce three-tier monitoring system to ensure growth of the SME sector in the economy
- Design a Business Plan to promote overall SME business
- SME Loan target for 2015: Tk 7500 million

Focus Sector

Light engineering, handicraft, flower, fish processing, handloom, rice-mill, jamdani, Rajshahi silk, khadi, bio-gas and composite fertilizer etc

Sector	Activity Type	Man Power	Fixed Asset excluding factory land & building	
Medium	Manufacturing	100 - 250	10 to 30 crore	
	Service	50 - 100	1 to 15 crore	
	trade	50 - 100	1 to 15 crore	
Small	Manufacturing	25 - 99	50 lac to 10 crore	
	Service	10 - 25	5 lac to 1 crore	
	trade	10 - 25	5 lac to 1 crore	
Micro	Manufacturing	10 - 24		
	Service	< 10	5 lac to 50 lac	
	trade	< 10	< 5 lac	
Cottage		< 10	< 5 lac	
			< 5 lac	Mainly family members

Source: Bangladesh Bank SMESPD Circular No. 01, dated 19 June 2011

Present Context

SME business was badly hit during last year's political turbulent. Paralyzed transportation system and disrupted supply chain could hardly help SME growth potentials observed in the last few years. Small businesses were fighting for survival in dearth of capital and reserve fund. As a result, failure in timely repayment of SME loans became a challenge to financing banks. On the backdrop, BRPD circular dated December 18, 2013, the Central Bank relaxed the loan rescheduling policy for the SME for the next six months to facilitate financing for the small and medium businesses, affected by the political unrest. The regulation had a healing impact on SME portfolio and it is expected that the shining growth of SME will go on in 2015 with sign of improvement in the political fronts. With an optimistic approach this year, the central bank has set the small and medium enterprise credit disbursement target at Tk 890.30 billion (Tk 89030.94 crore) marking nearly 20 per cent growth over the preceding year. The loans will disbursed across more than 60 SME sectors existing in the country. So with all SMEs under a new sun, there are a lot to be achieved.

Our Approach

Standard Bank has formally stepped into financing SMEs in the country since its inception. At present, the Bank is catering SME banking services through its 96 regular Branches & 7 SME Service Centers. The Bank focuses on diversification, differentiation, and segmentation in SME business. To this effect, manufacturing and service sectors as well as women entrepreneurs are given considerable focus. The Bank, in principle and as per guidance of the Board, has advised all small Branches to focus singly or preferably on SME business with a view to serving the underserved segment of the enterprises. The Bank targets manufacturing and service sector with more concentration on area based cluster industries. Bank's exposure to SME business is well diversified among the entrepreneurs in varied sectors such as

grocery shop, light engineering, handy crafts, cottage, power loom, agro-processing industries, poultry, dairy, boutiques and embroidery and so on.

The Bank helps create database of SME clients, carry out survey and other necessary actions by providing relevant information to Bangladesh Bank, SME Foundation, BIBM and other institutions. The Bank was visible in almost all SME programmes such as SME Fair, Workshop, Seminar, Symposium, Focus Group Discussion (FGD) organized by Bangladesh Bank, SEDF, IFC and many other national and international agencies to disseminate expertise, knowledge and information. SME Monitoring Unit has been equipped to oversee SME loan target, supervise delinquent SME accounts and enforce remedial effects as and when necessary and to maintain liaison with branches and SME clients. Area wise focal persons are working to meet SME related queries, share information and register complaints from SME clients.

Operating Highlights

SBL recognizes that SMEs as a core part of financial integration is key to achieving sustainable growth of a financial institution. Considering the prospects and growing opportunities of SME Finance, Standard Bank made a strategic shift in SME portfolio. The threshold (loan limit) for SME finance has been enhanced to 1685 Million under trading. Under the new arrangements along with our continued support for promotion of SME business, Bank's total SME loan portfolio has increased by 30.05% to Tk 6075 million. The change also contributed to Bank's profitability that resulted from the reduction in provision requirement for the Bank.

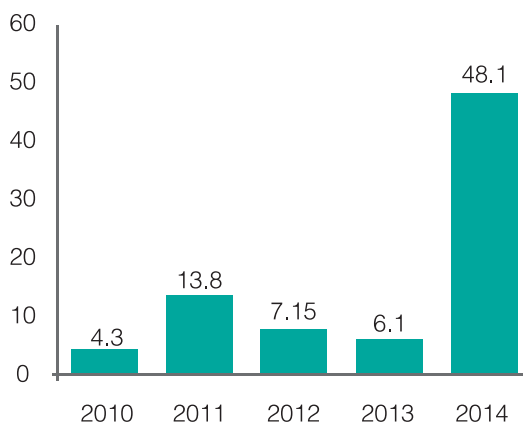
Financial Highlights

Standard Bank's current SME portfolio stands at Tk 6075.00 million as on December 31, 2014. Bank's disbursement to SME sector during 2014 aggregated Tk 4227 million against the budgetary target of BDT. 6,500.00 million.

Refinance History (5 years Receipt of Fund):

In Million BDT.				
2010	2011	2012	2013	2014
4.30	13.8	7.15	6.10	48.10

Refinance History 5 Years Receipts of Fund
(Amount in Million BDT)



SME Product:

- | | |
|---|---|
| 1. Manufacturing wooden & steel furniture | 12. Weaving, handloom & Embroidery |
| 2. Poultry Business | 13. Varieties handicrafts & potteries |
| 3. Nursery Business | 14. Hardware & software servicing |
| 4. Manufacturing plastic products | 15. Bakery/Hotel/Fast food/Restaurant |
| 5. Manufacturing spare parts of Car/auto rickshaw | 16. Light engineering viz Radio, TV, Refrigerator ,
Computer, Mobile set servicing |
| 6. Diagnostic Center, Clinic, Pharmacy | 17. Rice mill & light engineering workshop |
| 7. Herbal treatment & beauty pourler | 18. Fish feed, poultry feed |
| 8. Recreation park, tourist spot & resort | 19. Ready made Garments, hosiery & fabrics |
| 9. Wholesale & retail shop | 20. Mushroom production & marketing |
| 10. Grocery shop | 21. Electronics & electrical goods |
| 11. Departmental store | |

Key Attributes:

- Available at all SBL Branches and SME Service Centers
- Easy terms and conditions
- Rate of interest only at 10.00% under Women Entrepreneur Refinance Scheme (BB)
- Quick approval process
- Unsecured facility for a certain limit

Operating Highlights

Till date, the Bank has disbursed considerable amount of loan to 75 Women Entrepreneurs under Women Entrepreneur Refinance Scheme by Bangladesh Bank. Disbursement in WE Finance is around Tk 79.75 million. Total disbursement to WE reached Tk 79.75 million in 2014 against Tk 31.35 million in 2013. Products and services offered by Women Entrepreneurs included Boutiques, Readymade garments, Cookery Items, Embroidery and Designing, Fisheries, Agro Products, Personal Care, Training Center and so forth.

New Products underway:

- SBL Babosha Shachal
- SBL Babosha Unnayan
- SBL Babosha Shommridhhi
- SBL Karma Uddog
- SBL Nari Anuprerona

SME Development Planning 2015

The Bank has decided to invest funds on cluster basis along with an area approach method, as per Bangladesh Bank initiatives. To the tune of BB mechanism, we are planning to introduce 3-TIER new monitoring system using mobile phone to ensure proper utilization of SME loans across the country to review SME Credit Programmes regularly. We will remain careful to follow relaxation on loan rescheduling policy for the SMEs properly. At the same time, strong monitoring on SME loans will continue so that the betterment in asset quality is not hurt by further downgrading of assets.

Agriculture/ Rural Credit:

Standard Bank Limited has strengthened disbursement of credit in Agricultural Sector through formation of a separate credit unit. SBL Special Credit Unit established in 2010 under Agriculture and Rural Credit Policy duly approved by the Board, looks after the financing activities relating to Agriculture, Women Entrepreneurs, Renewable Energy and other similar sectors. During the fiscal year 2013-2014, Standard Bank pursued a disbursement target for Tk 1070 million under agriculture and made total disbursement of Tk 1388 million and achieved 129.77% against the target.



Green Banking

Molla Matsha Khamar at Takerhat, Madaripur a fishery project under agricultural finance of Standard Bank Limited

Strategic Focus

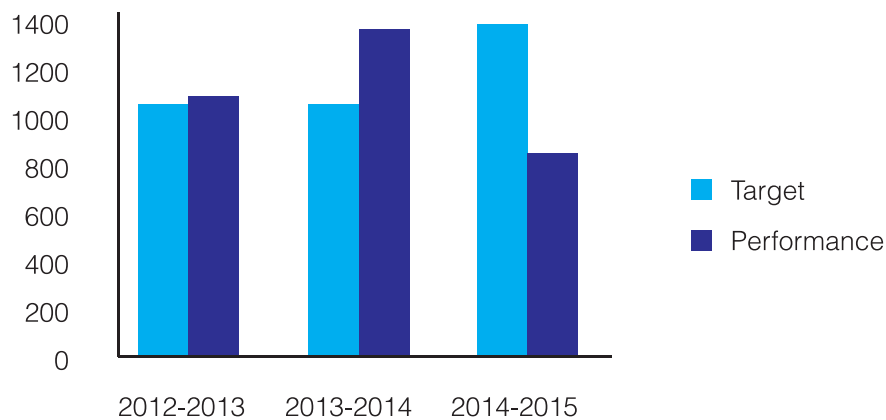
1. In the process of formulating agriculture financing policy by Bangladesh Bank, the Bank always shared its views and opinions in the Focus Group Discussion. Our feedback on crop seed regarding inclusion in the agricultural/ rural credit has been duly recognized and inserted in the agriculture financing policy promulgated by Bangladesh Bank.
2. The Bank has taken steps to expedite and enhance direct financing to agriculture sector through focused rural branches rather than utilizing the MFIs/NGOs.

Agricultural and Special Credit Performance:

In Million

Fiscal Year	Target	Performance
2012-2013	1070	1100
2013-2014	1070	1388
2014-2015	1400	853

Graphical representation of Agricultural and Special Credit Performance:



Agricultural finance 2014

M/s Tabeeb Poultry Complex at Uzilab, Munshipara, Shreepur, Gazipur a Poultry Project finance under Agriculture by Standard Bank Limited.

MFI Linkage

For a broad-base agricultural advancement, new partnership has been built in between the Government and banks, Non-bank Financial Institutions and NGOs. As a result, agro-based micro finance is getting momentum. Owing to banks' limited outreach in extending finance to marginal producers in the hinterland, NGO Linkage wholesale credit has been thrashed out as a unique solution. SBL looks forward to optimizing this opportunity and has inked a number of deals under NGO linkage wholesale credit programme. Our partners under this mission are Padakhep Manobik Unnayan Kendra, United Development Initiatives for Programmed Actions (UDDIPON), BURO (Basic Unit for Resources & Opportunities) Bangladesh, Rural Reconstruction Foundation(RRF), Resource Development Foundation(RDF) etc.

Target for 2015

This year, in compliance with Bangladesh Bank circular, we have taken up an ambitious disbursement target for Tk 1400 million in agriculture which is 30.84% higher than the preceding year. The target, though hard to achieve is not out of our reach if we remain committed to the goal. The Bank will continue to meet the terms of Bangladesh Bank Agricultural/ Rural Credit Policy. Hopefully, SBL is on course to achieve the annual target of Tk 1,400 million in Agri Finance having disbursed Tk. 853 million till December 31, 2014 through own Branches, MFIs & NGOs. Apart from these, Standard Bank has also significant finance in the agro-based industries which are not presently considered as agro/ rural finance as per the policy.

Credit Rating Report



Standard Bank Limited has been rated by Credit Rating Agency of Bangladesh (CRAB) on the basis of Audited Financial Statements as on 31 December, 2013. The summary of the rating is presented below:

CRAB has rated Standard Bank Limited as "**AA3**" (Pronounced as Double A Three) rating in the long term and "**ST-2**" rating in the short term which is stable as before. **Commercial Banks rated AA3 in the long term belong to have very strong capacity to meet their financial commitments. They differ from the heighest rated commercial banks only to a small degree. AA3 is judged to be of very high quality and is subject to very low credit risk.**

Commercial banks rated in the short term ST-2 category are considered to have the strong capacity for timely repayment of obligations. Banks rated in this category are characterized with commendable position in terms of liquidity, internal fund generation and access to alternative sources of funds is outstanding.

Outlook : Stable

Date of Rating : 12 June 2014

Date of Validity : 30 June 2015

SBL at a Glance



Standard Bank Limited financed a project of Hosaf Group producing energy saving LED light.



Standard Bank Limited financed Pran-RFL Group as well as it finances many other projects.



Standard Bank Limited financed Sinha Group.



SBL was awarded as one of the Maximum Income Taxpayer Organizations for 2012-13 and 2013-14 consecutively. Finance Minister Mr. Abul Maal Abdul Muhith handed over the crest to Managing Director & CEO, Mr Md Nazmus Salehin in presence of Kazi Akram Uddin Ahmed, Chairman of SBL.



SBL encourages students for developing savings habit in support with the parents. As part of it, SBL organizes campaign for School Banking.



SBL is committed to provide quality service to its customers.



Standard Bank Limited purchased 19.15 katha lands at Gulsan Avenue, Gulsan-1, Dhaka at a cost of BDT 209.34 Crore from Apex Hotels Limited for its Corporate Head Office.



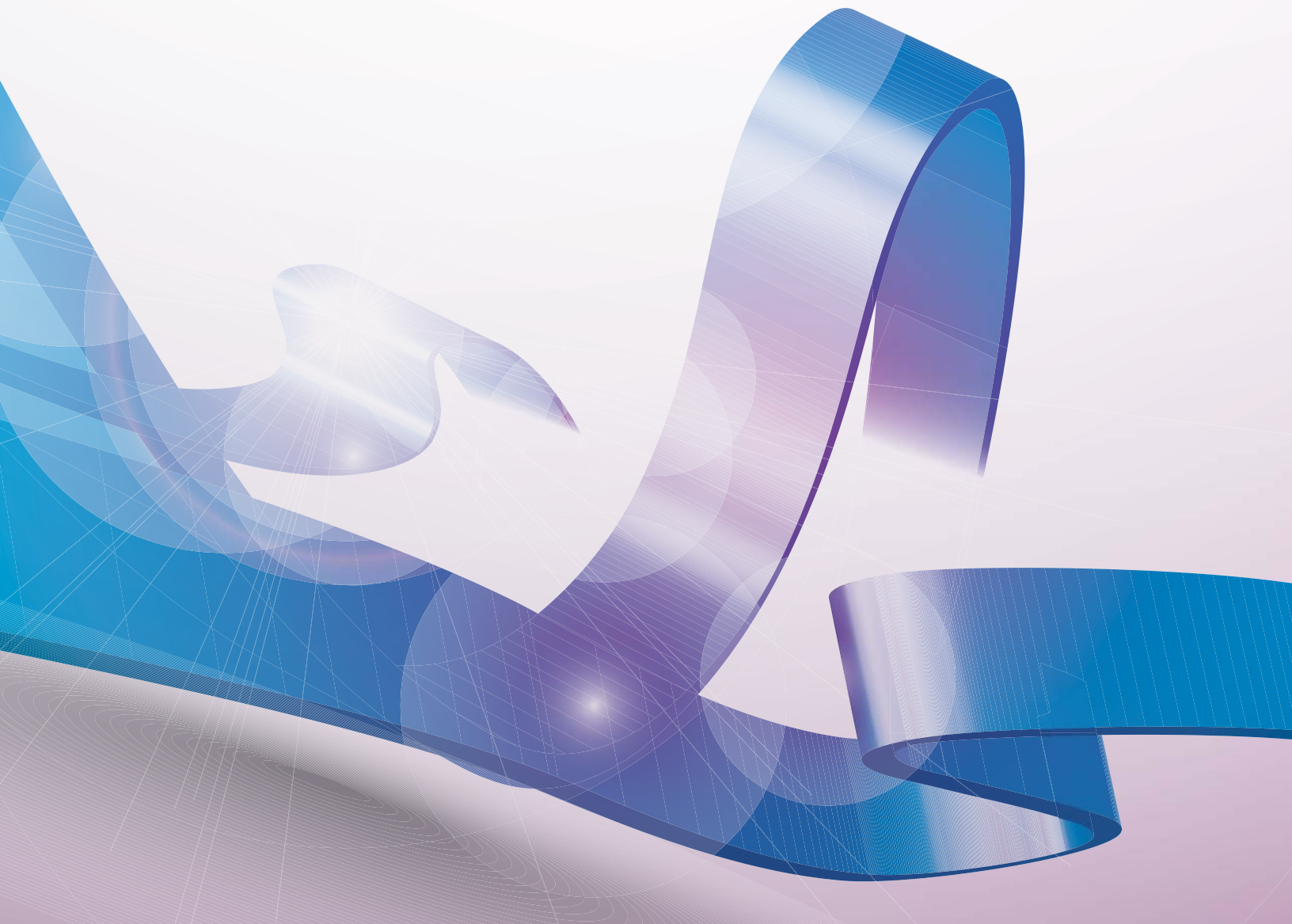
SBL is committed to provide quality service to its customers.

National Tax Card Award From NBR





FINANCIAL INFORMATION





AUDITORS' REPORT TO THE SHAREHOLDERS OF STANDARD BANK LTD.

We have audited the accompanying consolidated financial statements of Standard Bank Ltd. (SBL) and its subsidiaries (together referred to as the "Group") as well as the separate financial statements of Standard Bank Ltd. (the "Bank") which comprise the consolidated and separate Balance Sheets as at 31 December 2014, consolidated and separate profit and loss accounts, statements of changes in equity and cash flow statements for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements of the Group and also separate financial statements of the Bank that give a true and fair view in accordance with Bangladesh Financial Reporting Standards (BFRS) as explained in Note 2 and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements of the Group and also separate financial statements of the Bank that are free from material misstatement, whether due to fraud or error. The Bank Companies Act, 1991 (as amended in the year 2013) and the local central bank (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.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements of the Group and the separate financial statements of the Bank based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements of the Group and the separate financial statements of the Bank are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements of the Group and separate financial statements of the Bank. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the consolidated financial statements of the Group and the separate financial statements of the Bank, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation of consolidated financial statements of the Group and separate financial statements of the Bank that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements of the Group and the separate financial statements of the Bank.

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

Opinion

In our opinion, the consolidated financial statements of the Group and also separate financial statements of the Bank are prepared and maintained according to the Bangladesh Accounting Standard (BAS) and reported in accordance with the Bangladesh Financial Reporting Standard (BFRS) as explained in note-2 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 2014, and of its consolidated and separate financial performance and cash flows for the year then ended and comply with the Companies Act 1994 and Banking Companies Act 1991 (as amended in the year 2013).

Report on Other Legal and Regulatory Requirements

In accordance with the Companies Act 1994, Securities and Exchange Rules 1987, the Bank Companies Act 1991(as amended in the year 2013) and the rules and regulations issued by Bangladesh Bank, we also report that:

- i. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- ii. to the extent noted during the course of our audit work performed on the basis stated under the Auditors' Responsibility section in forming the above opinion on the consolidated financial statements 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) internal audit, internal control and risk management procedure practicable for the respective job of the Group and the Bank as disclosed in Note 2 to the financial statements appeared to be materially adequate;
 - b) nothing has come to our attention regarding material instances of forgery or irregularity or administrative error and exception or anything detrimental committed by employees of the Bank and its related entities;
- iii. financial statements of subsidiaries of the Bank have been audited by us as well as other auditors and have been properly reflected in the consolidated financial statements;
- iv. in our opinion, proper books of account as required by law have been kept by the Group and the Bank so far as it appeared from our examination of those books and proper returns adequate for the purpose of our audit have been received from branches not visited by us;
- v. the consolidated balance sheet and consolidated profit and loss account of the Group and the separate balance sheet and separate profit and loss account of the Bank together with the annexed notes dealt with by the report are in agreement with the books of account and returns;
- vi. the expenditures incurred were for the purpose of the Bank's business;
- vii. the consolidated financial statements of the Group and the separate financial statements of the Bank have been drawn up in conformity with prevailing rules, regulations and accounting standards as well as related guidance issued by Bangladesh Bank;
- viii. adequate provisions have been made for advances and other assets which are in our opinion, doubtful of recovery;
- ix. the records and statements submitted by the branches have been properly maintained and consolidated in the 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 and we have spent around 3,840 person hours during the audit; and
- xii. Capital Adequacy Ratio (CAR) as required by the Bangladesh Bank has been maintained adequately during the year.

Dhaka, 2nd April, 2015



SHAFIQ BASAK & CO.
Chartered Accountants

**STANDARD BANK LIMITED
CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2014**

	Notes	31.12.2014 BDT	31.12.2013 BDT
PROPERTY & ASSETS			
CASH	3(a)	7,351,235,072	6,562,095,294
Cash in Hand (including foreign currencies)		873,442,651	863,127,350
Balance with Bangladesh Bank & its agent Bank (including Foreign Currencies)		6,477,792,421	5,698,967,944
BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS	4(a)	2,048,996,062	2,366,022,855
In Bangladesh		1,278,152,804	1,753,658,231
Outside Bangladesh		770,843,258	612,364,624
MONEY AT CALL AND ON SHORT NOTICE	5	250,000,000	1,010,000,000
INVESTMENTS	6(a)	19,853,928,290	19,167,753,372
Government		17,098,391,239	16,428,864,216
Others		2,755,537,051	2,738,889,156
LOANS AND ADVANCES / INVESTMENTS	7(a)	80,448,578,152	74,180,749,551
Loans, Cash Credits, Over Draft etc./ Investments		79,567,476,575	72,937,867,870
Bills Purchased and Discounted		881,101,576	1,242,881,681
FIXED ASSETS INCLUDING PREMISES, FURNITURE & FIXTURES	8(a)	3,430,599,462	663,219,939
OTHER ASSETS	9(a)	6,548,351,793	5,241,497,929
NON-BANKING ASSETS		-	-
TOTAL ASSETS		119,931,688,830	109,191,338,940
LIABILITIES & CAPITAL			
LIABILITIES			
Borrowings from other banks, financial Institutions and agents	10	3,360,336,329	3,957,830,382
DEPOSITS AND OTHER ACCOUNTS	11(a)	97,302,338,337	87,962,425,018
Current / Al-Wadeeah Deposits & Other Deposits		10,831,206,847	8,885,853,950
Bills Payable		1,155,231,376	843,062,680
Savings Bank / Mudaraba Savings Deposits		4,805,271,546	3,748,263,695
Short Term Deposits / Mudaraba Short Term Deposits		3,042,423,837	2,740,007,509
Fixed Deposits / Mudaraba Term Deposits		69,264,360,063	62,564,863,217
Deposits Under Schemes / Mudaraba Deposit Schemes		8,203,844,668	9,180,373,967
OTHER LIABILITIES	12(a)	9,382,959,674	7,981,833,024
TOTAL LIABILITIES		110,045,634,341	99,902,088,424
CAPITAL / SHAREHOLDERS' EQUITY			
Paid-up Capital	13	5,702,093,780	5,702,093,780
Statutory Reserve	14(a)	3,279,884,057	2,911,544,725
General Reserve	15	-	-
Revaluation Reserve on Investment	15.1(a)	26,265,418	74,301,377
Surplus in Profit and Loss Account/ Retained earnings	16(a)	877,682,612	601,192,564
TOTAL SHAREHOLDERS' EQUITY		9,885,925,867	9,289,132,447
Minority Interest	16.1(b)	128,622	118,069
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY		119,931,688,830	109,191,338,940
Net Asset Value (NAV) per share		17.34	16.29

**STANDARD BANK LIMITED
CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2014**

	Notes	31.12.2014 BDT	31.12.2013 BDT
OFF-BALANCE SHEET ITEMS			
CONTINGENT LIABILITIES			
	17(a)		
Acceptances and Endorsements		11,132,749,119	10,544,189,458
Letters of Guarantee		5,098,407,622	5,126,099,330
Irrevocable Letters of Credit		9,084,859,153	9,232,991,069
Bills for Collection		1,935,239,058	1,622,034,787
Other Contingent Liabilities		-	-
TOTAL:		27,251,254,953	26,525,314,644
OTHER COMMITMENTS:			
Documentary credits and short term trade-related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
TOTAL OFF - BALANCE SHEET ITEMS		27,251,254,953	26,525,314,644

These financial statements should be read in conjunction with annexed notes



Managing Director



Director

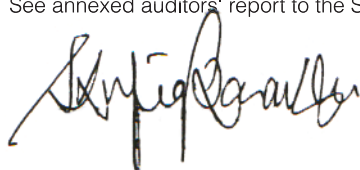


Director



Chairman

See annexed auditors' report to the Shareholders of the date.



SHAFIQ BASAK & CO.
Chartered Accountants

Dated, Dhaka
02 April 2015

**STANDARD BANK LIMITED
CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2014**

	Notes	31.12.2014 BDT	31.12.2013 BDT
Interest Income / Profit on Investment	18.3(a)	11,721,357,587	11,066,949,459
Interest / Profit paid on Deposits & Borrowings etc.	19(a)	8,583,363,508	8,826,892,962
Net Interest / Profit on Investments		3,137,994,079	2,240,056,497
Investment Income	20(a)	1,851,638,450	1,590,923,173
Commission, Exchange Earnings & Brokerage	21(a)	950,399,102	973,418,906
Other Operating Income	22(a)	250,251,888	239,195,336
TOTAL OPERATING INCOME (A)		6,190,283,518	5,043,593,912
Salary & Allowances	23(a)	1,492,105,546	1,037,585,238
Rent, Taxes, Insurance, Electricity etc.	24(a)	319,436,303	278,779,937
Legal Expenses	25(a)	6,584,254	3,245,451
Postage, Stamp, Telecommunication etc.	26(a)	27,332,934	30,678,249
Stationery, Printing, Advertisement etc.	27(a)	48,802,802	83,585,192
Managing Director's salary & fees	28	8,220,000	8,220,000
Directors' Fee & Other benefits	29(a)	8,534,887	8,389,980
Audit Fees	30(a)	1,131,179	938,701
Charges on loan losses	31	37,867,455	-
Depreciation and Repair of Bank's Assets	32(a)	155,365,364	120,531,282
Other Expenses	33(a)	249,496,880	292,487,244
TOTAL OPERATING EXPENSES (B)		2,354,877,603	1,864,441,275
Profit / (Loss) Before Provision (C) = (A - B)		3,835,405,915	3,179,152,637
Provision for Loans/ investments			
Specific Provision	34(a)	1,461,319,695	641,331,694
General Provision		119,813,868	131,412,262
Provision for Off-Balance Sheet items		7,259,403	74,169,016
Provision for diminution in value of investments		24,938,722	382
Provision for impairment of client margin loan		82,857,467	889,244
Other Provision		16,844,329	368,160
Total Provision (D)		1,713,033,484	848,170,758
Total Profit / (Loss) before Taxes (E)=(C - D)		2,122,372,431	2,330,981,880
Provision for Taxation	35(a)	908,977,191	1,320,000,576
Current Tax		901,309,185	1,316,343,514
Deferred Tax		7,668,007	3,657,062
Net Profit / (Loss) after Taxation :		1,213,395,240	1,010,981,304
Retained earnings brought forward from previous year	16.1(a)	32,626,704	12,021,950
Net Profit available for distribution		1,246,021,943	1,023,003,254
Appropriations :			
Statutory Reserve	14(a)	368,339,331	421,810,691
Retained Earnings carried forward		877,682,612	601,192,563
Consolidated Earning per Share (EPS):	36(a)	2.13	1.77
Bank Earning per Share (EPS):		1.78	1.50

These financial statements should be read in conjunction with annexed notes


Managing Director


Director


Director


Chairman

See annexed auditors' report to the Shareholders of the date.


SHAFIQ BASAK & CO.
Chartered Accountants

Dated, Dhaka
02 April 2015

STANDARD BANK LIMITED
CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2014

	Notes	31.12.2014 BDT	31.12.2013 BDT
A) CASH FLOWS FROM OPERATING ACTIVITIES			
Interest receipts in Cash		11,700,739,961	10,983,674,891
Interest payments in Cash		(7,641,805,087)	(8,297,100,520)
Dividend receipts		54,613,767	56,083,193
Income from Investment		1,797,024,683	1,534,839,980
Fee and commission receipts in Cash		575,273,334	571,197,052
Recoveries on loans previously written off		-	-
Cash Payments to employees		(1,500,325,546)	(1,045,805,238)
Cash Payments to suppliers		(48,802,802)	(83,585,192)
Income taxes paid		(1,482,800,369)	(1,344,887,984)
Receipts from other operating activities	37 (a)	250,251,888	238,545,334
Payments for other operating activities	38 (a)	(634,199,089)	(646,851,602)
Cash generated from operating activities before changes in operating assets and liabilities		3,069,970,739	1,966,109,915
Increase / (Decrease) in operating assets and liabilities			
Statutory deposits		-	-
Purchase of trading securities		(16,647,895)	(401,578,499)
Loans and advances to other banks		-	-
Loans and advances to customers		(7,781,886,420)	(12,653,034,016)
Other assets	39(a)	138,756,371	268,547,536
Deposits from other banks		3,130,000,000	2,775,000,000
Deposits from customers		5,268,354,898	9,110,252,234
Other liabilities account of customers		-	-
Trading liabilities		(597,494,053)	(357,223,774)
Other liabilities	40(a)	285,323,417	(15,944,318)
		426,406,317	(1,273,980,838)
Net cash flows from operating activities (A)		3,496,377,056	692,129,077
B) CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of non-trading securities		-	-
Payments for Purchase of securities		-	-
Purchase of property, plant & equipment		(2,872,756,190)	(179,168,359)
Sale of property, plant & equipment		1,138,711	1,143,017
Purchase / sale of subsidiary		-	-
Net cash flow from investing activities (B)		(2,871,617,479)	(178,025,342)
C) CASH FLOWS FROM FINANCING ACTIVITIES			
Received from issue of loan capital and debt security		-	-
Received for redemption of loan capital and debt security		-	-
Receipts from issue of ordinary shares		-	-
Dividends paid		(570,209,378)	-
Net cash flow from financing activities (C)		(570,209,378)	-
D) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)		54,550,199	514,103,735
E) EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS		375,125,768	402,709,873
F) CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		26,292,680,988	25,375,867,380
G) CASH AND CASH EQUIVALENTS AT END OF THE QUARTER (D+E+F)		26,722,356,955	26,292,680,988
CASH AND CASH EQUIVALENTS AT END OF THE QUARTER			
Cash in hand (including foreign currencies)		873,442,651	863,127,350
Balance with Bangladesh Bank and its agent bank(s)(including foreign currencies)		6,477,792,421	5,698,967,944
Balance with other Banks and financial institutions		2,048,996,062	2,366,022,855
Money at Call and Short Notice		250,000,000	1,010,000,000
Govt. Security/Reverse repo (Less:Revaluation Reserve on Investment)		17,069,551,121	16,351,338,739
Prize Bonds		2,574,700	3,224,100
		26,722,356,955	26,292,680,988
Net Operating Cash Flows (NOCF) per Share		6.13	1.21

These financial statements should be read in conjunction with annexed notes


Managing Director


Director


Director


Chairman

See annexed auditors' report to the Shareholders of the date.


SHAFIQ BASAK & CO
 Chartered Accountants

Dated, Dhaka
 02 April 2015

STANDARD BANK LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2014

Particulars	Paid-up Capital	Statutory Reserve	Minority Interest	Revaluation gain/loss on investments	Profit & Loss surplus A/c	Total
	BDT	BDT	BDT	BDT	BDT	BDT
Balance as on 1-1-2014	5,702,093,780	2,911,544,725	118,069	74,301,377	601,192,564	9,289,250,515
Changes in accounting policy	-	-	-	-	-	-
Restated Balance	5,702,093,780	2,911,544,725	118,069	74,301,377	601,192,564	9,289,250,515
Surplus/Deficit on revaluation of properties	-	-	-	-	-	-
Adjustment of last year revaluation gain on investments	-	-	-	(74,301,377)	-	(74,301,377)
Surplus/Deficit on revaluation of investment	-	-	-	26,265,418	-	26,265,418
Currency translation difference	-	-	-	-	1,654,071	1,654,071
Net gains and losses not recognised in the income statement	-	-	-	-	-	-
Addition during the period	-	-	-	-	-	-
Adjustment of last year	-	-	-	-	-	-
Net profit for the period	-	-	-	-	1,213,395,240	1,213,395,240
Dividends (Cash)	-	-	-	-	(570,209,378)	(570,209,378)
Minority Interest	-	-	10,553	-	(10,553)	-
Issue of Right Shares	-	-	-	-	-	-
Appropriation made during the year	-	368,339,331	-	-	(368,339,331)	-
Balance as on 31.12.2014	5,702,093,780	3,279,884,057	128,622	26,265,418	877,682,612	9,886,054,489
Balance as on 31.12.2013	5,702,093,780	2,911,544,725	118,069	74,301,377	601,192,564	9,289,250,515

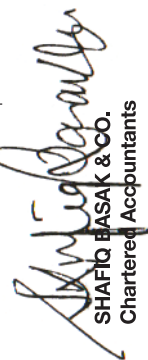

Managing Director


Director


Director


Chairman

See annexed auditors' report to the Shareholders of the date.


SHAFIQ BASAK & CO.
Chartered Accountants

Dated, Dhaka
 02 April 2015

STANDARD BANK LIMITED
BALANCE SHEET
AS AT 31 DECEMBER 2014

	Notes	31.12.2014 BDT	31.12.2013 BDT
PROPERTY & ASSETS			
CASH			
	3	7,321,861,829	6,542,047,817
Cash in Hand (including foreign currencies)		844,069,408	843,079,873
Balance with Bangladesh Bank & its agent Bank (including Foreign Currencies)		6,477,792,421	5,698,967,944
BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS			
	4	1,416,360,142	1,786,042,105
In Bangladesh		705,610,614	1,221,526,759
Outside Bangladesh		710,749,528	564,515,346
MONEY AT CALL AND ON SHORT NOTICE			
	5	250,000,000	1,010,000,000
INVESTMENTS			
	6	20,643,404,088	19,710,216,927
Government		17,098,391,239	16,428,864,216
Others		3,545,012,849	3,281,352,711
LOANS AND ADVANCES / INVESTMENTS			
	7	80,008,844,181	74,049,886,644
Loans, Cash Credits, Over Draft etc./ Investments		79,127,742,604	72,807,004,963
Bills Purchased and Discounted		881,101,576	1,242,881,681
FIXED ASSETS INCLUDING PREMISES, FURNITURE & FIXTURES			
	8	3,398,153,980	632,689,242
OTHER ASSETS			
	9	6,013,563,898	4,843,839,465
NON-BANKING ASSETS			
		-	-
TOTAL ASSETS			
		119,052,188,117	108,574,722,200
LIABILITIES & CAPITAL			
LIABILITIES			
Borrowings from other banks, financial Institutions and agents			
		3,360,336,329	3,957,830,382
DEPOSITS AND OTHER ACCOUNTS			
	10	97,270,604,752	87,922,161,799
Current / Al-Wadeeah Deposits & Other Deposits	11	10,799,473,262	8,845,590,731
Bills Payable		1,155,231,376	843,062,680
Savings Bank / Mudaraba Savings Deposits		4,805,271,546	3,748,263,695
Short Term Deposits / Mudaraba Short Term Deposits		3,042,423,837	2,740,007,509
Fixed Deposits / Mudaraba Term Deposits		69,264,360,063	62,564,863,217
Deposits Under Schemes / Mudaraba Deposit Schemes		8,203,844,668	9,180,373,967
OTHER LIABILITIES			
	12	8,693,525,896	7,513,101,834
TOTAL LIABILITIES			
		109,324,466,978	99,393,094,015
CAPITAL / SHAREHOLDERS' EQUITY			
Paid-up Capital	13	5,702,093,780	5,702,093,780
Statutory Reserve	14	3,279,884,057	2,911,544,725
General Reserve	15	-	-
Revaluation Reserve on Investment	15.1	26,265,418	74,301,377
Surplus in Profit and Loss Account/ Retained earnings	16	719,477,885	493,688,303
TOTAL SHAREHOLDERS' EQUITY			
		9,727,721,140	9,181,628,185
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY			
		119,052,188,117	108,574,722,200
Net Asset Value (NAV) per share			
		17.06	16.10

**STANDARD BANK LIMITED
BALANCE SHEET
AS AT 31 DECEMBER 2014**

	Notes	31.12.2014 BDT	31.12.2013 BDT
OFF-BALANCE SHEET ITEMS			
CONTINGENT LIABILITIES			
Acceptances and Endorsements	17.1	11,132,749,119	10,544,189,458
Letters of Guarantee	17.2	5,098,407,622	5,126,099,330
Irrevocable Letters of Credit	17.3	9,084,859,153	9,232,991,069
Bills for Collection	17.4	1,935,239,058	1,622,034,787
Other Contingent Liabilities	17.5	-	-
TOTAL:		27,251,254,953	26,525,314,644
OTHER COMMITMENTS:			
Documentary credits and short term trade-related transactions		-	-
Forward assets purchased and forward deposits placed		-	-
Undrawn note issuance and revolving underwriting facilities		-	-
Undrawn formal standby facilities, credit lines and other commitments		-	-
TOTAL OFF - BALANCE SHEET ITEMS		27,251,254,953	26,525,314,644

These financial statements should be read in conjunction with annexed notes



Managing Director



Director




Director



Chairman

See annexed auditors' report to the Shareholders of the date.



SHAFIQ BASAK & CO.
Chartered Accountants

**Dated, Dhaka
02 April 2015**

STANDARD BANK LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2014

	Notes	31.12.2014 BDT	31.12.2013 BDT
Interest Income / Profit on Investment	18	11,587,690,805	10,954,982,322
Interest / Profit paid on Deposits & Borrowings etc.	19	8,583,363,508	8,826,573,728
Net Interest / Net Profit on Investments		3,004,327,297	2,128,408,594
Investment Income	20	1,617,116,090	1,509,033,886
Commission, Exchange Earnings & Brokerage	21	808,550,834	850,441,869
Other Operating Income	22	246,455,984	236,784,572
TOTAL OPERATING INCOME (A)		5,676,450,204	4,724,668,921
Salary & Allowances	23	1,440,663,508	995,638,859
Rent, Taxes, Insurance, Electricity etc.	24	290,455,155	255,982,395
Legal Expenses	25	5,302,006	1,718,628
Postage, Stamp, Telecommunication etc.	26	24,483,855	29,557,193
Stationery, Printing, Advertisement etc.	27	46,053,604	78,914,051
Managing Director's salary & fees	28	8,220,000	8,220,000
Directors' Fee & Other benefits	29	7,551,688	7,168,175
Audit Fees	30	480,200	425,000
Charges on loan losses	31	37,867,455	-
Depreciation and Repair of Bank's Assets	32	147,101,233	117,000,033
Other Expenses	33	221,337,549	274,078,159
TOTAL OPERATING EXPENSES (B)		2,229,516,252	1,768,702,494
Profit / (Loss) Before Provision (C) = (A - B)		3,446,933,952	2,955,966,427
Provision for Loans/ investments			
Specific Provision	34	1,461,319,695	641,331,694
General Provision		119,813,868	131,412,262
Provision for Off-Balance Sheet items		7,259,403	74,169,016
Provision for diminution in value of investments		-	-
Other Provision		16,844,329	-
Total Provision (D)		1,605,237,295	846,912,972
Total Profit / (Loss) before Taxes (E)=(C - D)		1,841,696,657	2,109,053,456
Provision for Taxation	35	825,352,265	1,254,241,059
Current Tax		817,684,259	1,250,583,997
Deferred Tax		7,668,007	3,657,062
Net Profit / (Loss) after Taxation :		1,016,344,392	854,812,397
Retained earnings brought forward	16.1	71,472,824	60,686,595
Net Profit available for distribution		1,087,817,215	915,498,992
Appropriations :			
Statutory Reserve		368,339,331	421,810,691
Retained Earnings carried forward		719,477,884	493,688,301
Earning per Share (EPS):	36	1.78	1.50

FINANCIAL INFORMATION

These financial statements should be read in conjunction with annexed notes


 Managing Director


 Director


 Director


 Chairman

See annexed auditors' report to the Shareholders of the date.


 SHAFIQ BASAK & CO.
 Chartered Accountants

Dated, Dhaka
 02 April 2015

**STANDARD BANK LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2014**

	Notes	31.12.2014 BDT	31.12.2013 BDT
A) CASH FLOW FROM OPERATING ACTIVITIES			
Interest receipts in Cash		11,567,073,179	10,871,707,754
Interest payments in Cash		(7,641,805,087)	(8,296,781,286)
Dividend receipts		54,613,767	25,341,045
Income from Investment		1,562,502,323	1,483,692,841
Fee and commission receipts in Cash		433,425,066	448,220,015
Recoveries on loans previously written off		-	-
Cash Payments to employees		(1,448,883,508)	(1,003,858,859)
Cash Payments to suppliers		(46,053,604)	(78,914,051)
Income taxes paid		(1,395,607,442)	(1,331,445,481)
Receipts from other operating activities	37	246,455,984	236,134,570
Payments for other operating activities	38	(596,915,594)	(597,730,341)
Cash generated from operating activities before changes in operating assets and liabilities		2,734,805,083	1,756,366,208
Increase / (Decrease) in operating assets and liabilities			
Statutory deposits		-	-
Purchase of trading securities		(263,660,138)	(204,572,452)
Loans and advances to other banks		-	-
Loans and advances to customers		(7,461,708,944)	(12,669,491,159)
Other assets	39	225,883,079	354,776,737
Deposits from other banks		3,130,000,000	2,775,000,000
Deposits from customers		5,413,985,185	8,563,498,650
Other liabilities account of customers		-	-
Trading liabilities		(597,494,053)	(357,223,774)
Other liabilities	40	252,585,909	50,633,586
		699,591,038	(1,487,378,412)
Net cash flow from operating activities (A)		3,434,396,121	268,987,796
B) CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of non-trading securities		-	-
Payments for Purchase of securities		-	-
Purchase of property, plant & equipment		(2,872,756,191)	(155,454,521)
Sale of property, plant & equipment		1,138,711	1,143,017
Purchase / sale of subsidiary		-	-
Net cash flow from investing activities (B)		(2,871,617,480)	(154,311,504)
C) CASH FLOW FROM FINANCING ACTIVITIES			
Received from issue of loan capital and debt security		-	-
Received for redemption of loan capital and debt security		-	-
Receipts from issue of ordinary shares		-	-
Dividends paid		(570,209,378)	-
Net Cash flow from financing activities (C)		(570,209,378)	-
D) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)		(7,430,737)	114,676,292
E) EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS		375,125,768	402,709,873
F) CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		25,692,652,761	25,175,266,596
G) CASH AND CASH EQUIVALENTS AT END OF THE YEAR (D+E+F)		26,060,347,792	25,692,652,761
CASH AND CASH EQUIVALENTS AT END OF THE YEAR			
Cash in hand (including foreign currencies)		844,069,408	843,079,873
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)		6,477,792,421	5,698,967,944
Balance with other Banks and financial institutions Note-4		1,416,360,142	1,786,042,105
Money at Call and Short Notice		250,000,000	1,010,000,000
Govt. Security/Reverse repo(Less:Revaluation Reserve on Investment)		17,069,551,121	16,351,338,739
Prize Bonds		2,574,700	3,224,100
		26,060,347,792	25,692,652,761
Net Operating Cash Flows (NOCF) per Share		6.02	0.47




Managing Director



Director



Director



Chairman

See annexed auditors' report to the Shareholders of the date.



SHAFIQ BASAK & CO.
Chartered Accountants

Dated, Dhaka
02 April 2015

STANDARD BANK LIMITED
STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2014

Particulars	Paid-up Capital	Statutory Reserve	General Reserve	Revaluation gain/loss on investments	Profit & Loss surplus A/c	Total
	BDT	BDT	BDT	BDT	BDT	BDT
Balance as on 1-1-2014	5,702,093,780	2,911,544,725	-	74,301,377	493,688,303	9,181,628,185
Changes in accounting policy	-	-	-	-	-	-
Restated Balance	5,702,093,780	2,911,544,725	-	74,301,377	493,688,303	9,181,628,185
Surplus/Deficit on revaluation of properties	-	-	-	-	-	-
Adjustment of last year revaluation gain on investments	-	-	-	(74,301,377)	-	(74,301,377)
Surplus/Deficit on revaluation of investment	-	-	-	26,265,418	-	26,265,418
Currency translation difference	-	-	-	-	-	-
Net gains and losses not recognised in the income statement	-	-	-	-	-	-
Adjustment of last year	-	-	-	-	-	-
Net profit for the period	-	-	-	-	1,016,344,392	1,016,344,392
Dividends from SBL Capital Management Ltd	-	-	-	-	119,996,000	119,996,000
Dividends from SBL Capital Securities Ltd	-	-	-	-	27,997,900	27,997,900
Dividends (Bonus shares)	-	-	-	-	(570,209,378)	(570,209,378)
Issue of Right Shares	-	-	-	-	-	-
Appropriation made during the year	-	368,339,331	-	-	(368,339,331)	-
Balance as on 31.12.2014	5,702,093,780	3,279,884,057	-	26,265,418	719,477,885	9,727,721,140
Balance as on 31.12.2013	5,702,093,780	2,911,544,725	-	74,301,377	493,688,303	9,181,628,185



Managing Director



Director

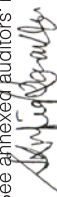


Director



Chairman

See annexed auditors' report to the Shareholders of the date.



SHAFIQ BASAK & CO.
Chartered Accountants

Dated, Dhaka
02 April 2015

**STANDARD BANK LIMITED
LIQUIDITY STATEMENT (ASSETS AND LIABILITY MATURITY ANALYSIS)
FOR THE YEAR ENDED 31 DECEMBER 2014**

Particulars	Up to 01 Month		01-03 Months		03-12 Months		01-05 Years		More than 05 years		Total	
	BDT	BDT	BDT	BDT	BDT	BDT	BDT	BDT	BDT	BDT	BDT	BDT
Assets												
Cash in hand	844,069,408	-	-	-	-	-	-	-	-	-	-	844,069,408
Balance with Bangladesh Bank	21,222,000	-	-	-	-	-	-	-	-	-	-	6,477,792,421
Balance with other banks and financial institutions	1,037,720,101	-	-	378,640,041	-	-	-	-	6,456,570,421	-	-	1,416,360,142
Money at call & on short notice	250,000,000	-	-	-	-	-	-	-	-	-	-	250,000,000
Investment	2,574,700	168,247,538	1,513,471,330	1,513,471,330	8,604,653,214	10,354,457,306	20,643,404,088	20,643,404,088	15,132,902,384	3,398,153,980	6,013,563,898	80,008,844,181
Loans and Advances	7,163,317,249	4,121,324,734	32,861,269,139	32,861,269,139	20,730,030,675	4,557,455,455	4,557,455,455	4,557,455,455	-	-	-	3,398,153,980
Fixed assets including premises, furniture and fixtures	51,348,049	90,021,044	1,314,739,349	1,314,739,349	-	-	-	-	-	-	-	6,013,563,898
Other assets	-	-	-	-	-	-	-	-	-	-	-	-
Non-banking assets	-	-	-	-	-	-	-	-	-	-	-	-
Total Assets	9,370,251,508	4,379,593,317	36,068,119,859	36,068,119,859	33,892,139,344	35,342,084,090	119,052,188,117	119,052,188,117	35,342,084,090	119,052,188,117	119,052,188,117	119,052,188,117
Liabilities												
Borrowing from Bangladesh Bank, Other banks, financial institutions and agents	3,360,336,329	-	-	-	-	-	-	-	-	-	-	3,360,336,329
Deposits	4,322,304,782	3,627,545,419	34,611,739,970	34,611,739,970	26,530,054,518	28,178,960,064	97,270,604,752	97,270,604,752	28,178,960,064	4,765,689,561	8,693,525,895	8,693,525,895
Other Accounts	864,493,305	20,189,410	339,700,278	339,700,278	2,703,453,342	4,765,689,561	4,765,689,561	4,765,689,561	4,765,689,561	4,765,689,561	4,765,689,561	4,765,689,561
Provision and other liabilities	864,493,305	20,189,410	339,700,278	339,700,278	2,703,453,342	4,765,689,561	4,765,689,561	4,765,689,561	4,765,689,561	4,765,689,561	4,765,689,561	4,765,689,561
Total Liabilities	8,547,134,415	3,647,734,829	34,951,440,248	34,951,440,248	29,233,507,860	32,944,649,625	109,324,466,977	109,324,466,977	32,944,649,625	109,324,466,977	109,324,466,977	109,324,466,977
Net Liquidity Gap	823,117,092	731,858,488	1,116,679,611	1,116,679,611	4,658,631,484	2,397,434,465	9,727,721,140	9,727,721,140	2,397,434,465	9,727,721,140	9,727,721,140	9,727,721,140

These financial statements should be read in conjunction with annexed notes

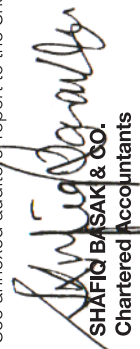

Managing Director


Director


Director


Chairman

See annexed auditors' report to the Shareholders of the date.


SHAFIQ BAKSAL & CO.
Chartered Accountants

Dated, Dhaka
02 April 2015

Standard Bank Limited Notes to the Financial Statements for the year ended 31 December 2014

1. LEGAL STATUS AND NATURE OF THE COMPANY

Standard Bank Limited was incorporated in Bangladesh as a Public Limited Company with limited liability under the Companies Act, 1994 on 11th May 1999 and commenced commercial operation on 3rd June 1999. The Bank went for the public issue of shares in 2003 and its shares are listed with Dhaka Stock Exchange and Chittagong Stock Exchange. Now it has 96 Branches all over Bangladesh.

The commercial banking activities of the Bank encompass a wide range of services including accepting deposits, making loans, discounting bills, conducting money transfer and foreign exchange transactions and performing other related services such as safe keeping, collections, issuing guarantees, acceptances and letters of credit.

a) Conventional Banking:

The principal activities of the bank are to provide all kinds of commercial banking services to its customers through its branches & SME Centers.

b) Islamic Banking:

The Bank operates Islamic banking in two branches designated for this purpose in complying with the rules of Islamic shariah. A separate balance sheet, income statement as recommended by the Central Shariah Board for Islamic Banking in Bangladesh.

1.1 Subsidiary Companies

1.1(a) SBL Capital Management Ltd(SCML):

The Bank obtained permission to embark upon Merchant banking from the Bangladesh Securities and Exchange Commission(BSEC) vide its certificate no. SEC/Reg/MB/SUB/13/2010/529 dated January 05, 2011 Under the Securities and Exchange Commission Act, 1993. The main objectives of the Company are to carry out the business of full fledged merchant banking activities like issue management, portfolio management, underwriting, corporate advisory services etc.

1.1(b) Standard Exchange Company (UK) Limited

Bangladesh Bank vide their letter No.BRPD(M) 204/15/2009-18 Dated 15th February 2009 has accorded approval to the bank for opening a fully owned subsidiary company in the name and style of Standard Exchange company (UK) Limited. The company was incorporated 19th March, 2009 under the Companies Act 2006 of UK with the registration number 06851946 as private company limited by shares. The registered office is located at 101 whitechapel Road London. The main activities of the exchange house are to carry on the remittance business and to undertake and participate in transactions, activities and operation commonly carried on or undertaken by remittance and exchange houses.

1.1(c) Standard Co (USA) Inc.DBA : Standard Express:

Bangladesh Bank vide their letter No. BRPD(M) 204/15/2009-116 Dated 27th October 2009 has accorded approval to the bank for opening a fully owned subsidiary company in the name and style of Standard Co (USA) Inc.DBA : Standard Express, in short we presented "Standard Express (USA) Ltd.The company was incorporated 1st February, 2010 with the registration number 27-2118554 as private company limited by shares. The registered office is located at 37-22 73rd street #2B Jackson heights, New York. The main activities of the exchange house are to carry on the remittance business and to undertake and participate in transactions, activities and operation commonly carried on or undertaken by remittance and exchange houses.

1.1(d) Standard Bank Securities Limited

Standard Bank Securities Limited was incorporated on November 22, 2012 as a public limited company under the Companies Act 1994 vide certificate of incorporation no. C-105725/12. Standard Bank Securities Limited became member of Dhaka Stock Exchange Limited for brokerage transaction. Standard Bank Securities Limited commenced its operation from 21 June, 2013. The main objectives of the company is to carry on the business of stock broker /stock dealer and other related business in connection with the dealing of listed securities. Other objectives of the company are to buy, sell, hold or otherwise acquire or invest the capital of the company in shares, stocks and fixed income securities etc.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Statement of compliance

The financial statements of the Bank are prepared in accordance with Bangladesh Financial Reporting Standards (BFRSs) and the requirements of the Banking Companies Act 1991 (amendment upto 2013), the rules and regulations issued by Bangladesh Bank, the Companies Act 1994. In case any requirement of the Banking Companies Act 1991, and provisions and circulars issued by Bangladesh Bank differ with those of BFRSs, the requirements of the Banking Companies Act 1991, and provisions and circulars issued by Bangladesh Bank shall prevail. Material departures from the requirements of BFRSs are as follows:

i) Basis of Preparation for Financial Statements

BFRSs: As per BAS 1 Financial Statements shall comprise statement of financial position, comprehensive income statement, changes in equity, cash flows statement, adequate notes comprising summary of accounting policies and other explanatory information. As per para 60 of BAS 1, the entity shall also present current and non-current assets and current and non-current liabilities as separate classifications in its statement of financial position.

Bangladesh Bank: The presentation of the financial statements in prescribed format (i.e. balance sheet, profit and loss account, cash flows statement, changes in equity, liquidity statement) and certain disclosures therein are guided by the "First Schedule" (section 38) of the Bank Companies Act 1991 (amendment upto 2013) and BRPD Circular no. 14 dated 25 June 2013 and subsequent guidelines of BB. In the prescribed format there is no option to present assets and liabilities under current and non-current classifications.

Bank's Methodology: The Financial statements of the Bank are made upto 31st December 2014 and are prepared under the historical cost convention and in accordance with the "First Schedule (Sec-38) of the Bank Companies Act, 1991, BRPD Circular # 14 dated 25 June 2003, other Bangladesh Bank Circulars, International Accounting Standards and International Financial Reporting Standards adopted by the Institute of Chartered Accountants of Bangladesh, Companies Act, 1994, the Securities and Exchange Rules 1987, Dhaka & Chittagong Stock Exchange Listing Regulations and other laws and rules applicable in Bangladesh. In case of the requirement of Bangladesh Bank differs with those of BAS/BFRS, the requirement of Bangladesh Bank have been applied."

ii) Investments in shares and Securities

BFRS: As per requirements of BAS 39 investment in shares and securities generally falls either under "at fair value through profit and loss account" or under "available for sale" where any change in the fair value (as measured in accordance with BFRS 13) at the year-end is taken to profit and loss account or revaluation reserve respectively.

Bangladesh Bank: As per BRPD circular no. 14 dated 25 June 2003 investments in quoted shares and unquoted shares are revalued at the year end at market price and as per book value of last audited balance sheet respectively. Provision should be made for any loss arising from diminution in value of investment; otherwise investments are recognised at cost.

iii) Revaluation gains/losses on Government securities

BFRS: As per requirement of BAS 39 where securities will fall under the category of Held for Trading (HFT), any change in the fair value of held for trading assets is recognised through profit and loss account. Securities designated as Held to Maturity (HTM) are measured at amortised cost method and interest income is recognised through the profit and loss account.

Bangladesh Bank: HFT securities are revalued on the basis of mark to market and at year end any gains on revaluation of securities which have not matured as at the balance sheet date are recognised in other reserves as a part of equity and any losses on revaluation of securities which have not matured as at the balance sheet date are charged in the profit and loss account. Interest on HFT securities including amortisation of discount are recognised in the profit and loss account. HTM securities which have not matured as at the balance sheet date are amortised at the year end and gains or losses on amortisation are recognised in other reserve as a part of equity.

iv) Provision on Loans and Advances/Investments

BFRS: As per BAS 39 an entity should start the impairment assessment by considering whether objective evidence of impairment exists for financial assets that are individually significant. For financial assets that are not individually significant, the assessment can be performed on an individual or collective (portfolio) basis.

Bangladesh Bank: As per BRPD Circular no. 14 dated 23 September 2012, BRPD Circular no. 19 dated 27 December 2012 and BRPD Circular no. 16 dated 18 November 2014, a general provision @ 0.25% to 5% under different categories of unclassified loans (standard/SMA loans) should be maintained regardless of objective evidence of impairment. And specific provision for sub-standard/doubtful/bad-loss loans should be made at 20%, 50% and 100% respectively on loans net off eligible securities (if any). Also, a general provision @ 1% should be provided for certain off-balance sheet exposures. Such provision policies are not specifically in line with those prescribed by BAS 39."

v) Recognition of interest in suspense

BFRS: Loans and advances to customers are generally classified as 'loans and receivables' as per BAS 39 and interest income is recognised through effective interest rate method over the term of the loan. Once a loan is impaired, interest income is recognised in profit and loss account on the same basis based on revised carrying amount.

Bangladesh Bank: As per BRPD circular no. 14 dated 23 September 2012, once a loan is classified (other than bad loss), interest on such loans are not allowed to be recognised as income, rather the corresponding amount needs to be credited to an interest in suspense account, which is presented as liability in the balance sheet.

vi) Other comprehensive income

BFRS: As per BAS 1 Other Comprehensive Income (OCI) is a component of financial statements or the elements of OCI are to be included in a single Other Comprehensive Income statement.

Bangladesh Bank: Bangladesh Bank has issued templates for financial statements which will strictly be followed by all banks. The templates of financial statements issued by Bangladesh Bank 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 statements of changes in equity.

vii) Financial instruments - presentation and disclosure

In several cases Bangladesh Bank guidelines categorise, recognise, measure and present financial instruments differently from those prescribed in BAS 39. As such full disclosure and presentation requirements of BFRS 7 and BAS 32 cannot be made in the financial statements.

viii) Financial guarantees

BFRS: As per BAS 39, financial guarantees are contracts that require an entity to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the terms of a debt instrument. Financial guarantee liabilities are recognised initially at their fair value, and the initial fair value is amortised over the life of the financial guarantee. The financial guarantee liability is subsequently carried at the higher of this amortised amount and the present value of any expected payment when a payment under the guarantee has become probable. Financial guarantees are included within other liabilities.

Bangladesh Bank: As per BRPD 14, financial guarantees such as letter of credit, letter of guarantee will be treated as off-balance sheet items. No liability is recognised for the guarantee except the cash margin.

ix) Repo transactions

BFRS: When an entity sells a financial asset and simultaneously enters into an agreement to repurchase the same (or a similar asset) at a fixed price on a future date (REPO or stock lending), the arrangement is accounted for as a collateralized borrowing and the underlying asset continues to be recognized in the financial statements. This transaction will be treated as borrowing and the difference between selling price and repurchase price will be treated as interest expense.

Bangladesh Bank: As per BB circulars/guidelines, when a bank sells a financial asset and simultaneously enters into an agreement to repurchase the same (or a similar asset) at a fixed price on a future date (REPO or stock lending), the arrangement is accounted for as a normal sale transaction and the financial assets should be derecognized in the sellers book and recognized in the buyer's book.

x) Cash and cash equivalent

BFRS: Cash and cash equivalent items should be reported as cash item as per BAS 7.

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 equivalents. Money at call and on short notice presented on the face of the balance sheet, and treasury bills, prize bonds are shown in investments.

xi) Non-banking asset

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

Bangladesh Bank: As per BRPD 14, there must exist a face item named Non-banking asset.

xii) Cash flow statement

BFRS: 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, cash flow is the combination of direct and indirect methods.

Bank's Methodology: Cash Flow Statement is prepared in accordance with BAS-7 "Cash Flow Statement" under direct method as recommended in BRPD circular no. 14 dated 25 June 2003 issued by Bangladesh Bank.

xiii) Balance with Bangladesh Bank: (Cash Reserve Requirement)

BFRS: Balance with Bangladesh Bank should be treated as other asset as it is not available for use in day to day operations as per BAS 7.

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

xiv) Off-balance sheet items

BFRS: There is no concept of off-balance sheet items in any BFRS; hence there is no requirement for disclosure of off-balance sheet items on the face of the balance sheet.

Bangladesh Bank: As per BRPD 14, off balance sheet items (e.g. Letter of credit, Letter of guarantee etc) must be disclosed separately on the face of the balance sheet.

Bank's Methodology: Off-Balance Sheet items have been disclosed under contingent liabilities and other commitments as per Bangladesh Bank's guidelines. BRPD circular No.14 dated 23 September 2012 requires a general provision for Off Balance Sheet exposures to be calculated @ 1% which has been followed by the bank properly on the following Off Balance Sheet Items:

- a. Acceptance and endorsements
- b. Irrevocable letter of credit
- c. Letter of guarantee

xv) Presentation of intangible asset

BFRS: An intangible asset must be identified and recognised, and the disclosure must be given as per BAS 38.

Bangladesh Bank: There is no regulation for intangible assets in BRPD 14.

xvi) Loans and advances/Investments net of provision

BFRS: Loans and advances/Investments should be presented net of provision.

Bangladesh Bank: As per BRPD 14, provision on loans and advances/investments are presented separately as liability and can not be netted off against loans and advances.

Bank's Methodology: Loans and advances have been shown at gross amounts at 31 December

xvii) Disclosure of appropriation of profit

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

Bangladesh Bank: As per BRPD 14, dated 25 June 2003, an appropriation of profit should be disclosed on the face of Profit & Loss Account.

2.2 Basis of Consolidation:

The consolidated financial statements include the financial statements of Standard Bank Limited, Islamic banking window, and its subsidiaries SBL Capital management Ltd, Standard Bank Securities Ltd, Standard Exchange Company (UK) Ltd and Standard Co (USA) Inc. DBA : Standard Express made up to the end of the financial year. A Banking software system "Stelar" consolidated all transactions of branches as well as head office and produces consolidated balance sheet and Profit & loss Account. These consolidated records are maintained at the Head office of the Bank based on which these financial statements have been prepared.

The consolidated financial statements have been prepared in accordance with Bangladesh Accounting standard 27: consolidated and separate financial statements. The consolidated financial statements have been prepared to a common reporting period ending in 31 December 2014.

Subsidiaries:

Subsidiaries are that enterprise which are controlled by the Bank. Control exists when the Bank has the power, directly or indirectly, to govern the financial and operating policies of an enterprise from the date that control commences until the date that control ceases. The financial statements of subsidiary are included in the consolidated financial statements from the date that control effectively commences until the date that the control effectively ceases. Subsidiary companies are consolidated using the cost method of accounting.

Transactions eliminated on Consolidation:

All intra-Company balances & transactions, and any unrealised income & expenses (Except for foreign currency translation gain/losses) arising from intercompany transactions are eliminated in preparing consolidated financial statement. Unrealised losses are eliminated in the same way as unrealised gains but only to the extent that there is no evidence of impairment. The investments in shares of subsidiaries held by the bank in the separate Financial statements are eliminated against the corresponding shares capital of subsidiaries in the consolidated financial statements.

2.3 Statement of Cash flows

Statement of cash flows is prepared by using the 'Direct Method' in accordance with BAS 7 "Statement of Cash Flows" and under the guidance of Bangladesh Bank BRPD Circular No. 14 dated 25.06.2003 & BRPD Circular No. 15 dated 09.11.2009 whereby gross cash receipts and gross cash payments on Operating Activities, Investing Activities and Financing Activities have been recognized. Cash and Cash Equivalents comprise short term, highly liquid investments that are readily convertible and are subject to an insignificant risk to changes in value.

2.4 Reporting Period

These financial statements cover one calendar year from January 01 to December 31, 2014.

2.5 Statement of Changes in Equity

Statement of changes in Equity has been prepared in accordance with BAS 1 "Presentation of Financial Statements" and under the guidance of Bangladesh Bank BRPD Circular No. 14 dated 25.06.2003 & BRPD Circular No. 15 dated 09.11.2009

2.6 Statement of Liquidity

The liquidity statement of assets and liabilities as on reporting date has been prepared on residual maturity term as per following basis:

- a. Balance with other banks and financial institutions, money at call etc are on the basis of their maturity term.
- b. Investments are on the basis of their residual maturity.
- c. Loans and advances are on the basis of their repayment/maturity schedule.
- d. Fixed assets are on the basis of their useful lives.
- e. Other assets are on the basis of their realization /amortization.
- f. Borrowing from other banks, financial institutions and agents as per their maturity /repayment terms.
- g. Deposits and others accounts are on the basis of their maturity term and behavioral past trend.
- h. Others loan term liabilities are on the basis of their maturity term.
- i. Provisions and other liabilities are on the basis of their settlement.

2.7 Significant Judgement and Estimates

The preparation of Financial Statements in conformity with Accounting Standards and Statutory requirement which requires the use of critical accounting estimates. It also requires management to exercise its judgment in the process of applying accounting policies. The areas involving a higher degree of judgment or complexity or major areas where assumptions and estimates are significant to the Financial Statements are described in the following:

- 1 Income Taxes
- 2 Deferred Taxation
- 3 Depreciation
- 4 Provisions for investment & other Assets

2.8 Going Concern

The accompanying financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business. The accompanying financial statements do not include any adjustments should the Bank be unable to continue as a going concern.

2.9 FOREIGN CURRENCY TRANSACTION

a) Foreign Currencies Transaction

- i) Transaction in foreign currencies are converted into taka at the foreign exchange rates ruling on the transaction date.
- ii) Monetary assets and liabilities in foreign currency are expressed in taka terms at the rates of exchange ruling on the balance sheet date.
- iii) Forward foreign exchange contracts and foreign bills purchased are valued at forward rates applicable to their respective maturities.

b) Commitments

Commitments for outstanding forward foreign exchange contracts disclosed in these financial statements are translated at contracted rates. Contingent liabilities/commitments for letters of credit and letters of guarantee denominated in foreign currencies are expressed in taka terms at the rates of exchange ruling on the balance sheet date.

c) Translation gains and losses

The resulting exchange transaction gains and losses are included in the profit and loss account, except those arising on the translation of net investment in foreign branches, subsidiaries and associates.

2.10 Loans write-off

Loans are normally written off, when there is no realistic prospect of recovery of these amounts and in accordance with BRPD Circular No.2 (13th January 2003). A separate Credit Recovery Division (CRD) has been set up at the Bank's Head Office which monitors loans written off and legal action taken through the money loan court. These write-offs do not undermine or affect the amount claimed against the borrower by the bank.

The CRD maintains a separate ledger for all individual cases written off by each branch. The CRD follows up on the recovery efforts of these written off loans and reports to management on periodic basis. Written off loans and advances are reported to the Credit Information Bureau (CIB) of Bangladesh Bank.

2.11 Earning Per Share

The company calculates Earning per share (EPS) in accordance with Bangladesh Accounting Standards (BAS)-33 "Earning Per Share" which has been shown on the face of profit and loss account. This has been calculated by dividing the basic earnings by the weighted average number of ordinary shares outstanding during the year.

2.12 Retirement benefits to the employees

Provident Fund

Provident Fund benefits are given to the employees of the bank in accordance with the locally registered Provident Fund Rules. Separate Board of Trustees of the Bank operates it.

Gratuity

The Bank operates an Employees Gratuity Fund Trust by a Board of Trustees consisting of seven members. All confirmed employees who have been in the service of the Bank should be eligible to have the benefit under the gratuity schemes. The Gratuity trust rule got recognised from the National Board of Revenue (NBR). The bank has started

making provision against gratuity from the year 2006. Provision for the year ended 31 December 2012 for the scheme has been made and the entire amount of the gratuity fund are transferred to a savings account under the control of the Board of trustee.

Welfare Fund

Standard Bank Limited Employees' Welfare Fund is subscribed by monthly contribution of the employees. The Bank also contributes to the fund from time to time. The fund is established to cover the accidental coverage in the event of death or permanent disabilities, retirement benefit and stipend to the employees' children.

2.13 SBL Foundation

The Bank, as part of corporate social responsibility, has established SBL Foundation for the benefit of the community in which it operates and as part of its said responsibility it commits itself to human development, poverty alleviation and overall national economic development. The Bank contributes to the fund from the annual profit of the bank on requirement basis. The fund is governed and administered by the Board of Trustees consisting of seven members.

2.14 Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements, and have been applied consistently by group entities except otherwise instructed by the Central Bank as prime regulator. Certain comparative amounts in the financial statements have been reclassified and rearranged to conform to the current year's presentation.

Accounting policies of subsidiaries

The financial statements of subsidiaries which are included in the Consolidated Financial Statements of the Group have been prepared using uniform accounting policies of the Bank (Parent) for transactions and other events in similar nature. The financial statements of subsidiaries have been prepared using the calendar year ended 31 December which is also same for the Bank. There is no significant restriction on the ability of subsidiaries to transfer funds to the parent in the form of cash dividends or to repay loans and advances.

A. Assets and basis of their valuation

i) Cash and cash equivalents

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

ii) Investments

All investments (other than government treasury securities) are initially recognized at cost, including acquisition charges associated with the investment. Accounting treatment of government treasury securities (categorized as HFT or/and HTM) is made following Bangladesh Bank DOS Circular no. 05 dated 26 May 2008 and subsequent clarifications on 28 January 2009.

Held to Maturity (HTM)

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

Held for Trading (HFT)

These are investments primarily held for selling or trading. After initial recognition, investments are marked to market weekly 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 Bangladesh Bank DOS Circular no. 05 dated 28 January 2009."

REPO and Reverse REPO

Since 1 September 2010 transactions of REPO and Reverse REPO are recorded based on DOS Circular no. 06, dated 15 July 2010 of Bangladesh Bank. In case of REPO of both coupon and non-coupon bearing (Treasury bill) securities, the Bank adjusts the Revaluation Reserve Account for HFT securities and stops the weekly revaluation (if the revaluation date falls within the REPO period) of the same security. For interest bearing security, the Bank does not accrue interest during REPO period.

Investments – Initial recognition and subsequent measurement at a glance

Value of investments has been shown as under:

Items	Applicable Accounting Value
Government Treasury Bills and Bonds (HFT)	At present value (using marking to market concept)
Government Treasury Bills and Bonds (HTM)	At present value (using amortization concept)
Bangladesh Government Islamic Bond	At cost
Prize Bond	At cost
Shares & Debentures	At cost

Investment in Subsidiaries

Investment in subsidiaries are accounted for under the cost method of accounting in the Bank's financial statements in accordance with BAS 27 "Consolidated and Separate Financial Statements" and BFRS 3 "Business Combination". Impairment of investment in subsidiaries is made as per the provision of BAS 36 "Impairment of Assets".

iii) Loans, advances and provisions

Loans and advances are stated at gross amount. Specific provisions were made to adjust all impaired loans and advances with their expected realizable value as per instructions contained in Bangladesh Bank BCD Circular No. 34 of 16 November 1989, BCD Circular No.20 of 27 December 1994, BCD Circular No. 12 of 4 September 1995, BRPD Circular No. 16 of 06 December 1998, BRPD Circular No.09 of 14 May 2001, BRPD Circular No. 02 of February 2005, BRPD Circular No. 09 of 20 August 2005, BRPD Circular No.17 of 06 December 2005 and BRPD Circular No.14 of 23 September 2012 respectively at the following rates:

Rate of provision:

Particulars	Short term Agri-credit	Consumer Financing			SMEF	Loan to BHs /MBs/SDs	All other credit	
		Other than HF & LP	HF	LP				
Unclassified	Standard	2.50%	5%	2%	2%	0.25%	2%	1%
	SMA	0%	5%	2%	2%	0.25%	2%	1%
	SS	5%	20%	20%	20%	20%	20%	20%
Classified	DF	5%	50%	50%	50%	50%	50%	50%
	BL	100%	100%	100%	100%	100%	100%	100%

iv) Fixed assets and depreciation

Fixed Assets: Fixed assets are stated at cost less accumulated depreciation as per BAS 16 "Property, Plant and Equipment" and depreciation thereon charged to Operating Expenses. The cost of acquisition of an asset comprises its purchase price and any directly attributable cost of bringing the asset to its working condition for its intended use inclusive of inward freight, duties and non-refundable taxes. Subsequent costs are included in the asset's carrying amount only when it is probable that future economic benefits associated with the item will flow to the Bank and the cost of the item can be measured reliably:

- a) Fixed assets are stated at cost less Accumulated Depreciation.
- b) Depreciation has been charged at the following rates on reducing balance from the date of acquisition with the exception of Motor Vehicle on which straight line method is applied.

Name of the Assets	Rate of Depreciation
Building	2.50%
Furniture & Fixtures	10.00%
Office Appliances	20.00%
Vehicles	20.00%

v) Other assets

Other assets include investment in subsidiaries, Membership of DSE & CSE, advance for operating and capital expenditure, stocks of stationary and stamps, security deposits to government agencies etc. As per BRPD Circular No. 14 dated 25 June 2003, Income & Non-income-generating other assets item(s) have been shown separately in the relevant notes to the financial statements.

B Liabilities & Provision
i) Borrowings from other banks, financial institutions and agents

Borrowings from other banks, financial institutions and agents include interest bearing borrowings which are stated in the financial statements at principal amount of the outstanding balance. Interest payables on such borrowings are reported under other liabilities.

ii) Deposits and other accounts

Deposits and other accounts include non-interest bearing current deposits redeemable at call, interest bearing shortterm deposits, savings deposits and fixed deposits which are initially measured at the consideration received. These items are subsequently measured and accounted for at the gross value of the outstanding balance in accordance with the contractual agreements with the counter parties.

ii) Other liabilities

Other liabilities comprise items such as provision for loans and advances/ investments, provision for taxes, interest payable on borrowing, interest suspense and accrued expenses etc. Individual item-wise liabilities are recognized as per the guidelines of Bangladesh Bank and Bangladesh Financial Reporting Standards (BFRS).

iv) Dividend payments

Interim dividend is recognized when it is paid to shareholders. Final dividend is recognized when it is approved by the shareholders in AGM. The proposed dividend for the year 2014, therefore, has not been recognized as a liability in the balance sheet in accordance with BAS 10 'Events after the Reporting Period'. Dividend payable to the Bank's shareholders is recognized as a liability and deducted from the shareholders' equity in the period in which the shareholders' right to receive the payment is established.

v) Provision for loans and advances

Provision for classified loans and advances is made on the basis of quarter end review by the management and instructions contained in BRPD Circular no.14 dated 23 September 2012, BRPD Circular no.19 dated 27 December 2012 and BRPD Circular no.16 dated 18 November 2014. Details are stated in Note 13."

vi) Provision for investment in capital market

For recognition of loss suffered from investment in capital market, provision has been made on unrealized loss (gain net off) according to DOS Circular No. 04 dated 24 November 2011 on portfolio basis.

vii) Provision for off-balance sheet exposure

In compliance with Bangladesh Bank guidelines, contingent liabilities have been disclosed under off-balance sheet items. As per BRPD Circular no.14 dated 23 September 2012 and related earlier circulars, the Bank has been maintaining provision @ 1% against off-balance sheet exposures.

viii) Provision for other assets

Provision for other assets is made as per the guidelines mentioned in the BRPD Circular No. 14 dated 25 June 2001 i.e.100% provision is required on other assets which are outstanding for one year or more.

ix) Provision for liabilities and accrued expenses

In compliance with BAS 37, provisions for other liabilities and accrued expenses are recognized in the financial statements when the Bank has a legal or constructive obligation as a result of past event, it is probable that an outflow of economic benefit will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

x) Provision for Taxation

The company is a publicly traded company as per the Income Tax Ordinance 1984. Provision for Current Income Tax has been made at the existing rate of 42.50% as prescribed in Finance Act 2012 of the accounting profit made by the Bank after considering some of the Taxable add backs of income and disallowances of expenditures.

xi) Deferred Taxation

Deferred Tax arises due to temporary difference deductible or taxable for the events or transaction recognized in the income statement. Deferred tax assets are the amount of income taxes recoverable in future periods in respect of deductible temporary differences. Deferred tax liabilities are the amount of income taxes payable in future periods in respect of taxable temporary difference. Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantially enacted at the balance sheet date. The bank has recognized deferred tax accounting policy as per Bangladesh Accounting Standard (BAS)-12.

xii) Contingent Liabilities

Contingent liabilities which include certain guarantees and letters of credit pledged as collateral are possible obligations that arise from past events whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not within the control of the Bank. Contingent liabilities are not recognized in the financial statements as per BAS 37 'Provisions, Contingent Liabilities and Contingent Assets'. However, disclosure on contingent have been made on the face of balance sheet under 'Off-balance Sheet Items' as per guidelines of BRPD Circular No. 14 dated 25 June 2003.

C Share capital and reserves

i) Authorized and issued capital

The authorized capital of the bank is the maximum amount of share capital that the bank is authorized by its Memorandum and Articles of Association to issue (allocate) among shareholders. Part of the authorized capital can (and frequently does) remain unissued. This number can be changed by shareholders' approval upon fulfillment of related provisions of Companies Act 1994. The part of the authorized capital which has been issued to shareholders is referred to as the issued share capital of the bank."

ii) Paid-up capital

The paid-up capital represents the amount of bank's capital that has been contributed by ordinary shareholders. The holders of ordinary shares are entitled to receive dividend as recommended by the Board and subsequently approved by the shareholders from time to time in the Annual General Meeting (AGM)."

iii) Statutory reserve

In compliance with the provision of Section 24 of Bank Companies Act 1991, the bank transfers at least 20% of its profit before tax to "Statutory Reserve Fund" each year until the sum of statutory reserve and share premium equal to the paid up capital of the bank

iv) Reserve for Amortization/ revaluation of securities

When a Financial Asset categorized under HTM or HFT and subsequent value of the asset is increased as a result of amortisation of assets or mark to market revaluation, the net increased amount (for HTM increase or decrease of book value and for HFT loss to P&L but gain to revaluation reserve through P&L) is credited directly to equity under the heading of reserve for amortization/ revaluation of securities as per Bangladesh Bank DOS circular no. 06, dated 15 July 2010.

D. Revenue Recognition
i) Interest income

Interest on unclassified loans and advances is accounted for as income on accrual basis, interest on classified loans and advances is credited to interest suspense account with actual receipt of interest there from credited to income as and when received as per instruction contained in BRPD 14 dated 23 September 2012, BRPD 19 dated 27 December 2012 and BRPD 16 dated 18 November 2014 of Bangladesh Bank.

ii) Fees and commission income

Fees and commission income arises on services provided by the Bank and recognized as and when received basis. Commission charged to customers on letters of credit, letters of guarantee and acceptance are credited to income at the time of effecting the transactions except those which are received in advance.

iii) Interest income from investments

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

iv) Income from Exchange

Exchange income includes all gain and losses from foreign currency day to day transactions, conversions and revaluation of Non Monetary items.

v) Dividend income

Dividend income from investments is recognized at the time when it is declared, ascertained and right to receive the payment is established.

vi) Interest paid on borrowings and deposits

Interest paid on borrowings and deposits are calculated on 360 days basis (except for some treasury instruments which are calculated on 364 days basis) in a year and recognized on accrual basis.

vii) Management and other expenses

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

viii) Taxes

The expense comprises current and deferred tax. Current tax and deferred tax is recognized in profit or loss except to the extent that it relates to a business combination or items recognized directly in equity.

a. 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 of the bank has been made on taxable income @ 42.5% considering major disallowances of expenses and concessional rates on certain incomes (0% on gain on trading of govt. securities, 10% on capital gain (net off loss) of shares traded in secondary market and 20% on dividend income) as per Income Tax Ordinance (ITO) 1984. Tax provision of the Group entities has been made on taxable income of subsidiaries at

different rates applicable as per the ITO 1984 and the tax authority of the country where it is incorporated."

b. Deferred tax

Deferred tax is calculated on taxable/deductible temporary differences between tax base amount and carrying amount of assets and liabilities as required by Bangladesh Accounting Standard (BAS) 12 'Income Taxes' and BRPD Circular no.11 dated 12 December 2011.

2.15 Risk Management:

Business of Banking naturally entails assuming 'Risks' in all business transactions. As a result, 'Risk Management' is gaining prominence as a key strategic focus in managing banks effectively in today's volatile financial markets.

The ability of a Bank to take strategic initiatives within pre-defined and consistent risk framework can be considered as a specialty that can make a distinction for a Bank and ensure 'Safety' for all the stakeholders in today's competitive market scenario.

Due to these factors, Bank has recognized the maintenance of a strong integrated risk management framework as a strategically important priority area in its future endeavors.

The Bank has recognized the risk management capabilities as a 'Journey' rather than a 'Destination' and is committed to maintain and continuously improve its risk management framework/capabilities through a number of initiatives including substantial investments in IT infrastructure, training and development of human resources etc.

2.15.1 Internal Control & Compliance

Internal Control Mechanism refers to a set of tools aimed at the achievement of Organizational Overall objectives. It helps an organization to safeguard its assets, check the accuracy and reliability of data. Internal Control & Compliance (ICC) promotes operational efficiency and encourages compliance with managerial policies and procedures, laws and regulations and supervisory requirement. The ICC comprises the following three units:

- i) Internal Audit & Inspection Unit
- ii) Monitoring Unit and
- iii) Compliance Unit

An effective Internal control System can assure banks to meet the following objectives:

- i. To establish an effective and efficient system to identify and detect errors, omission, fraud and forgeries and to take/suggest effective measures to protect repetition thereof.
- ii. To help to establish reliable, complete adequate and timeliness of financial and management information
- iii. To ensure compliance with applicable laws and regulations.

As per the instruction of Bangladesh Bank the Bank has set Internal Control & Compliance (ICC) Division at Head Office to ensure that the internal control process are in place through establishment of Audit Committee. The Committee reviews the internal & external Audit reports without any intervention of the Bank Management and ensures that Management takes effective measures in case of any deficiencies/lapses are found in the reports of Internal Control System.

The Bank has introduced Risk Based Internal Audit (RBIA) to assess the business risk as well as the control risk associated with the branches and determine how much care, monitoring & periodicity of comprehensive internal audit would be required to reposition the branches.

Internal Control & Compliance (ICC) Division sets out a Risk Based Internal Audit Program each year. The Risk Based Internal Audit Program for the year 2014 was chalked by ICC Division which was duly approved by the Management

as well as the Audit Committee of the Board of Directors. The Audit program included the timing and frequency of audit of branches. Accordingly comprehensive audit has been conducted at 87 (eighty seven) branches & 09 (nine) divisions of Head Office, surprise inspection has been conducted at 09 (nine) branches and 10 (ten) nos. special investigation has been conducted in the year 2014, ICT audit has been conducted at 21 (twenty one) branches. Major irregularities or lapses of the reports were presented to the Management and the Audit Committee of the Board of Directors. As per directions/suggestions of the Board Audit Committee as well as the higher Management, corrective measures have been taken so as to stop recurrence of such lapses or irregularities in future.

Besides above, Bangladesh Bank Inspection team also conducted 43 (forty three) different inspections in the year 2014 on various branches and departments of head office. Details are as under:

Nature of Inspection	Head Office/Division	Branches
Special Inspection on Core Risk	5	2
Comprehensive	1	29
Foreign Exchange Transaction	0	7
Special Inspection	1	3
Surprise Inspection	0	2

To comply with the directives of Bangladesh Bank, ICC Division of the bank takes proper initiative to comply the observations/suggestions of Bangladesh Bank and also sent the Compliance Report on time.

The Management Committee (MANCOM) of the Bank monitors the effectiveness of Internal Control System time to time. The MANCOM provides certificate on overall adequacy and effectiveness of Internal Control System based on Bank's policy and procedure to the Board of Directors.

2.15.2 Foreign Exchange Risk

Bangladesh Bank through it's own process, evaluates banks Foreign Exchange Risks. In order to implement of Internal Capital Adequacy Assessment Process (ICAAP) for Supervisory Review Process (SRP) under Pillar-II of Basel-II, we have developed our own methodology of review our risk factors.

Key Appraisal Points	Our Status as on Dec 2014	Risk Types Covered
Nostro Reconciliation	<ul style="list-style-type: none"> For more than 3 month, there was no Un-reconciled Debit or Credit entries. No breaches, hence no provision required to keep. 	Compliance Risk
Open Position for Foreign Exchange	<ul style="list-style-type: none"> Previous Limit was \$17.13 Million. The Limit is now \$19.96 Million which was enhanced by Bangladesh Bank w.e.f. June 2014. Open Position was always within Limit. 	Liquidity Risk
Inter-bank Market Dealing	<ul style="list-style-type: none"> No Breaches of Dealing Limits. No Unauthorized Deal. 	Market Risk
FX Transaction Matrix (Overdue Accepted Bill)	<ul style="list-style-type: none"> As on Dec 2014, the number and volume of Overdue Accepted Bill both in terms of payable & receivable was acceptable than that of previous year. 	Reputation Risk & Credit Risk

Key Appraisal Points	Our Status as on Dec 2014	Risk Types Covered
Penalty/penal interest imposed by Bangladesh Bank	<ul style="list-style-type: none"> No such case of being penalized by Bangladesh Bank for any irregularities or breaches. 	Reputation Risk & Compliance Risk
Audit/Inspection & Compliance (Central Bank & ICCD)	<ul style="list-style-type: none"> Once in a year on regular basis both from ICCD & Bangladesh Bank. Compliance rate is satisfactory and complain rate is very minimum. Submission of Compliance report was well in time. 	Compliance Risk
Reporting(B.Bank, Other Agent & In-house Management)	<ul style="list-style-type: none"> Submitted timely. Authenticated and reported properly. 	Compliance Risk
Position Valuation	<ul style="list-style-type: none"> Position Valuation done on daily basis. Rate adjustment entries passed on regular basis. 	Compliance Risk
Policy, Guidelines & Circulars	<ul style="list-style-type: none"> Policy & Manual regarding Foreign Exchange Risk Management, FX Transaction & contingency Plan exists. Abidance with the Policy, Guidelines & Circular of Bangladesh Bank and In-house is ensured. All the circulars of Bangladesh Bank are circulated to the ADs for meticulous compliance. 	Compliance Risk

Based on the self evaluation process our assessment is **“STRONG”** in compliant with the Foreign Exchange Risk Management Guidelines.

2.15.3 Asset Liability Risk

Asset Liability Risk Management is an integral part of core risk management for the Banks. SBL has a separate Asset Liability Management (ALM) desk within the Treasury Division as managing the asset liability is the most important responsibility of the bank. It runs the risks for not only the bank, but also the thousands of depositors who put money into Bank.

SBL also formed a committee named Asset Liability Committee (ALCO) comprising senior management of the bank to make important decisions for minimizing risk and maximizing returns. The committee calls for a meeting once every month to analysis and formulate short and long term strategies plans:

- To ensure adequate liquidity managing the bank's spread between the interest income and interest expense
- To ensure diversification of funding
- To establish asset/liability pricing policies
- To manage balance sheet and ensure business strategies consistent with liquidity requirements
- To review liquidity contingency plan for the bank
- To review liquidity risk, market risk, interest rate risk, cost of fund and balance sheet gaps
- To control the Loan/Deposit Ratio of the Bank

2.15.4 Credit Risk Management

Credit risk is most simply defined as the potential that a bank borrower or counterparty will fail to meet its obligations in accordance with agreed terms. The goal of credit risk management is to maximize a bank's risk-adjusted rate of return by maintaining credit risk exposure within acceptable parameters. Banks need to manage the credit risk inherent in the entire portfolio as well as the risk in individual credits or transactions. Banks also consider the relationships between credit risk and other risks. The effective management of credit risk is a critical component of a comprehensive approach to risk management and essential to the long-term success of the bank.

To analysis credit risk, Bank formulated a well-defined credit policy approved by Board of Directors. The senior management developed policies, systems and procedures and established an organizational structure to measure, monitor and control credit risk, which has also duly approved by the board. The bank also put in place a well-designed credit risk management setup commensurate with the size and complexity of its credit portfolio. The loan origination function is of key importance, which necessitates the need for proper analysis of the borrower's creditworthiness and financial health. This aspect is reinforced by the credit administration function that not only ensures that activities conform to a banks' policies and procedures, but also maintains credit files, loan documents and monitors compliance of loan covenants. The banks are encouraged to assign internal credit ratings to individual credit exposures. The architecture of such a rating system may vary among banks. The loan portfolio is monitored regularly and a report prepared at periodic intervals both for the aggregates as well as sectoral and individual loan levels. Finally, bank has constituted a committee to formulate a strategy/action plan to deal with problem loans.

In order to mitigate Credit risk, Bank has been taken the following steps

- 1.1) To mitigate credit risk, Bank focuses strong collateral based lending & ensure to generate better cash flow from those lending.
- 1.2) To maintain good asset quality Bank ensures recovery of long standing non performing loan (NPL) particularly bad & loss loan.
- 1.3) Bank has taken step to suit file against default borrower.

2.15.5 Information & 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 failure, human errors etc. The Bank has Core Banking software (i-STELAR) 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 purpose.

The Bank uses Central Data Centre and Data Guard has been in place with Standby Database to protect any kind of failure with a minimum downtime. Data travelling throw network uses encryption and decryption mechanism.

In the line with Bangladesh Bank directives, the bank has approved its own ICT policies for its operation and services. Under these 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, Audit Policy, Group Policy, User Rights, and Permission Policy etc. In order to access secure network resources from public network, the Bank has already implemented Virtual Private Network (VPN). Bank has also implemented:

1. Access Control List (ACL).
2. IP filtering and
3. TCP/UDP service blocking through router and firewall devices.

It has already centralized the administrative control to access the network, mailing system and internet. An internet main server is in place for local mail communication. SBL has introduced Business Continuity Plan (BCP) for its entire network and trained the officials to cope up with any contingencies.

2.15.6 Money Laundering Risk:

Bank Anti Money Laundering Division has been functioning to ensure proper compliance of overall Anti Money Laundering activities under the guidance of Bangladesh Bank. The AML Division is to strongly implement Bank's AML Policy to cover all latest AML issues for combating money laundering and terrorist financing maintaining international standard. Bank has adopted Money Laundering Prevention Act, 2012 and Anti Terrorism (Amendment) Act, 2013 and circulated it to all of its branches to cope with latest AML strategies of national and global arena. Bank has its own standard Anti Money Laundering policy guideline to provide a framework to the branches to combat money laundering risk. Bank has appointed Chief Anti Money Laundering Compliance officer (CAMLCO) to supervise overall anti money laundering activities of the bank. Branch Anti Money Laundering Compliance officer (BAMLCO) to comply with Anti Money Laundering issues at branch level. In order to maintain national and international standard of AML functions Bank has policies to comply with all recommendations, accord and sanctions of United Nations (UN), Financial Action Task Force (FATF) and Asia Pacific group (APG). Apart from this, Bank is not to establish any relationship with entity listed by United Nation Security Council (UNSC) resolutions and do not maintain relationship with shell banks.

2.15.7 Internal Audit:

The bank's compliance risk management system is subject to implementation by the senior management and a qualified compliance officer/staff, and reviewed by an effective and comprehensive internal audit function. Compliance risk included in the risk assessment methodology of the internal audit function, and an audit program that covers the adequacy and effectiveness of the bank's compliance function established, including testing of controls commensurate with the perceived level of risk. This principle implies that the compliance function and the internal audit function separate to ensure that the activities of the compliance function are subject to independent review. However, the audit function keep the head of compliance informed of any audit findings related to compliance.

2.15.8 Fraud & Forgeries:

Fraud means intentional deception resulting in injury to another person and forgeries is criminal falsification by making or altering an instrument with intent to cheat. SBL continuously pays attention to implement and improve the anti-fraud internal controls for prevention of fraud and forgery. SBL 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 2014, no fraud has been detected by the bank and it has duly been reported to Bangladesh Bank.

2.16 Regulatory and legal compliance

The bank complied with the requirements of the following laws & regulation:

- a) The Bank Companies Act 1991
- b) The Companies Act 1994
- c) Income Tax Laws
- d) The Value Added Tax Laws
- e) Bangladesh Securities and Exchanges Rules 1987, Bangladesh Securities and Exchanges Ordinance 1969, Bangladesh Securities and Exchanges Act 1993.
- f) Rules, Regulations and Circulars issued by the Bangladesh Bank and other regulatory authorities.

2.17 General

- Figures appearing in the financial statements have been rounded off to the nearest Taka
- Figures and account titles of previous year have been rearranged whenever considered necessary to conform with current year's presentation.
- Expenses irrespective of capital or revenue nature accrued but not paid have been provided for in the books of account of the Bank.

2.18 Compliance of Bangladesh Accounting Standard (BASs) and Bangladesh Financial Reporting Standard (BFRSs)

The bank has complied the following BASs & BFRSs as adopted by ICAB during the preparation of financial statements as at and for the year ended 31 December 2014.

Name of BASs /BFRSs	BASs/BFRSs	No.	Status
Presentation of Financial Statements	BAS	1	Applied
Inventories	BAS	2	N/A
Cash Flows Statements	BAS	7	Applied
Accounting Policies, Changes in Accounting Estimates and Errors	BAS	8	Applied
Events after the Reporting Period	BAS	10	Applied
Construction Contracts	BAS	11	N/A
Income Taxes	BAS	12	Applied
Property, Plant and Equipments	BAS	16	Applied
Leases	BAS	17	Applied
Revenue	BAS	18	Applied
Employee Benefits	BAS	19	Applied
Accounting for Government Grants and Disclosure of Government Assistance	BAS	20	N/A
The Effect of Changes in Foreign Exchange Rates	BAS	21	Applied
Borrowing Costs	BAS	23	N/A
Related Party Disclosures	BAS	24	Applied
Accounting and Reporting by Retirement Benefit Plans	BAS	26	N/A
Consolidated and Separate Financial Statements	BAS	27	Applied
Investments in Associates	BAS	28	N/A
Interests in Joint Ventures	BAS	31	N/A
Financial Instruments: Presentation	BAS	32	Applied
Earning per share	BAS	33	Applied
Interim Financial Reporting	BAS	34	Applied
Impairment of Assets	BAS	36	Applied
Provisions, Contingent Liabilities and Contingent Assets	BAS	37	Applied
Intangible Assets	BAS	38	Applied
Financial Instruments: Recognition and Measurement	BAS	39	Applied
Investment Property	BAS	40	N/A
Agriculture	BAS	41	N/A
First-time Adoption of Bangladesh Financial Reporting Standards	BFRS	1	N/A
Share-based Payment	BFRS	2	N/A
Business Combinations	BFRS	3	Applied
Insurance Contracts	BFRS	4	N/A
Non-current Assets Held for Sale and Discontinued Operations	BFRS	5	Applied
Exploration for and Evaluation of Mineral Resources	BFRS	6	N/A
Financial Instruments: Disclosures	BFRS	7	Applied
Operating Segments	BFRS	8	Applied
Consolidated Financial Statements	BFRS	10	Applied
Joint Arrangements	BFRS	11	N/A
Disclosure of Interests in Other Entities	BFRS	12	Applied
Fair Value Measurement	BFRS	13	Applied

	Amount in Taka	
	31.12.2014	31.12.2013
3. CASH		
3.1 Cash in hand		
In local Currency	803,171,201	800,877,797
In Foreign Currency	40,898,207	42,202,076
Total	844,069,408	843,079,873
3.2 Balance with Bangladesh Bank and its agent bank(s) (including foreign currency)		
In local Currency	6,012,440,924	5,320,941,522
In Foreign Currency	324,403,518	260,357,361
	6,336,844,442	5,581,298,883
Sonali Bank as agent of Bangladesh Bank		
Local currency	140,947,979	117,669,061
	6,477,792,421	5,698,967,944
Total	7,321,861,829	6,542,047,817
3.3 Cash Reserve Ratio (CRR) and Statutory Liquidity Ratio (SLR)		
Cash Reserve Ratio and Statutory Liquidity Ratio have been calculated and maintained in accordance with section 33 of Bank Companies Act 1991(amendment upto 2013) , DOS circular No. 01 dated January 19,2014 and MPD circular No. 02 dated December 10, 2013 and MPD circular No.01 dated June 23,2014.		
The Cash Reserve Ratio on the Bank's time and demand liabilities at the rate of 6.50% on bi-weekly basis and minimum 6% on daily basis has been calculated and maintained with Bangladesh Bank in current account and 13% Statutory Liquidity Ratio, on the same liabilities has also been maintained in the form of treasury bills, bonds including FC balance with Bangladesh Bank. Both the reserves maintained by the Bank are in excess of the statutory requirements, as shown below:		
i) Cash Reserve Ratio (CRR) average 6.5% on bi-weekly basis and minimum 6% on daily basis of Average Demand and Time Liabilities:		
Required Reserve	5,972,232,000	4,644,861,030
Actual Reserve maintained (as per Bangladesh Bank Statement)	5,993,454,000	4,769,579,053
Surplus/(Deficit)	21,222,000	124,718,023
ii) Statutory Liquidity Ratio (SLR) 13% of average Demand and Time Liabilities in 2014 and 19% of average Demand and Time Liabilities in 2013 :		
Required Reserve	11,944,463,000	16,018,308,000
Actual Reserve maintained	18,078,365,208	22,084,890,826
Surplus/(Deficit)	6,133,902,208	6,066,582,826
3.4 Held for Statutory Liquidity Ratio		
Cash in hand	844,069,408	843,079,873
Balance with Sonali Bank	140,947,979	117,669,061
Excess cash Reserve (3.3 a)	21,222,000	
Balance with Bangladesh Bank (as per Bangladesh Bank Statement)	-	4,769,579,053
Government Securities (Less: Revaluation Reserve on Investment)	10,260,106,664	13,657,132,511
Government bonds	6,812,019,157	2,697,430,328
	18,078,365,208	22,084,890,826

		Amount in Taka	
		31.12.2014	31.12.2013
3(a) Consolidated cash			
i. Cash in hand			
Standard Bank Limited (note-3.1)		844,069,408	843,079,873
Standard Exchange Co.(UK) Ltd.		4,909,786	2,974,299
Standard Express(USA) Ltd.		24,463,457	17,073,178
SBL Capital Mgt. Ltd.		-	-
SBL Securities Ltd.		-	-
		873,442,651	863,127,350
ii. Balance with Bangladesh Bank and its agent bank(s)			
Standard Bank Limited (note-3.2)		6,477,792,421	5,698,967,944
Standard Exchange Co.(UK) Ltd.		-	-
Standard Express(USA) Ltd.		-	-
SBL Capital Mgt. Ltd.		-	-
SBL Securities Ltd.		-	-
		6,477,792,421	5,698,967,944
		7,351,235,072	6,562,095,294
4. Balance with other Bank and financial institutions			
In Bangladesh (note 4.1)		705,610,614	1,221,526,759
Outside Bangladesh (note 4.2)		710,749,528	564,515,346
		1,416,360,142	1,786,042,105
4.1 In Bangladesh			
Current Deposits		-	-
Short Term Deposit (STD)			
Basic Bank Limited		93,824	108,072
Southeast Bank Limited		762	2,000
Islami Bank bd Limited		12,812	20,641,079
AB Bank Limited		5,000,000	-
National Bank Limited		4,557	4,557
Agrani Bank Limited		74,354	5,119,411
Janata Bank Limited		18,400,369	1,392,469
The City Bank Limited		78,387	77,426
Eastern Bank Limited		6,885	6,885
Dutch Bangla Bank		4,471,991	328,100
Trust Bank Ltd.		475,574	798,562
Standard Chartered Bank		2,077,074	2,366,314
BRAC Bank Ltd		21,273,984	7,681,884
		51,970,573	38,526,759
Savings Deposit		-	-
Fixed Deposits			
Hajj Finance Company Ltd.		215,000,000	99,000,000
SIBL		-	13,000,000
ICB		-	300,000,000
BFIC Finance Ltd		100,000,000	100,000,000
Union Bank Ltd		-	155,000,000
Union Capital Ltd		100,000,000	100,000,000
Int'l Leasing Ltd		-	100,000,000
Islamic Finance & Investment Ltd		75,000,000	45,000,000
Al-Arafa Islami Bank Ltd.		163,640,041	271,000,000
		653,640,041	1,183,000,000
		705,610,614	1,221,526,759

4.2 Outside Bangladesh**In Current account****Interest Bearing**

Standard Chartered Bank, New York

Mashreq Bank Psc, New York

HSBC Bank, New York

UTI Kolkata, ACU

ICICI Bank Ltd., Mumbai, India

A.B. Bank LTD. MUMBAI

Non Interest Bearing

HSBC, Mumbai, India

AXIS Bank Limited, Mumbai, India

Standard Chartered Bank Ltd., Mumbai, India

Standard Chartered Bank Ltd., Frankfurt

Standard Chartered Bank Ltd., Tokyo

ICICI Bank Ltd., Hongkong

Nepal Bangladesh Bank Ltd, Kathmendu

HSBC Bank, Karachi, Pakistan

Bhutan National Bank, Bhutan

Commerz Bank, Frankfurt

Habib American Bank Ltd. New York

Habib Metropolitan Bank Ltd. Karachi, Pakistan

Mashreq Bank, London

HSBC Bank Plc, London, UK

HSBC Bank Australia Ltd, Sydney, Australia

Westpac Banking Corporation Sydney, AU

Saudi Hollandi Bank KSA

Sonal Bank (UK) Ltd

Total Nostro Accounts**FDR**

Standard Chartered Bank Ltd., Mumbai, India

Total Outside Bangladesh

Total**(Annexure-A may kindly be seen for details)****4.3 Maturity grouping of balance with other banks and financial institutions**

Payable on demand

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

Over 5 years

4.4 Net Balance with other banks and financial institutions

Balance with other banks and financial institutions(note-4)

Add: Lending to other banks and financial institutions(note-05)

Less: Borrowing from other banks and financial institutions(note-10)

4.5 Consolidated Net Balance with other banks and financial institutions

Balance with other banks and financial institutions(note-4b)

Less: Borrowing from other banks and financial institutions

	Amount in Taka	
	31.12.2014	31.12.2013
Standard Chartered Bank, New York	206,314,625	250,308,881
Mashreq Bank Psc, New York	87,915,635	35,809,708
HSBC Bank, New York	-	56,713,873
UTI Kolkata, ACU	834	-
ICICI Bank Ltd., Mumbai, India	18,364,522	4,400,428
A.B. Bank LTD. MUMBAI	11,833,927	17,436,791
Non Interest Bearing		
HSBC, Mumbai, India	-	828,350
AXIS Bank Limited, Mumbai, India	-	832
Standard Chartered Bank Ltd., Mumbai, India	44,722,868	9,560,836
Standard Chartered Bank Ltd., Frankfurt	6,421,498	2,302,566
Standard Chartered Bank Ltd., Tokyo	429,556	310,214
ICICI Bank Ltd., Hongkong	-	198,283
Nepal Bangladesh Bank Ltd, Kathmendu	8,305,682	750,874
HSBC Bank, Karachi, Pakistan	14,936,812	2,730,156
Bhutan National Bank, Bhutan	5,152,550	81,693
Commerz Bank, Frankfurt	9,042,954	295,004
Habib American Bank Ltd. New York	157,150,936	102,014,324
Habib Metropolitan Bank Ltd. Karachi, Pakistan	-	16,515,062
Mashreq Bank, London	6,032,955	890,981
HSBC Bank Plc, London, UK	8,248,895	218,630
HSBC Bank Australia Ltd, Sydney, Australia	-	1,413,512
Westpac Banking Corporation Sydney, AU	998,850	-
Saudi Hollandi Bank KSA	4,152,150	2,095,515
Sonal Bank (UK) Ltd	113,372,179	59,638,833
Total Nostro Accounts	703,397,428	564,515,346
FDR		
Standard Chartered Bank Ltd., Mumbai, India	7,352,100	-
Total Outside Bangladesh	710,749,528	564,515,346
Total	1,416,360,142	1,786,042,105
Payable on demand	-	-
Up to 1 month	1,037,720,101	1,403,042,105
Over 1 month but not more than 3 months	-	13,000,000
Over 3 months but not more than 1 year	378,640,041	370,000,000
Over 1 year but not more than 5 years	-	-
Over 5 years	-	-
	1,416,360,142	1,786,042,105
Balance with other banks and financial institutions(note-4)	1,416,360,142	1,786,042,105
Add: Lending to other banks and financial institutions(note-05)	250,000,000	1,010,000,000
Less: Borrowing from other banks and financial institutions(note-10)	3,360,336,329	3,957,830,382
	(1,693,976,187)	(1,161,788,277)
Balance with other banks and financial institutions(note-4b)	(1,693,976,187)	(1,161,788,277)
Less: Borrowing from other banks and financial institutions	-	-
	(1,693,976,187)	(1,161,788,277)

4(a) Consolidated Balance with other banks and financial institutions In Bangladesh

Standard Bank Limited (note-4.1)
Standard Exchange Co.(UK) Ltd.
Standard Express(USA) Ltd.
SBL Capital Mgt. Ltd.
SBL Securities Ltd.

Amount in Taka	
31.12.2014	31.12.2013
705,610,614	1,221,526,759
-	-
-	-
191,039,897	106,085,373
381,502,293	426,046,099
1,278,152,804	1,753,658,231

Outside Bangladesh

Standard Bank Limited (note-4.2)
Standard Exchange Co.(UK) Ltd.
Standard Express(USA) Ltd.
SBL Capital Mgt. Ltd.
SBL Securities Ltd.

710,749,528	564,515,346
519,879	985,970
59,573,851	46,863,308
-	-
-	-
770,843,258	612,364,624
2,048,996,062	2,366,022,855

5. Money at Call and Short Notice
Banking Company

-	-
-	-

Non-Banking Financial Institutions

ICB
Lanka Bangla Finance Limited
Union Capital Limited
DBH Limited
Prime Finance Limited
IPDC
MIDAS
IIDFC Limited
United Leasing Company Limited
BFIC Ltd
Int'l Leasing

200,000,000	200,000,000
-	50,000,000
-	80,000,000
-	120,000,000
-	50,000,000
50,000,000	40,000,000
-	120,000,000
-	50,000,000
-	100,000,000
-	100,000,000
-	100,000,000
250,000,000	1,010,000,000

Total

250,000,000	1,010,000,000
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5.1 Maturity grouping of Money at Call and Placements:

Payable on demand
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
Over 5 years

250,000,000	1,010,000,000
-	-
-	-
-	-
-	-
-	-
250,000,000	1,010,000,000

6. Investments
i) Investment classified as per Bangladesh Bank Circular:

Held for trading (HFT)
Held to maturity (HTM)
Subordinated Bonds
Other Securities

10,935,553,816	14,057,201,116
6,160,262,723	2,368,439,000
411,999,412	289,999,412
3,135,588,137	2,994,577,399
20,643,404,088	19,710,216,927

ii) Investment classified as per nature:

-	-
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	Amount in Taka	
	31.12.2014	31.12.2013
a) Government securities		
Treasury Bill-at market value		
21 days Treasury Bills	-	-
28 days Treasury Bills	-	-
42 days Treasury Bills	-	-
70 days Treasury Bills	-	-
84 days Treasury Bills	-	-
85 days Treasury Bills	-	-
91 days Treasury Bills	168,247,538	1,286,577,721
112 days Treasury Bills	-	-
182 days Treasury Bills	1,513,471,330	5,326,597,194
364 days Treasury Bills	8,604,653,214	7,118,258,973
2 years Treasury Bills	-	-
5 years Treasury Bills	-	-
	10,286,372,082	13,731,433,888
	10,286,372,082	13,731,433,888
b) Government bonds		
Prize bonds	2,574,700	3,224,100
Government bonds (note 6.2)	6,809,444,457	2,694,206,228
	6,812,019,157	2,697,430,328
	17,098,391,239	16,428,864,216
Total Government Investment (a+b)		
	17,098,391,239	16,428,864,216
c) Subordinated Bond		
Dhaka Bank Ltd	50,000,000	50,000,000
Trust Bank Ltd.	80,000,000	100,000,000
National Bank Ltd	32,000,000	40,000,000
BSRM	150,000,000	-
Zero Coupon Bond	99,999,412	99,999,412
	411,999,412	289,999,412
d) Preference share		
SUPCL & SPPL	27,826,600	44,521,900
RAJ LANKA POWER COMPANY	187,878,788	-
UPGD	160,000,000	-
	375,705,388	44,521,900
Quoted Shares (Note-6.3)	150,000,000	150,000,000
Unquoted Shares (Note-6.3)	2,983,013,437	2,841,353,299
	3,133,013,437	2,991,353,299
Total other Investment	3,545,012,849	3,281,352,711
Total Investment	20,643,404,088	19,710,216,927

6.1 Maturity grouping of Investments :

On demand
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
Over 5 years

Amount in Taka	
31.12.2014	31.12.2013
2,574,700	3,224,100
-	-
168,247,538	1,286,577,721
1,513,471,330	5,326,597,194
8,604,653,214	7,118,258,973
10,354,457,306	5,975,558,939
20,643,404,088	19,710,216,927

6.2 Government Bond

1 years Government bonds
2 years Government bonds
5 years Government bonds
10 years Government bonds
15 years Government bonds
20 years Government bonds

10,000,000	-
2,679,189,141	131,097,958
1,957,429,601	1,389,733,997
1,122,710,298	909,825,236
569,000,094	142,060,981
471,115,323	121,488,056
6,809,444,457	2,694,206,228

6.3 Investment in shares
Quoted Shares

First Bangladesh Fixed Income Fund

150,000,000	150,000,000
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Total Quoted Shares

150,000,000	150,000,000
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Unquoted Shares

Central Depository Bangladesh Limited (CDBL)
Preference share of SUPCL & SPPCL
Preference share of UPGD
Preference share of Rajlanka
Market Stabilization Fund
SWIFT
Standard Exchange Co.(UK) Ltd.
Standard Express(USA) Ltd.
SBL Capital Mgt. Ltd.
SBL Securities Ltd.

156,548,164	156,548,164
27,826,600	44,521,900
160,000,000	200,000,000
187,878,788	-
5,000,000	5,000,000
1,198,135	1,198,135
35,886,750	37,820,100
108,780,000	96,375,000
1,499,950,000	1,499,950,000
799,945,000	799,940,000

Total Unquoted Shares

2,983,013,437	2,841,353,299
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(Annexure-E may kindly be seen for details)

6(a) Consolidated Investments
Government

Standard Bank Limited (note-6)
Standard Exchange Co.(UK) Ltd.
Standard Express(USA) Ltd.
SBL Capital Mgt. Ltd.
SBL Securities Ltd.

17,098,391,239	16,428,864,216
-	-
-	-
-	-
-	-
17,098,391,239	16,428,864,216

Others

Standard Bank Limited (note-6)
Standard Bank Limited (Share Capital to SCML)
Standard Exchange Co.(UK) Ltd.
Standard Express(USA) Ltd.
SBL Capital Mgt. Ltd.
SBL Securities Ltd.
SBL Securities Ltd. (Share Capital to SSL)

3,545,012,849	3,281,352,711
(1,499,950,000)	(1,499,950,000)
(35,886,750)	(37,820,100)
(108,780,000)	(96,375,000)
1,595,581,457	1,891,481,535
59,504,495	140,010
(799,945,000)	(799,940,000)
2,755,537,051	2,738,889,156
19,853,928,290	19,167,753,372

	Amount in Taka	
	31.12.2014	31.12.2013
7. Loan and advances/Investments		
As per classification into the following broad categories:		
i) Loans, cash credits, overdrafts, etc		
Inside Bangladesh		
Secured overdraft/Quard against TDR	14,954,380,142	13,719,880,539
Loans (General) (Including Bai-Muajjal)	28,801,584,436	22,428,774,435
Cash credit/ Murabaha	12,589,941,381	11,788,187,294
House Building loans	1,518,456,852	1,539,193,945
Staff Loans	386,161,921	278,517,272
Transport Loans	829,856,556	703,662,221
Loans against trust receipt	8,586,671,712	10,758,824,991
Payment against document	611,408,043	1,544,406,505
Packing credit	233,599,183	318,695,396
Demand Loan	1,065,045,781	1,879,663,493
Lease Finance / Izara	811,464,420	821,527,244
Syndicate/Club Finance	2,312,644,826	2,070,709,170
VISA Credit Card	142,556,987	112,042,083
SME/SE	6,074,986,914	4,671,048,980
Consumer Credit Scheme/Hire purchase	208,983,450	171,871,395
	79,127,742,604	72,807,004,963
Outside Bangladesh	-	-
	79,127,742,604	72,807,004,963
ii) Bills purchased and discounted		
Payable inside Bangladesh		
Inland bills purchased	741,754,358	748,485,893
Payable outside Bangladesh		
Foreign bills purchased and discounted	139,347,219	494,395,789
	881,101,576	1,242,881,681
Total	80,008,844,181	74,049,886,644
7.1 Net loans and advances/Investments		
Loans and advances/Investments(note-7)	80,008,844,181	74,049,886,644
Less:		
Non-performing loans and advances/Investments(note-7.8)	2,852,619,914	2,599,270,065
Interest suspense (note-12.4)	187,404,778	110,862,977
Provision for loans and advances/Investments(note-12.2)	2,418,271,420	2,339,889,264
	5,458,296,112	5,050,022,306
	74,550,548,069	68,999,864,339
7.2 Residual maturity grouping of loans and advances/Investments including bills purchased and discounted		
Repayable on demand	-	-
Up to 1 month	7,163,317,249	6,258,832,598
Over 1 month but not more than 3 months	4,121,324,734	5,600,896,442
Over 3 months but not more than 1 year	32,861,269,139	30,069,751,956
Over 1 year but not more than 5 years	20,730,030,675	27,739,397,339
Over 5 years	15,132,902,384	4,381,008,309
	80,008,844,181	74,049,886,644
7.3 Loans and advances/Investments under the following broad categories :		
Loans	51,583,421,081	47,298,937,130
Cash Credit	12,589,941,381	11,788,187,294
Overdraft	14,954,380,142	13,719,880,539
	79,127,742,604	72,807,004,963
Bills purchased and discounted	881,101,576	1,242,881,681
	80,008,844,181	74,049,886,644

Amount in Taka	
31.12.2014	31.12.2013

7.4 Loans and advances/Investments on the basis of significant concentration including bills purchased and discounted

a) Loans and advances/Investments to allied concerns of Directors/Sponsors of the Bank (Annexure-D)	176,929,000	267,955,000
b) Loans and advances/Investments to Chief Executive and other senior executives (including staff)	546,709,711	403,284,189
c) Loans and advances/Investments to customers group :		
i) Commercial lending	3,950,296,640	3,708,800,000
ii) Export financing	3,221,300,000	2,041,300,000
iii) House building loan	1,744,871,656	1,700,313,740
iv) Consumers Credit Scheme	193,031,529	153,230,147
v) Small and medium enterprises	6,074,986,914	4,671,048,980
vi) Special program loan	142,556,987	112,042,083
vii) Other Loans and advances/Investments	25,184,323,607	23,234,987,739
	40,511,367,333	35,621,722,689
d) Industrial Loans/Investments		
i) Agricultural Industries	1,928,129,182	1,402,700,000
ii) Textile Industries	16,156,500,000	16,657,900,000
iii) Food and allied Industries	1,939,120,778	1,367,799,390
iv) Pharmaceuticals Industries	216,704,673	258,347,616
v) Leather, Chemical and Cosmetics etc	396,245,698	412,713,458
vi) Cement and Ceramic Industries	1,787,437,806	1,542,340,720
vii) Service Industries	8,054,800,000	6,466,647,950
viii) Transport and Communication Industries	3,068,100,000	2,477,000,000
ix) Other Industries	5,226,800,000	7,171,475,633
	38,773,838,137	37,756,924,766
Total Loans and advances/Investments	80,008,844,181	74,049,886,644

7.5 Geographical Location-wise Loans and advances/Investments:
Urban:

Dhaka Region	50,500,541,596	47,332,825,485
Chittagong Region	20,342,537,041	20,889,740,306
Sylhet Region	362,225,523	300,908,273
Rajshahi Region	1,027,492,182	822,672,238
Khulna Region	3,047,361,725	2,288,121,988
Rangpur Region	1,198,571,880	819,703,767
Barisal Region	238,443,062	191,408,118
	76,717,173,008	72,645,380,175

Rural :

Dhaka Region	2,306,733,939	918,267,092
Chittagong Region	399,168,945	57,936,779
Sylhet Region	169,152,006	144,737,915
Rajshahi Region	45,195,797	1,019,570
Khulna Region	193,160,488	169,039,566
Rangpur Region	178,259,997	113,505,546
Barisal Region	-	-
	3,291,671,172	1,404,506,469

Outside Bangladesh

Total

80,008,844,181	74,049,886,644
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7.6 Details of pledged collaterals

Agriculture and SME	6,931,400,000	6,480,900,000
Manufacturing/Production	28,572,800,000	25,435,400,000
Real Estate	4,485,100,000	7,028,300,000
Capital Market and Non-Bank Financial Institutions	2,356,300,000	2,006,300,000
Service	9,810,800,000	10,009,400,000
Others	18,350,200,000	11,342,200,000
	70,506,600,000	62,302,500,000

7.7 DETAIL OF LARGE LOAN

Number of clients with amount of outstanding and classified loans/Investments to whom loans and advances/Investments sanctioned exceeds 10% of total capital of the Bank. Total Capital of the Bank was Taka 1085.47 crore as at 31st December, 2014 (Taka 1015.76 Crore in 2013)

Number of Clients

Amount of outstanding advances/Investments /Investments

Amount of classified advances/Investments/Investments

Measures taken for recovery

Amount in Taka	
31.12.2014	31.12.2013

18	17
2760.96 Crore	2410.66 Crore
-	-
Not applicable	Not applicable

Name of Clients	Outstanding as on 31.12.2014		Total Amount (in crore)	
	Funded	Non-Funded2014	2014	2013
Sinha Group	155.40	114.43	269.83	239.18
Chaity Group	135.36	128.84	264.20	239.20
Saad Musa Group	118.43	94.80	213.23	136.99
Paradise Group	178.00	10.00	188.00	217.59
Bashundhara Group	155.79	16.39	172.18	163.94
Abdul Monem Group	92.20	59.06	151.26	27.54
Everway Yarn Dyeing Industries Ltd.	112.55	29.42	141.97	99.02
Abul Khair Group	76.24	62.59	138.83	126.58
Zara Composite Textile Ltd.	118.57	17.72	136.29	113.48
STC Group	96.62	36.75	133.37	135.20
Navana Group	80.04	50.59	130.63	139.48
Ocean Paradise	129.85	-	129.85	115.69
Anwar Group	80.11	45.84	125.95	104.55
Partex Group	84.50	36.26	120.76	90.25
7B Associates	111.70	3.29	114.99	96.70
Aman Group	70.09	42.78	112.87	94.74
Modern Group	109.88	0.30	110.18	75.79
Union Group	55.30	51.27	106.57	194.74
Total	1,960.63	800.33	2,760.96	2,410.66

7.8 Particulars of loans and advances/Investment s

	2014 Taka	2013 Taka
i) Loans/Investments considered good in respect of which the Bank is fully secured	69,181,768,130	63,114,788,028
ii) Loans/Investments considered good against which the bank holds no security other than the debtors' personal guarantee	5,366,226,934	5,419,755,445
iii) Loans/Investments considered good secured by the personal undertaking of one or more parties in addition to the personal guarantee of the debtors	5,460,849,117	5,515,343,172
iv) Loans/Investments adversely classified; provision not maintained there against	-	-
	<u>80,008,844,181</u>	<u>74,049,886,644</u>
v) Loans/Investments due by directors or officers of the banking company or any of them either separately or jointly with any other persons	723,638,711	403,284,189
vi) Loans/Investments due from companies or firms in which the directors of the Bank have interest as directors, partners or managing agents or in case of private companies as members	176,929,000	267,955,000

	Amount in Taka	
	31.12.2014	31.12.2013
vii) Maximum total amount of advances/Investments, including temporary advances/Investments made at any time during the year to directors or managers or officers of the banking company or any of them either separately or jointly with any other person.	813,593,898	306,368,999
viii) Maximum total amount of advances/Investments, including temporary advances/Investments granted during the year to the companies or firms in which the directors of the banking company have interest as directors, partners or managing agents or in the case of private companies, as members	313,908,792	308,148,250
ix) Due from banking companies	-	-
x) Total amount of Classified advances/Investments on which interest is not credited to income	2,852,619,914	2,599,270,065
a) Movement of Classified Loans and advances/Investments		
Opening Balance	2,599,270,065	1,538,699,860
Increase/(decrease) during the year	253,349,849	1,060,570,205
	2,852,619,914	2,599,270,065
b) Provision kept against loan classified as bad debts	1,550,636,184	1,592,067,896
c) Interest credited to interest suspense Account (note-12.4)	187,404,778	110,862,977
xi) Cumulative amount of written off loans/Investments		
Opening Balance	752,122,576	752,122,576
Amount written off during the year	1,514,057,820	-
	2,266,180,396	752,122,576
Amount realized against loan/Investments previously written off	-	-
The amount of written off / classified loans/Investments for which law suits have been filed	5,009,959,074	2,032,742,783
7.09 Classification of loans and advances/Investments		
Unclassified:	77,156,224,267	71,450,616,579
Standard including staff loans/Investments	76,842,908,721	71,077,603,942
Special Mention Account (SMA)	313,315,546	373,012,637
Classified:	2,852,619,914	2,599,270,065
Sub standard	97,482,110	77,402,486
Doubtful	50,698,409	65,295,577
Bad/Loss	2,704,439,395	2,456,572,002
	80,008,844,181	74,049,886,644
	-	-

7.10 Particulars of required provision for loan and advances/Investments

Amount in Taka	
31.12.2014	31.12.2013

Status	Base for Provision	Rate %	Provision	Provision
General Provision				
Unclassified (excluding SMA)	76,842,908,721	*Various	864,493,305	744,072,607
January 1, 1900	313,037,845	**Various	3,141,931	3,748,761
			867,635,236	747,821,368

* Provision on unclassified loan/Investments is kept @ 1% on general loans and advances/Investments and 2% on small enterprise financing , 5% on consumer financing and 2.5% on Short-term Agricultural and Micro-Credits .

** Provision @ 0.25% against all unclassified loans of Small and Medium Enterprise(SME), @ 5% on the unclassified amount for Consumer Financing, @ 2% on the unclassified amount for Housing Finance, Loans for Professionals to set up business under Consumer Financing Scheme, Loans to Brokerage House, Merchant Banks, Stock dealers,etc. and @ 1% against all other unclassified loans.

Status	Base for Provision	Rate %	Provision	Provision
Classified-specific provision				
Sub Standard	62,543,421	*Various	12,477,686	3,296,353
Doubtful	11,458,109	**Various	5,708,054	10,452,750
Bad/Loss	1,532,450,433	100	1,532,450,433	1,578,318,781
			1,550,636,173	1,592,067,884
Required provision for loans and advances/Investments			2,418,271,408	2,339,889,252
Total Provision maintained (note-12.2)			2,418,271,420	2,339,889,264
Excess/(Short) provision at 31 December			12	12

* Provision on Sub-Standard loan/Investments is kept @ 5% on Short-term Agricultural and Micro-Credits and @ 20% against all other Sub-Standard loan/Investments.

**Provision on doubtful loan/Investments is kept @ 5% on Short-term Agricultural and Micro-Credits and @ 50% against all other doubtful loan/Investments.

7.11 Particulars of required provision on Off-Balance Sheet Exposures

	Base for Provision	Rate %	Provision	Provision
Acceptance and endorsements	11,132,749,119		111,327,491	97,441,332
Letter of guarantee	5,098,407,622	1%	50,984,076	51,260,993
Letter of credit	9,084,859,153		90,848,592	100,330,473
Bills for Collection	1,935,239,058		19,352,391	16,220,348
Required provision of Off-Balance Sheet Exposures			272,512,550	265,253,146
Total provision maintained (note-12.3)			272,512,550	265,253,146
Excess/(short) provision at 31 December			-	-

7.12 Suits filed by the bank (Branch wise details)

Principal Branch	90,005,000	90,005,000
Topkhana Branch	393,891,159	113,233,655
Khulna Branch	683,317,905	683,317,905
Gulshan Branch	90,062,821	19,900,000

Sylhet Branch
Uttara Branch
Rajshahi Branch
Khatungonj Branch
Jubilee Road Branch
Cox's Bazar Branch
Imamgonj Branch
Saidpur SME/Krishi Branch
Agrabad Branch
Panthapath Branch
CEPZ Branch
Bhairab SME Branch
Benapole Branch
Rangpur Branch
Beanibazar Branch
CDA Branch
Kustia Branch
Dhanmondi Branch
Green Road Branch
Dinajpur Branch
Faridpur Branch
Nilphamari Branch
Takerhat Branch
Pahartali Branch

Amount in Taka	
31.12.2014	31.12.2013
16,636,677	16,636,677
113,530,255	110,007,526
17,932,214	4,885,785
672,852,694	593,869,967
254,767,076	149,467,076
392,806	392,806
142,373,253	142,373,253
946,000	946,000
784,415,758	31,681,953
43,865,000	43,865,000
1,939,570	192,000
1,714,595	1,882,282
30,599,607	27,963,000
1,682,093	1,682,093
3,067,342	440,805
345,637,985	-
32,790,009	-
23,121,404	-
7,377,800	-
16,439,387	-
10,670,568	-
260,000	-
699,096	-
1,228,971,000	-
5,009,959,074	2,032,742,783

7.13 Bills purchased and discounted

Payable in Bangladesh
Payable outside Bangladesh

741,754,358	748,485,893
139,347,219	494,395,789
881,101,576	1,242,881,681

7.14 Maturity grouping of bills purchased and discounted

Payable within one month
Over one month but less than three months
Over three months but less than six months
Six months or more

-	-
352,440,631	497,152,673
528,660,946	745,729,009
-	-
881,101,576	1,242,881,681

7(a) Consolidated Loans and advances/Investments

Standard Bank Limited (note-7)
Standard Bank Limited (Loan to SCML)
Standard Exchange Co.(UK) Ltd.
Standard Express(USA) Ltd.
SBL Capital Mgt. Ltd.
SBL Securities Ltd.

79,127,742,604	72,807,004,963
(1,560,429,327)	(1,820,921,321)
-	-
-	-
1,893,308,756	1,862,859,862
106,854,542	88,924,366
79,567,476,575	72,937,867,870

Consolidated bills purchased and discounted

Standard Bank Limited (note-7)
Standard Exchange Co.(UK) Ltd.
Standard Express(USA) Ltd.
SBL Capital Mgt. Ltd.
SBL Securities Ltd.

881,101,576	1,242,881,681
-	-
-	-
-	-
-	-
881,101,576	1,242,881,681
80,448,578,152	74,180,749,551

	Amount in Taka	
	31.12.2014	31.12.2013
8. Fixed assets including premises, furniture and fixture		
Land	2,325,816,325	-
Land and Building	513,609,247	162,752,460
Furniture & Fixture	416,002,000	331,894,932
Office Appliance	451,549,585	379,550,116
Software	68,165,352	34,059,388
Bank's Vehicle	68,433,825	69,421,511
Total cost	3,843,576,334	977,678,407
Less: Accumulated Depreciation	445,422,354	344,989,165
Net book value at the end of the year (See Annexure-B for details)	3,398,153,980	632,689,242
8(a) Consolidated fixed assets including premises, furniture and fixture		
Standard Bank Limited (note-8)	3,398,153,980	632,689,242
Standard Exchange Co.(UK) Ltd.	4,006,277	4,684,019
Standard Express(USA) Ltd.	17,575,663	13,544,157
SBL Capital Mgt. Ltd.	4,219,024	4,715,278
SBL Securities Ltd.	6,644,518	7,587,243
	3,430,599,462	663,219,939
9. Other assets		
Stock of Stationery	13,990,783	15,803,917
Stamps in hand	2,262,159	1,775,748
Suspenses A/c (note-9.1)	75,522,624	66,412,149
Advance Deposit	1,543,906	1,403,136
Branch adjustments accounts (note-12.8)	55,502,870	25,506,561
Sundry Assets (note-9.2)	5,864,741,556	4,732,937,954
	6,013,563,898	4,843,839,465
9.1 Suspense Accounts		
Sundry Debtors	23,432,793	27,238,239
Advance Against TA/DA	230,891	564,100
Advance Against Proposed Branch	16,935,000	25,465,000
Advance Against Legal Expenses	6,166,578	6,377,819
Encashment-PSP/BSP/WEDB	17,067,615	329,870
Advance on against board meeting	135,000	580,000
Advance Against Annual General Meeting	500,000	-
Advance Against Cash Incentive	59,000	59,000
Mobile Banking	84,527	-
Cash Remittance	10,911,220	5,798,121
	75,522,624	66,412,149
9.2 Sundry Assets		
Advance Rent	208,965,553	190,348,358
Interest Receivable (note - 9.4)	218,487,196	197,869,570
Prepaid expenses	121,434	1,502,436
Advance Tax (note-9.3)	5,419,570,278	4,023,962,766
Repo Adjustment	15,774,481	-
Protested Bill Account	16,844,329	15,386,924
Clearing Adjustment	(2,061,290)	-
BFTN adjustment	(17,361,515)	-
Advance for Land & Building purchase	-	220,000,000
Excise duty adjustment on FDR	4,400,790	3,867,600
Gratuity adjustment	-	80,000,000
Demand Draft without advice	300	300
	5,864,741,556	4,732,937,954

		Amount in Taka	
		31.12.2014	31.12.2013
9.3 Advance Tax			
Advance Corporate Tax		5,175,827,629	3,925,056,158
Advance Income tax on L/C Commission		55,254,012	44,200,527
Advance Income tax on Tr.Bill		77,918,389	-
Advance Income tax on Share dividend		65,315,469	26,011,284
Advance Income tax on Interest Balance with other banks		42,947,799	28,694,797
Advance Income tax on Subordinated bond		2,306,980	-
		5,419,570,278	4,023,962,766
9.4 Interest Receivable			
Interest Receivable on Staff loan		273,940	273,940
Interest Receivable on LTR		283,222	283,222
Interest Receivable on SME		(1,195)	-
Interest Receivable on Bill purchased & discount		4,466,073	6,325,000
Interest Receivable on Treasury Bond		195,664,095	145,375,875
Interest Receivable on SOD		4,530	4,530
Interest Receivable on Cash Credit		-	(3,249)
Interest Receivable on transport loan		5,085	5,085
Interest Receivable on investment		2,522,602	3,337,871
Interest Receivable on packing credit		1,014,000	1,014,000
Interest Receivable on FDR		14,254,844	41,253,296
		218,487,196	197,869,570
9(a) Consolidated other assets			
Standard Bank Limited (note-9)		6,013,563,898	4,843,839,465
Standard Exchange Co.(UK) Ltd.		1,046,458	1,102,960
Standard Express(USA) Ltd.		15,977,937	10,719,367
SBL Capital Mgt. Ltd.		120,174,624	37,986,035
SBL Securities Ltd.		397,588,876	347,850,102
		6,548,351,793	5,241,497,929
10. Borrowings from other banks, financial institutions and agents			
In Bangladesh (note-10.1)		3,360,336,329	3,957,830,382
Outside Bangladesh		-	-
		3,360,336,329	3,957,830,382
10.1 In Bangladesh			
Call Borrowings			
Premier Bank Ltd		-	100,000,000
Rupali Bank Ltd		600,000,000	650,000,000
Trust Bank Ltd		-	250,000,000
BASIC Bank Ltd		500,000,000	900,000,000
BCBL		-	350,000,000
Mercantile Bank Ltd		-	750,000,000
Sonali Bank Ltd		500,000,000	-
IFIC Bank Ltd		300,000,000	-
Pubali Bank Ltd		100,000,000	-
Agrani Bank Ltd		300,000,000	-
Other Borrowings			
Re-Finance from B Bank		115,131,117	108,155,327
EDF from B Bank		828,205,212	594,675,055
Bangladesh Bank Islamic Fund		117,000,000	255,000,000
		3,360,336,329	3,957,830,382
Outside Bangladesh		-	-
		3,360,336,329	3,957,830,382

	Amount in Taka	
	31.12.2014	31.12.2013
10.2 Security against borrowing from other banks, financial institutions and agents		
Secured	-	-
Unsecured	-	-
	-	-
10.3 Maturity grouping of borrowing from other banks, financial institutions and agents		
Repayable on demand	3,360,336,329	3,957,830,382
Up to 1 month	-	-
Over 1 month but within 3 months	-	-
Over 3 months but within 1 year	-	-
Over 1 year but within 5 years	-	-
Over 5 years	-	-
	3,360,336,329	3,957,830,382
11. Deposits and other deposits		
Deposits from banks (note-11.1)	6,000,000,000	2,870,000,000
Deposits from customers (note.11.3)	91,270,604,752	85,052,161,799
	97,270,604,752	87,922,161,799
11.1 Deposits' from banks		
Current deposits and other deposits	-	-
Bills payable	-	-
Savings bank/Mudaraba Savings deposits	-	-
Short-term deposits	-	-
Fixed deposits/Mudaraba Fixed Deposits (note.11.2)	6,000,000,000	2,870,000,000
	6,000,000,000	2,870,000,000
11.2 Deposits' from banks (Fixed Deposits)		
United Commercial Bank Limited	500,000,000	1,500,000,000
BRAC Bank Limited	1,500,000,000	-
BASIC Bank Limited	-	800,000,000
Trust Bank Limited	-	500,000,000
Mutual Trust Bank Limited	500,000,000	-
Dutch Bangla Bank Limited	1,000,000,000	-
Rupali Bank Limited	1,000,000,000	-
Sonali Bank Limited	1,500,000,000	-
Commercial Bank of Ceylon	-	70,000,000
	6,000,000,000	2,870,000,000
11.3 Customer Deposits		
i)Current deposits and other Deposits		
Current / Al-wadeeah current deposits	3,321,017,831	2,660,335,750
Foreign Currency deposits	2,309,007,096	2,196,843,616
Sundry deposits (note - 11.4)	5,169,448,335	3,988,411,365
	10,799,473,262	8,845,590,731
ii)Bills payable		
Pay orders issued	1,129,397,091	801,180,828
Pay slips issued	600	600
Demand draft	25,833,685	41,881,252
	1,155,231,376	843,062,680
iii)Savings bank Deposits/Mudaraba savings deposits	4,805,271,546	3,748,263,695
iv) Term Deposits/Fixed Deposits		
Fixed deposits/Mudaraba Fixed Deposits (Excluding Bank Deposit)	63,264,360,063	59,694,863,217
Short term deposits	3,042,423,837	2,740,007,509
Deposits Under Schemes	8,203,844,668	9,180,373,967
	74,510,628,568	71,615,244,693
Total	91,270,604,752	85,052,161,799

	Amount in Taka	
	31.12.2014	31.12.2013
11.4 Sundry deposits		
Sundry creditors	109,741,339	74,932,394
Foreign currency held against back to back L/C	1,000	1,000
Margin on Letter of Guarantee	398,043,418	396,130,231
Margin on Letter of Credit	443,122,586	406,346,565
Margin on FDBP/IBP/Export bills etc.	270,063,550	136,523,817
Sales proceeds of PSP/BSP etc.	9,750,000	500,000
Risk Fund	4,832,607	5,044,672
Service charge	1,632,978	454,731
Security Money	8,292,022	6,980,750
SBL Employees Provident Fund	8,411,440	62,299
SBL Employees W. Fund	1,952,941	1,055,042
Interest payable on deposits	3,695,162,176	2,753,603,755
VAT, Excise Duty and Income Tax	214,975,611	191,213,688
Others	3,466,666	15,562,422
	5,169,448,335	3,988,411,365
11.5 Maturity analysis of inter-bank deposits		
Repayable on demand	-	-
Up to 1 month	-	800,000,000
Over 1 month but within 3 months	-	2,070,000,000
Over 3 months but within 1 year	6,000,000,000	-
Over 1 year but within 5 years	-	-
Over 5 years but within 10 years	-	-
Over 10 years	-	-
	6,000,000,000	2,870,000,000
11.6 Maturity analysis (Deposits received from other than banks)		
Repayable on demand	2,988,916,048	2,394,302,175
Up to 1 month	1,333,388,734	698,002,572
Over 1 month but within 3 months	3,627,545,419	2,459,504,005
Over 3 months but within 1 year	28,611,739,970	32,594,383,911
Over 1 year but within 5 years	26,530,054,518	36,059,505,930
Over 5 years but within 10 years	28,178,960,064	10,846,463,207
Over 10 years	-	-
	91,270,604,752	85,052,161,799
11.7 Maturity analysis (Bills payable)		
Repayable on demand	1,155,231,376	843,062,680
Up to 1 month	-	-
Over 1 month but within 3 months	-	-
Over 3 months but within 1 year	-	-
Over 1 year but within 5 years	-	-
Over 5 years but within 10 years	-	-
Over 10 years	-	-
	1,155,231,376	843,062,680
11.8 Payable on Demand and Time Deposits		
i. Demand Deposits		
Current / Al-wadeeah current Deposits	3,321,017,831	2,660,335,750
Savings Deposits/Mudaraba Savings deposits (10%)	480,527,155	374,826,370
Foreign Currency Deposits (non interest/profit bearing)	2,309,007,096	2,196,843,616
Sundry deposits	5,169,448,335	3,988,411,365
Bills payable	1,155,231,376	843,062,680
	12,435,231,793	10,063,479,781

	Amount in Taka	
	31.12.2014	31.12.2013
ii. Time Deposits		
Savings deposits/Mudaraba savings deposits (90%)	4,324,744,391	3,373,437,326
Fixed deposits/Mudaraba Term Deposits	69,264,360,063	62,564,863,217
Short term deposits/Mudaraba short term deposits	3,042,423,837	2,740,007,509
Deposits under schemes	8,203,844,668	9,180,373,967
Foreign currency deposits (interest/profit bearing)	-	-
	84,835,372,959	77,858,682,019
	97,270,604,752	87,922,161,799
11.9 Fixed Deposits- Maturity wise Grouping(including Bank Deposit)		
Repayable within 01 month	2,106,333,500	2,106,333,500
Repayable over 1 months but within 03months	2,106,333,500	3,159,500,250
Repayable over 3 months but within 1 year	23,631,873,500	23,631,873,500
Repayable over 1 year but within 5 years	19,216,613,563	30,463,949,967
Repayable over 5 years but within 10 years	22,203,206,000	3,203,206,000
Unclaimed Deposits for 10 years and above	-	-
	69,264,360,063	62,564,863,217
	-	-
11.10 Deposits Under Schemes		
Standard Bank Regular Deposit Programme(SRDP)	2,228,040,131	1,536,776,227
Double Income Plus (DI+)	3,839,649,650	3,892,025,997
Standard Bank Regular Income Programme(SRIP)	854,088,285	2,583,251,304
Savings scheme for Tk.10.00 lac	593,741,805	526,441,011
Savings scheme for Tk.5.20 lac	374,753,798	413,790,765
Marriage SB Insurance Scheme	50,473	50,473
SBL Lakhopati Plus Programme	97,081,024	71,802,199
SBL Millionaire Plus Programme	215,832,845	155,745,931
Hajj Savings Schemes	606,657	290,060
Life secured Deposit Insurance Programme(LSDIP)	-	200,000
	8,203,844,668	9,180,373,967
	-	-
11(a) Consolidated deposits and other deposits		
Current deposits and other deposits		
Standard Bank Limited (note-11.3)	10,799,473,262	8,845,590,731
Standard Exchange Co.(UK) Ltd.	-	-
Standard Express(USA) Ltd.	10,011,490	74,324
SBL Capital Mgt. Ltd.	21,722,095	40,188,895
SBL Securities Ltd.	-	-
	10,831,206,847	8,885,853,950
	-	-
Bills payable		
Standard Bank Limited (note-11.3)	1,155,231,376	843,062,680
Standard Exchange Co.(UK) Ltd.	-	-
Standard Express(USA) Ltd.	-	-
SBL Capital Mgt. Ltd.	-	-
SBL Securities Ltd.	-	-
	1,155,231,376	843,062,680
	-	-
Savings bank/Mudaraba savings deposits		
Standard Bank Limited (note-11.3)	4,805,271,546	3,748,263,695
Standard Exchange Co.(UK) Ltd.	-	-
Standard Express(USA) Ltd.	-	-
SBL Capital Mgt. Ltd.	-	-
SBL Securities Ltd.	-	-
	4,805,271,546	3,748,263,695
	-	-

	Amount in Taka	
	31.12.2014	31.12.2013
Short Term Deposits		
Standard Bank Limited (note-11.3)	3,042,423,837	2,740,007,509
Standard Exchange Co.(UK) Ltd.	-	-
Standard Express(USA) Ltd.	-	-
SBL Capital Mgt. Ltd.	-	-
SBL Securities Ltd.	-	-
	3,042,423,837	2,740,007,509
Term/Fixed deposits		
Standard Bank Limited (note-11.3)	69,264,360,063	62,564,863,217
Standard Exchange Co.(UK) Ltd.	-	-
Standard Express(USA) Ltd.	-	-
SBL Capital Mgt. Ltd.	-	-
SBL Securities Ltd.	-	-
	69,264,360,063	62,564,863,217
Deposits under schemes		
Standard Bank Limited (note-11.3)	8,203,844,668	9,180,373,967
Standard Exchange Co.(UK) Ltd.	-	-
Standard Express(USA) Ltd.	-	-
SBL Capital Mgt. Ltd.	-	-
SBL Securities Ltd.	-	-
	8,203,844,668	9,180,373,967
	97,302,338,337	87,962,425,018
12. OTHER LIABILITIES		
Provision for Taxation (note-12.1)	5,386,480,512	4,568,796,254
Deferred Tax (note-12.1(i))	36,991,727	29,323,720
Accrued Expenses	20,189,410	18,053,267
General Provision for Unclassified Loans (note-12.2)	864,493,305	744,072,607
General Provision for SMA (note-12.2)	3,141,931	3,748,761
Specific provision for Classified loans (note-12.2)	1,550,636,184	1,592,067,896
Provision for classified others Assets (note-12.6)	16,944,329	100,000
Provision for decrease in value of investments (note-12.7)	4,775,231	4,775,231
Provision for Off-Balance Sheet Items (note-12.3)	272,512,550	265,253,147
Interest Suspense Account (note-12.4)	187,404,778	110,862,977
Provision for Nostro A/c	42,575	42,575
Provision for Bonus (note-12.5)	235,000,000	100,000,000
Provision for LFC	21,584,370	16,612,273
Provision for interest waived	37,800,000	-
SBL Foundation	20,000,000	20,000,000
Provision for Green Banking	6,000,000	4,000,000
Provision for unforeseen losses	4,000,000	2,000,000
Profit receivable on Bai Murabaha/Bai Muajjal	2,538,546	4,437,456
Exchange House	9,278,715	13,825,107
Islamic Settlement Account	6,037,193	6,332,673
Foreign Currency translation gains (note-12.9)	7,674,541	8,797,891
Total	8,693,525,896	7,513,101,834
12.1 Provision for Taxation		
Opening Balance	4,568,796,254	3,318,212,257
Addition during the year	817,684,259	1,250,583,997
	5,386,480,512	4,568,796,254
Adjustment during the year	-	-
Closing Balance	5,386,480,512	4,568,796,254

Provision for taxation has been made on accounting profit considering taxable allowances/disallowances as per Income Tax Ordinance 1984.

		Amount in Taka	
		31.12.2014	31.12.2013
12.1(a) Consolidated Provision for Taxation			
Standard Bank Limited (note-12)		5,386,480,512	4,568,796,254
Standard Exchange Co.(UK) Ltd.		-	-
Standard Express(USA) Ltd.		-	-
SBL Capital Mgt. Ltd.		118,158,418	53,813,140
Opening Balance	53,813,140		
Addition during the year	64,345,278		
Adjustment during the year	-		
SBL Securities Ltd.		39,616,194	20,336,546
Opening Balance	20,336,546		
Addition during the year	19,279,648		
Adjustment during the year	-		
		5,544,255,124	4,642,945,940
12.1(i) Deferred Tax :			
i) Written down value of fixed assets			
Carrying amount at balance sheet		3,398,153,980	632,689,242
Tax base		3,311,114,623	563,692,255
Taxable Temporary Difference		87,039,357	68,996,987
ii) Employees benefit			
Carrying amount at balance sheet		-	-
Tax base		-	-
Taxable Temporary Difference		-	-
Total temporary difference		87,039,357	68,996,987
Tax Rate		42.50%	42.50%
Deferred Tax asset/(Liability)		36,991,727	29,323,720
Opening Balance		29,323,720	25,666,658
Addition during the year		7,668,007	3,657,062
		36,991,727	29,323,720
Adjustment during the year		-	-
Closing Balance		36,991,727	29,323,720
12.2 Provision for Loans and advances/Investments			
i) The movement in general provision for unclassified Loans:			
Provision held at the beginning of the year		744,072,607	615,614,008
Additional provision for the year		120,420,697	128,458,599
Provision held at the end of the year		864,493,305	744,072,607
ii) The movement in general provision on Special Mention Account (SMA) loans:			
Provision held at the beginning of the year		3,748,761	795,098
Amount transferred to provision for bad & doubtful debts		-	-
Additional provision for the year		(606,830)	2,953,663
Provision held at the end of the year		3,141,931	3,748,761
iii) The movement in specific provision for bad and doubtful debts:			
Provision held at the beginning of the year		1,592,067,896	850,736,202
Amount adjusted during the year		-	-
Amount written off during the year		(1,502,751,407)	-
Additional amount of provision for the year		-	100,000,000
Amount of provision for the year		1,461,319,695	641,331,694
Provision held at the end of the year		1,550,636,184	1,592,067,896
		2,418,271,420	2,339,889,264
	Total		

		Amount in Taka	
		31.12.2014	31.12.2013
12.3	The movement in General provision for Off Balance Sheet Items:		
	Provision held at the beginning of the year	265,253,147	191,084,131
	Additional provision for the year	7,259,403	74,169,016
	Provision held at the end of the year	272,512,550	265,253,147
12.4	Interest Suspense Account		
	Balance at the beginning of the year	110,862,977	95,380,209
	Amount transferred to " Interest Suspense A/c" during the year +	76,541,801	15,482,768
	Amount recovered in " Interest Suspense A/c" during the year (-)	-	-
	Amount written off during the year (-)	-	-
	Balance at the end of the year	187,404,778	110,862,977
12.5	Provision for Bonus		
	Balance at the beginning of the year	100,000,000	100,000,000
	Add: Additional provision for the year	235,000,000	120,000,000
	Less: Disbursement during the period	100,000,000	100,000,000
	Less: Amount transfer to specific provision	-	20,000,000
		235,000,000	100,000,000
12.6	Provision for classified other assets		
	Balance at the beginning of the year	100,000	100,000
	Add: Addition during the year	16,844,329	-
		16,944,329	100,000
12.6(a)	Consolidated Provision for other assets		
	Standard Bank Limited (note-12.7)	16,944,329	100,000
	Standard Exchange Co.(UK) Ltd.	-	-
	Standard Express(USA) Ltd.	-	-
	SBL Capital Mgt. Ltd.	489,064	120,904
	Add: Addition during the year	-	368,160
		17,433,393	589,064
12.7	Provision for decrease in value of Investments		
	Balance at the beginning of the year	4,775,231	4,775,231
	Less: adjustment during the year	-	-
	Add: Addition during the year	-	-
		4,775,231	4,775,231
12.7(a)	Consolidated Provision for decrease in value of Investments		
	Standard Bank Limited (note-12.7)	4,775,231	4,775,231
	Standard Exchange Co.(UK) Ltd.	-	-
	Standard Express(USA) Ltd.	-	-
	SBL Capital Mgt. Ltd.	332,263,336	332,263,336
	Add: Addition during the year	19,489,085	-
	SBL Securities Ltd.	382	-
	Add: Addition during the year	5,449,637	382
		361,977,671	337,038,949
12.8	Provision for impairment of client margin loan		
	Balance at the beginning of the year	-	-
	Less: adjustment during the year	-	-
	Add: Addition during the year	-	-
		-	-
12.8(a)	Consolidated Provision for impairment of client margin loan		
	Standard Bank Limited (note-12.7)	-	-
	Standard Exchange Co.(UK) Ltd.	-	-
	Standard Express(USA) Ltd.	-	-
	SBL Capital Mgt. Ltd.	25,355,500	25,355,500
	Add: Addition during the year	82,678,166	-
	SBL Securities Ltd.	889,244	-
	Add: Addition during the year	179,301	889,244
		109,102,211	26,244,744

	Amount in Taka	
	31.12.2014	31.12.2013
12(a) Consolidated other liabilities		
Standard Bank Limited (note-12)	8,693,525,896	7,513,101,834
Standard Exchange Co.(UK) Ltd.	2,384,794	6,997,475
Standard Express(USA) Ltd.	26,338,342	8,156,949
SBL Capital Mgt. Ltd.	579,648,487	416,033,565
SBL Securities Ltd.	81,062,155	37,543,202
	9,382,959,674	7,981,833,025
12.9 Branch Adjustment		
Branch adjustments account represents outstanding inter branch and head office transactions originated but yet to be responded at the balance sheet date. The balance of unreconciled items has been adjusted reconciled subsequently .		
12.10 Foreign Currency translation gains/loss against investment		
Standard Exchange Co.(UK) Ltd.	2,268,941	4,202,291
Beginning of the year	4,202,291	4,031,951
Additional for the year	-	170,340
Adjustment for the year	1,933,350	-
Standard Express(USA) Ltd.	5,405,600	4,595,600
Beginning of the year	4,595,600	8,934,600
Additional for the year	810,000	-
Adjustment for the year	-	4,339,000
Total Foreign Currency translation gains	7,674,541	8,797,891
Less: Foreign Currency translation loss		
Beginning of the year	-	-
Additional for the year	-	-
Standard Exchange Co.(UK) Ltd.	-	-
Standard Express(USA) Ltd.	-	-
	7,674,541	8,797,891
13. Share Capital		
13.1 Authorized Capital		
150,00,00,000 ordinary shares of Tk.10/- each	15,000,000,000	15,000,000,000
The Bank increased it's authorized capital from Taka 880.00 crore to Taka 1500.00 crore by passing a special resolution in the Bank's 27th extra Ordinary General Meeting held on 14th November, 2011 at Institute of Diploma Engineers of Bangladesh, 160/A,kakrail VIP Road, Dhaka, Bangladesh. All corporate formalities were duly complied by the Bank as required.		
13.2 Issued, subscribed and fully Paid up Capital :		
66,000,000 ordinary shares of Taka 10/- each issued for cash	660,000,000	660,000,000
355,780,843 ordinary shares of Taka 10/- each issued as bonus shares	4,386,317,780	4,386,317,780
65,577,600 ordinary shares of Taka 10/- each issued as Right shares in 2007	655,776,000	655,776,000
	5,702,093,780	5,702,093,780
13.3 Initial Public offer (IPO)		
Out of the total issued, subscribed and fully paid up capital of the Bank 3,300,000 ordinary shares of Tk.100.00 each amounting to Taka 3,30,000,000 was raised through public offering of shares in 2003.		
13.4 Rights issue		
Bank has increased its paid up capital by issuance of 2:1 rights share at par on 8 November 2007.		

Amount in Taka	
31.12.2014	31.12.2013

13.5 Particulars of fully Paid up Share Capital :

Particulars	Number of shares		Number of shares in (%)	
	01.01.2014	31.12.2014	01.01.13	31.12.13
Sponsors/Promoters	244,996,459	228,131,913	42.97%	40.01%
Investment Corporation of Bangladesh	36,391,402	14,761,493	6.38%	2.59%
Financial Institutions	36,676,255	29,782,745	6.43%	5.22%
General Public	252,145,262	297,533,227	44.22%	52.18%
Total	570,209,378	570,209,378	100.00%	100.00%

13.6 Classification of Shareholders by holding as on 31st December, 2014

Shareholding range	Number of Share holders	No. of shares	No. of shares
01-500	13742	2,891,373	2,829,687
501-5,000	17522	32,996,419	36,782,844
5,001-10,000	2916	21,231,706	22,178,833
10,001-20,000	1532	21,884,732	22,611,748
20,001-30,000	441	10,884,635	11,721,087
30,001-40,000	216	7,512,533	7,975,325
40,001-50,000	155	7,047,996	5,945,534
50,001-100,000	317	22,355,295	21,520,662
100,001-10,00,000	335	95,941,494	94,186,486
10,00,000 to 100,00,000	59	151,036,585	148,285,562
100,00,000 and over	14	196,426,610	196,171,610
	37249	570,209,378	570,209,378

13.7 Capital adequacy Ratio

In terms of section 13(2) of the Bank Companies Act 1991 and Bangladesh Bank BRPD circular No.24 & 35 dated August 03, 2010 and December 29, 2010 respectively, required capital of the Bank based on risk weighted assets at the close of business on 31 December 2014 was Tk. 9897,64,00,000.00. as against available Core Capital of Tk.9,701,455,722.00 and Supplementary Capital of Taka 1,153,280,494.00 making a total of Taka.10,854,736,216/- thereby showing a surplus capital/equity of Taka. 957,096,216/- at that date. Details are given below:

Core Capital (Tier-I)	2014 Taka	2013 Taka
Paid up Capital	5,702,093,780	5,702,093,780
Statutory Reserve (note-14a)	3,279,884,057	2,911,544,725
General Reserve	-	-
Surplus Profit & Loss Account/Retained Earnings	719,477,885	493,688,303
Total Core Capital	9,701,455,722	9,107,326,808
Supplementary Capital (Tier-II)		
General Provision maintained against unclassified loan/investment (note-12.2)	867,635,236	747,821,368
Provision for Off-Balance sheet exposure(note-12.3)	272,512,550	265,253,147
Revaluation gain/loss on Securities 50% of total (note-15.a)	13,132,709	37,150,689
Total Supplementary Capital	1,153,280,494	1,050,225,203
A .Total Capital	10,854,736,216	10,157,552,011
Total Assets of the Bank including off-balance sheet items	146,303,443,069	135,100,036,845

	Amount in Taka	
	31.12.2014	31.12.2013
B.Total Risk Weighted Assets	98,976,400,000	95,232,100,000
C. Required Capital based on risk weighted assets (10%)	9,897,640,000	9,523,210,000
D.Surplus/(Deficiency) (A-C)	957,096,216	634,342,011
Capital Adequacy Ratio	10.97%	10.67%
Percentage of Capital on Risk weighted Assets:		
Capital Requirement		
Minimum Core Capital (Tier-I)	5.00%	9.80%
Supplementary Capital (Tier-II)	Not specified	1.17%
Total	10.00%	10.97%

13.7(a) Consolidated Capital adequacy Ratio

In terms of section 13(2) of the Bank Companies Act 1991 and Bangladesh Bank BRPD circular No.24 & 35 dated August 03, 2010 and December 29, 2010 respectively, required capital of the Bank based on risk weighted assets at the close of business on 31 December 2014 was Tk. 9,962,280,000.00 as against available Core Capital of Tk.9,859,789,071.00 and Supplementary Capital of Taka 1,153,280,494.00 making a total of Taka.11,013,069,565.00 thereby showing a surplus capital/equity of Taka. 1,050,789,565.00 at that date. Details are given below:

	2014 Taka	2013 Taka
Core Capital (Tier-I)		
Paid up Capital	5,702,093,780	5,702,093,780
Statutory Reserve (note-14a)	3,279,884,057	2,911,544,725
General Reserve	-	-
Minority interest in subsidiaries	128,622	118,069
Surplus Profit & Loss Account/Retained Earnings	877,682,612	601,192,564
Total Core Capital	9,859,789,071	9,214,949,138
Supplementary Capital (Tier-II)		
General Provision maintained against unclassified loan/investment (note-12.2)	867,635,236	747,821,368
Provision for Off-Balance sheet exposure(note-12.3)	272,512,550	265,253,147
Revaluation gain/loss on Securities 50% of total (note-15.a)	13,132,709	37,150,689
Total Supplementary Capital	1,153,280,494	1,050,225,203
A .Total Capital	11,013,069,565	10,265,174,341
Total AssetsoftheBankincludingoff-balancesheet items	147,182,943,782	135,716,653,585
B. Total Risk Weighted Assets	99,622,800,000	93,440,900,000
C. Required Capital based on risk weighted assets (10%)	9,962,280,000	9,344,090,000
D.Surplus/(Deficiency) (A-C)	1,050,789,565	921,084,341
Capital Adequacy Ratio	11.05%10.99%	

		Amount in Taka	
		31.12.2014	31.12.2013
Percentage of Capital on Risk weighted Assets:			
Capital Requirement			
Minimum Core Capital (Tier-I)		5.00%	9.90%
Supplementary Capital (Tier-II)		Not specified	1.16%
Total		10.00%	11.05%
		31.12.14	31.12.13
14 Statutory Reserve			
Opening balance at the beginning of the year		2,911,544,725	2,489,734,034
Addition during the year		368,339,331	421,810,691
Closing balance at the end of the year		3,279,884,057	2,911,544,725
14(a) Consolidated Statutory Reserve			
Opening balance at the beginning of the year		2,911,544,725	2,489,734,034
Addition during the year		368,339,331	421,810,691
Closing balance at the end of the year		3,279,884,057	2,911,544,725
15. General Reserve			
Opening balance at the beginning of the year		-	-
Transferred from diminution in value of investments		-	-
Closing balance at the end of the year		-	-
15.1 Revaluation gain/loss on investments			
Gain from revaluation of investment (HFT & HTM)		74,301,377	16,884,104
Adjustment during the year		(74,301,377)	(16,884,104)
Addition during the year		26,265,418	74,301,377
Closing balance at the end of the year		26,265,418	74,301,377
15.1(a) Consolidated revaluation gain/loss on investment			
Standard Bank Limited		26,265,418	74,301,377
Gain on revaluation of investment at Standard Exchange co.UK		-	-
		26,265,418	74,301,377
16. Retained earnings/movement of profit and loss account			
Balance on 1 January		493,688,303	844,197,446
Add: Net Profit after tax for the year		1,016,344,392	854,812,398
Add: Transfer from SCML		119,996,000	44,998,500
Add: Transfer from SBSL		27,997,900	
Less: Transfer to statutory Reserve		(368,339,331)	(421,810,691)
Less: Cash dividend		(570,209,378)	(828,509,350)
Balance at 31 December		719,477,885	493,688,303
16(a) Consolidated retained earnings/movement of profit and loss account			
Balance on 1 January		601,192,564	840,161,243
Add: Net Profit after tax for the year		1,213,395,240	1,010,981,305
Less: Transfer to statutory Reserve		(368,339,331)	(421,810,691)
Add/Less: Foreign Currency translation Gain/ loss		1,654,071	376,461
Less: Minority Interest		(10,553)	(6,404)
Less: Cash dividend		(570,209,378)	(828,509,350)
Balance at 31 December		877,682,612	601,192,564
16.1 Retained Earnings carried forward from previous year			
Balance on 1 January		60,686,595	87,621,819
Add: Net Profit after tax & statutory reserve for the previous year		433,001,707	756,575,626
Add: Transfer from SCML		119,996,000	44,998,500
Add: Transfer from SBSL		27,997,900	
Less: Cash dividend		(570,209,378)	(828,509,350)
Balance at 31 December		71,472,824	60,686,595

	Amount in Taka	
	31.12.2014	31.12.2013
16.1(a) Consolidated Retained Earnings carried forward from previous year		
Balance on 1 January	12,021,950	1,612,656
Add: Net Profit after tax & statutory reserve for the previous year	589,170,614	838,548,586
Add/ Less: Foreign Currency translation Gain /(loss)	1,654,071	376,461
Less: Minority Interest	(10,553)	(6,404)
Less: Cash dividend	(570,209,378)	(828,509,350)
Balance at 31 December	32,626,704	12,021,950
16.1(b) Minority Interest		
SBL Capital Mgt. Ltd.		
Balance on 1 January	55,694	51,536
Add: Addition during the year	5,226	4,158
SBL Securities Ltd.		
Balance on 1 January	62,375	55,129
Add: Addition during the year (Capital)	-	5,000
Add: Addition during the year	5,327	2,246
Balance at 31 December	128,622	118,069
17. CONTINGENT LIABILITIES		
17.1 Acceptances and Endorsements		
Back to Back L/C (Foreign)	234,301,090	236,893,441
Back to Back L/C (Local)	4,448,228,472	5,059,891,098
Letter of Credit (Others)	6,450,219,557	5,247,404,919
	11,132,749,119	10,544,189,458
17.2 Letter of Guarantee		
Letter of Guarantee(Local)	5,096,286,702	5,126,099,330
Letter of Guarantee(Foreign)	2,120,920	-
Others	-	-
	5,098,407,622	5,126,099,330
Money for which the Bank is contingently liable in respect of guarantees given favoring:		
Directors	-	-
Government	-	-
Banks and other financial institutions	-	-
Others	5,098,407,622	5,126,099,330
	5,098,407,622	5,126,099,330
17.3 Irrevocable Letter of Credit		
Letter of Credit (sight)	6,247,164,578	4,969,078,294
Letter of Credit (Usance)	2,837,694,575	4,263,912,775
Letter of Credit (Others)	-	-
	9,084,859,153	9,232,991,069
17.4 Bill for Collection		
Inward local bill for collection	208,154,897	208,154,897
Inward Foreign bill for collection	406,000	406,000
Outward local bill for collection	1,523,331,587	1,087,006,748
Outward Foreign bill for collection	203,346,574	326,467,142
	1,935,239,058	1,622,034,787
17.5 Other Contingent Liabilities	-	-
	-	-
	27,251,254,953	26,525,314,644

		Amount in Taka	
		31.12.2014	31.12.2013
17(a)	Consolidated contingent liabilities		
	Acceptances and endorsements		
	Standard Bank Limited (note-17)	11,132,749,119	10,544,189,458
	Standard Exchange Co.(UK) Ltd.	-	-
	Standard Express(USA) Ltd.	-	-
	SBL Capital Mgt. Ltd.	-	-
	SBL Securities Ltd.	-	-
		11,132,749,119	10,544,189,458
	Letters of guarantee		
	Standard Bank Limited (note-17)	5,098,407,622	5,126,099,330
	Standard Exchange Co.(UK) Ltd.	-	-
	Standard Express(USA) Ltd.	-	-
	SBL Capital Mgt. Ltd.	-	-
	SBL Securities Ltd.	-	-
		5,098,407,622	5,126,099,330
	Irrevocable Letters of Credit		
	Standard Bank Limited (note-17)	9,084,859,153	9,232,991,069
	Standard Exchange Co.(UK) Ltd.	-	-
	Standard Express(USA) Ltd.	-	-
	SBL Capital Mgt. Ltd.	-	-
	SBL Securities Ltd.	-	-
		9,084,859,153	9,232,991,069
	Bills for Collection		
	Standard Bank Limited (note-17)	1,935,239,058	1,622,034,787
	Standard Exchange Co.(UK) Ltd.	-	-
	Standard Express(USA) Ltd.	-	-
	SBL Capital Mgt. Ltd.	-	-
	SBL Securities Ltd.	-	-
		1,935,239,058	1,622,034,787
	Other Contingent liabilities		
	Standard Bank Limited (note-17)	-	-
	Standard Exchange Co.(UK) Ltd.	-	-
	Standard Express(USA) Ltd.	-	-
	SBL Capital Mgt. Ltd.	-	-
	SBL Securities Ltd.	-	-
		-	-
		27,251,254,953	26,525,314,644
18	Income Statement		
	Income:		
	Interest/ profit, discount and similar income (note-18.1)	11,587,690,805	10,954,982,322
	Dividend income (note-20)	54,613,767	25,341,045
	Fees, Commission and brokerage (note-21)	433,425,066	447,731,996
	Gains Less Losses arising from dealing in securities (note-20)	-	-
	Gains Less Losses arising from Investment securities (note-20)	1,562,502,323	1,483,692,841
	Gains Less Losses arising from dealing in Foreign Currencies (Note-21.2)	375,125,768	402,709,873
	Income from non banking assets	-	-
	Other operating income (note-22)	246,455,984	236,784,572
	Profit less losses on interest rate changes	-	-
	Total	14,259,813,712	13,551,242,649
	Expenses:		
	Interest/profit paid on deposit, Borrowings etc.(note-19)	8,583,363,508	8,826,573,728
	Losses on loans and advances/Investments	37,867,455	-
	Administrative Expenses (note-18.2)	1,863,972,300	1,409,952,043
	Other operating expenses (note-33)	221,337,549	274,078,159
	Depreciation on Banking assets (note-32)	106,338,948	84,672,291
	Total	10,812,879,760	10,595,276,222
	Operating Profit before Provision	3,446,933,952	2,955,966,427

		Amount in Taka	
		31.12.2014	31.12.2013
18(a) Consolidated Income Statement			
Income:			
Standard Bank Limited (note-18)		14,259,813,712	13,551,242,649
Standard Exchange Co.(UK) Ltd.		36,076,950	24,501,626
Standard Express(USA) Ltd.		56,151,736	49,097,512
SBL Capital Mgt. Ltd.		316,153,968	187,316,428
SBL Securities Ltd.		105,450,660	58,328,659
Total		14,773,647,026	13,870,486,874
Expenses:			
Standard Bank Limited (note-18)		10,812,879,760	10,595,276,222
Standard Exchange Co.(UK) Ltd.		30,588,550	24,480,194
Standard Express(USA) Ltd.		67,156,786	48,972,301
SBL Capital Mgt. Ltd.		13,101,891	15,507,174
SBL Securities Ltd.		14,514,124	7,098,346
Total		10,938,241,111	10,691,334,237
Consolidated Operating Profit before Provision		3,835,405,915	3,179,152,637
18.1 Interest/profit , Discount and similar income			
Interest/profit received from Loans and advances/Investments (note-18.3)		11,423,613,463	10,584,197,211
Interest/profit received from FC clearing Account		469,688	717,824
Interest/profit received from Bank and other financial institutions		163,607,654	370,067,287
		11,587,690,805	10,954,982,322
18.2 Administrative Expenses			
Salary and allowances (note-23)		1,440,663,508	995,638,859
Rent, Taxes, Insurance, Electricity etc.(note-24)		290,455,155	255,982,395
Legal expenses (note-25)		5,302,006	1,718,628
Postage, stamp, telecommunication etc.(note-26)		24,483,855	29,557,193
Stationery, Printings, advertisement etc.(note-27)		46,053,604	78,914,051
Managing Director's salary and fees (note-28)		8,220,000	8,220,000
Directors' Fees (note-29)		7,551,688	7,168,175
Auditor's fees (note -30)		480,200	425,000
Repair of Bank's assets (note-32)		40,762,284	32,327,742
		1,863,972,300	1,409,952,043
Expenses included VAT on which applicable			
18.3 Interest/profit received from Loans and advances/Investments			
Loan (General)/Musharaka		3,651,926,900	2,910,084,662
Transport Loan		108,534,916	115,402,783
Loans against trust receipts		1,508,207,725	1,557,141,334
Packing credit		37,972,428	51,018,262
House Building Loan		249,781,692	259,350,472
Lease finance/Izara		133,292,491	138,791,392
Syndicate Finance		247,842,963	215,059,608
Payment against documents		140,841,162	458,358,237
Cash Credit/Bai-Muajjal		1,900,608,599	1,672,853,814
Secured Overdraft		2,103,447,332	1,969,196,704
Consumer credit scheme/Hire purchase		43,381,306	32,926,439
Others loans and advances/Investments		1,297,775,950	1,204,013,504
Total interest on loans and advances/Investments		11,423,613,463	10,584,197,211
Interest / profit received from FC clearing account		469,688	717,824
Interest/profit received from Bank and other Financial Institution		112,652,341	255,258,898
Interest on Call Loans		50,955,312	114,808,389
		164,077,342	370,785,111
Total		11,587,690,805	10,954,982,322

		Amount in Taka	
		31.12.2014	31.12.2013
18.3(a) Consolidated interest income/profit on investment			
Standard Bank Limited (note-18.3)		11,587,690,805	10,954,982,322
Standard Bank Limited (Intt. Received from SCML)		(214,505,106)	(226,876,549)
Standard Exchange Co.(UK) Ltd.		-	-
Standard Express(USA) Ltd.		-	251,115
SBL Capital Mgt. Ltd.		303,069,896	288,214,150
SBL Securities Ltd.		45,101,992	50,378,421
		11,721,357,587	11,066,949,459
19. Interest/profit paid on deposits, borrowings, etc.			
Interest/Profit paid on deposits		8,289,101,600	8,716,563,300
Interest paid on borrowings		273,768,307	98,507,083
Interest paid on treasury bond (coupon)		20,493,601	11,503,345
		8,583,363,508	8,826,573,728
19(a) Consolidated interest / profit paid on Deposits, borrowings, etc.			
Standard Bank Limited (note-19)		8,583,363,508	8,826,573,728
Standard Exchange Co.(UK) Ltd.		-	-
Standard Express(USA) Ltd.		-	-
SBL Capital Mgt. Ltd.		-	-
SBL Securities Ltd.		-	319,234
		8,583,363,508	8,826,892,962
20. Income from Investment			
Dividend on shares		54,613,767	25,341,045
Gain on shares		-	-
Interest/profit received from Subordinated Bond		22,565,912	24,155,315
Interest on treasury bills		1,539,936,411	1,459,537,526
		1,617,116,090	1,509,033,886
20(a) Consolidated Income from Investment			
Standard Bank Limited		1,617,116,090	1,509,033,886
Standard Exchange Co.(UK) Ltd.		-	-
Standard Express(USA) Ltd.		452,529	-
SBL Capital Mgt. Ltd.		192,460,913	81,889,287
SBL Securities Ltd.		41,608,918	-
		1,851,638,450	1,590,923,173
21. Commission/Fees, Exchange and Brokerage			
Commission /Fees (note-21.1)		433,425,066	447,731,996
Exchange earnings (note-21.2)		375,125,768	402,709,873
Brokerage		-	-
		808,550,834	850,441,869
21.1 Commission			
Commission on Local L/Cs		131,777,828	138,629,764
Commission on Import L/Cs		113,641,767	103,139,928
Commission on Export L/Cs		21,377,025	16,427,183
Commission on Back to Back L/Cs		91,734,041	102,748,161
Commission on Bank Guarantee		62,259,340	76,742,719
Commission on OBC,IBC, etc.		319,310	303,935
Commission on PO,DD,TT,TC etc.		7,170,989	6,923,812
Commission on chanchyapatra		1,844,009	232,886
Commission on Remittance		1,787,742	1,683,800
Underwriting commission		1,513,015	899,808
		433,425,066	447,731,996
Brokerage		-	-
		433,425,066	447,731,996

	Amount in Taka	
	31.12.2014	31.12.2013
21.2 Exchange		
Gains arising from Dealing Securities	-	-
Less: Losses	-	-
Gains arising from Investment Securities	-	-
Less: Losses	-	-
Gains arising from Foreign Trade Business	495,402,627	530,525,971
Less: Losses	120,276,858	127,816,098
	375,125,768	402,709,873
21(a) Consolidated Commission, Exchange and Brokerage		
Standard Bank Limited (note-21)	808,550,834	850,441,869
Standard Exchange Co.(UK) Ltd.	33,875,896	24,501,626
Standard Express(USA) Ltd.	55,677,815	48,677,933
SBL Capital Mgt. Ltd.	33,684,467	41,944,240
SBL Securities Ltd.	18,610,090	7,853,238
	950,399,102	973,418,906
22. Other operating income		
SWIFT & Telex charge recoveries	47,007,225	45,664,590
Postage charge recoveries	16,427,560	19,277,853
Service charges	59,051,722	48,550,952
FCC recoveries	1,283,539	-
Rebate on nostro a/c	31,120,129	34,445,147
Handling charges on EDF	14,251,371	17,745,713
Locker charges	601,090	524,473
LC advising charges	240,984	488,019
Loan processing/documentation fees	8,632,877	7,985,702
Capital Gain on Sale of Assets	4,223,670	161,983
Service charges agst CIB/Clearing return	233,904	1,218,347
Debit / VISA Card Fees	15,043,715	10,937,969
On line Charges	2,090,294	2,032,887
Stationery Charge Recovery	1,479,701	1,285,173
Capital Gain on govt. securities	8,370,635	2,116,719
Stamp Charges	-	14,600
Miscellaneous earnings	36,397,568	44,334,446
	246,455,984	236,784,572
22(a) Consolidated other operating income		
Standard Bank Limited (note-22)	246,455,984	236,784,572
Standard Exchange Co.(UK) Ltd.	2,201,054	-
Standard Express(USA) Ltd.	21,392	168,464
SBL Capital Mgt. Ltd.	1,443,798	2,145,300
SBL Securities Ltd.	129,660	97,000
	250,251,888	239,195,336
23. Salaries and allowances		
Basic salary	533,667,606	361,071,198
Allowances (note-23.1)	476,079,543	391,883,835
Bonus & ex-gratia	342,783,021	180,322,840
Bank's contribution to provident fund	48,423,231	31,460,323
Casual wages	39,710,107	30,900,663
	1,440,663,508	995,638,859

		Amount in Taka	
		31.12.2014	31.12.2013
23.1 Allowances			
	House rent allowances	247,485,919	161,944,229
	Conveyance allowances	52,809,686	17,049,146
	Entertainment allowances	4,156	74,252
	House maintenance & utility	9,722,287	53,689,107
	Medical allowances	77,854,305	78,272,725
	Risk allowances	1,576,175	1,162,176
	Technical allowances	-	9,000
	Washing allowances	1,571,021	1,233,920
	Charge allowances	1,815,184	1,719,039
	Leave Fare Compensation	21,471,955	17,086,338
	Gratuity	54,587,875	53,680,088
	Leave Encashment	6,792,446	5,244,795
	Extra allowances	388,534	719,020
		476,079,543	391,883,835
23(a) Consolidated salaries and allowances			
	Standard Bank Limited (note-23)	1,440,663,508	995,638,859
	Standard Exchange Co.(UK) Ltd.	7,655,720	7,711,644
	Standard Express(USA) Ltd.	28,730,371	22,616,822
	SBL Capital Mgt. Ltd.	7,568,157	9,080,511
	SBL Securities Ltd.	7,487,790	2,537,402
		1,492,105,546	1,037,585,238
24. Rent, Taxes, Insurance, electricity, etc.			
	Rent- Office	171,423,913	144,545,786
	Rent- Godown	18,030	436,000
	Rates and taxes	18,314,935	17,629,883
	Insurance	56,248,068	57,381,638
	Utilities	44,450,208	35,989,088
		290,455,155	255,982,395
24(a) Consolidated Rent, Taxes, Insurance, electricity, etc.			
	Standard Bank Limited (note-24)	290,455,155	255,982,395
	Standard Exchange Co.(UK) Ltd.	6,326,356	6,572,629
	Standard Express(USA) Ltd.	19,301,890	12,221,584
	SBL Capital Mgt. Ltd.	1,734,753	2,719,453
	SBL Securities Ltd.	1,618,149	1,283,876
		319,436,303	278,779,937
25. Legal expenses			
	Legal fees & charges	5,302,006	1,718,628
	Stamp & notary public expenses	-	-
		5,302,006	1,718,628
25(a) Consolidated Legal expenses.			
	Standard Bank Limited (note-25)	5,302,006	1,718,628
	Standard Exchange Co.(UK) Ltd.	227,761	113,965
	Standard Express(USA) Ltd.	1,054,487	1,412,858
	SBL Capital Mgt. Ltd.	-	-
	SBL Securities Ltd.	-	-
		6,584,254	3,245,451

		Amount in Taka	
		31.12.2014	31.12.2013
26. Postage, Stamps, Telecommunication etc.			
Postage		10,474,035	11,736,201
Telegram, telex, fax and e-mail		111,303	92,978
Telephone, Mobile (office & residence)		7,287,974	6,733,563
SWIFT /Reuters charges		6,610,543	10,994,451
		24,483,855	29,557,193
26(a) Consolidated Postage, Stamps, Telecommunication etc.			
Standard Bank Limited (note-26)		24,483,855	29,557,193
Standard Exchange Co.(UK) Ltd.		113,402	148,507
Standard Express(USA) Ltd.		2,433,709	793,051
SBL Capital Mgt. Ltd.		24,902	63,722
SBL Securities Ltd.		277,066	115,776
		27,332,934	30,678,249
27. Stationery, Printing, Advertisement etc.			
Printing stationery		5,539,662	6,826,663
Security stationery		3,315,164	3,362,171
Petty stationery		6,500,289	8,251,641
Computer stationery		8,024,400	7,607,379
Publicity and advertisement		22,674,088	52,866,197
		46,053,604	78,914,051
27(a) Consolidated Stationery, Printing, Advertisement etc.			
Standard Bank Limited (note-27)		46,053,604	78,914,051
Standard Exchange Co.(UK) Ltd.		727,424	264,615
Standard Express(USA) Ltd.		1,733,690	3,649,991
SBL Capital Mgt. Ltd.		154,265	242,427
SBL Securities Ltd.		133,819	514,108
		48,802,802	83,585,192
28. Managing Director's salary and fees			
Basic salary		2,400,000	2,400,000
House rent allowance		1,800,000	1,800,000
Medical Allowances		360,000	360,000
House maintenance & utility		1,260,000	1,260,000
Bonus		1,200,000	1,200,000
Leave Fare Compensation		1,200,000	1,200,000
		8,220,000	8,220,000
29. Directors fees & meeting expenses			
Directors fees		1,290,000	1,410,000
Travelling and haltage		4,413,311	4,396,698
Refreshment and dinner		1,848,377	1,361,477
(Each Director is paid Tk.5,000/- per meeting per attendance)		7,551,688	7,168,175
29(a) Consolidated Directors fees & meeting expenses			
Standard Bank Limited (note-29)		7,551,688	7,168,175
Standard Exchange Co.(UK) Ltd.		-	-
Standard Express(USA) Ltd.		155,400	77,100
SBL Capital Mgt. Ltd.		391,673	497,150
SBL Securities Ltd.		436,126	647,555
		8,534,887	8,389,980
30. Audit fees		480,200	425,000
		480,200	425,000

		Amount in Taka	
		31.12.2014	31.12.2013
30 (a) Consolidated Auditors fees			
	Standard Bank Limited	480,200	425,000
	Standard Exchange Co.(UK) Ltd.	418,679	378,201
	Standard Express(USA) Ltd.	-	-
	SBL Capital Mgt. Ltd.	166,750	78,000
	SBL Securities Ltd.	65,550	57,500
		1,131,179	938,701
31. Charges on loan losses			
	Loan-written off	67,455	-
	Interest waived	37,800,000	-
		37,867,455	-
32. Depreciation and repair of Banks assets			
	Depreciation on Fixed Assets		
	Land and Building	7,225,672	3,218,868
	Furniture & fixture	30,086,441	25,005,669
	Office appliance & equipment	32,476,867	45,139,632
	Computer	16,249,069	-
	Software	7,922,553	6,708,133
	Motor vehicle	12,378,347	4,599,989
		106,338,948	84,672,291
	Repair, Renovation & Maintenance of Bank's Assets		
	Office furniture	437,860	556,655
	Office appliance & equipment	5,548,452	4,325,022
	Computer & Software	24,443,946	15,631,109
	Motor vehicle	10,332,026	11,814,956
		40,762,284	32,327,742
	Total	147,101,233	117,000,033
32(a) Consolidated depreciation and repair of Banks assets			
	Standard Bank Limited (note-32)	147,101,233	117,000,033
	Standard Exchange Co.(UK) Ltd.	1,668,495	1,925,421
	Standard Express(USA) Ltd.	4,509,808	693,052
	SBL Capital Mgt. Ltd.	496,254	354,006
	SBL Securities Ltd.	1,589,574	558,770
		155,365,364	120,531,282

33. OTHER EXPENSES

Entertainment (office)
Donation & subscription
Travelling
Anniversary
Branch /Subsidiary company opening expenses
Training and seminar expenses
Newspaper and periodicals
Petrol, oil and lubricants
Car expenses
Photocopy expenses
Staff uniform and liveries
Cleaning and washing
Premises up keeping
Local conveyance
Business development
Freight and cartage
Cook and servant
Annual General Meeting
Bank charges and commission paid
On Line (ABB) expenses
Managers Conference exp
Performance award
SBL welfare fund
Generator expenses
Connectivity fees
CDBL Charges
Visa Card Process charges
Dhaka Stock Exchange
Chittagong Stock Exchange
Corporate Social Responsibility (CSR)
MTM Revaluation loss
HTM Bill/Bond Revaluation loss
Capital loss on Govt. securities
Calender ,dairy & greeting cards etc
Green Banking
SBL Foundation
NPSB settlement expenses
Discomfort Allowances
Miscellaneous

Amount in Taka	
31.12.2014	31.12.2013
11,442,763	18,109,788
3,073,775	11,125,547
9,350,017	9,296,966
2,800,117	-
5,306,277	5,719,160
3,539,407	2,648,198
793,663	529,787
23,591,164	21,188,736
24,076,222	24,001,901
2,128,105	1,859,173
1,280,690	1,248,685
899,539	701,489
4,103,867	2,474,766
4,488,527	4,637,465
1,454,870	2,510,510
98,340	159,362
363,060	675,000
6,798,620	10,244,331
3,195,741	3,416,580
277,546	287,040
2,340,022	1,360,347
607,500	642,500
9,392,196	7,233,542
7,054,793	7,951,322
16,733,032	15,531,117
106,000	417,884
1,721,942	381,817
100,000	1,442,764
100,000	1,442,764
3,950,230	78,892,458
27,343,763	5,204,430
3,980,835	-
294,400	-
13,584,298	10,048,300
2,000,000	1,500,000
20,000,000	20,000,000
59,020	-
1,447,800	-
1,459,409	1,194,431
221,337,549	274,078,159

Expenses included VAT on which applicable

		Amount in Taka	
		31.12.2014	31.12.2013
33(a) Consolidated other expenses			
Standard Bank Limited (note-33)		221,337,549	274,078,159
Standard Exchange Co.(UK) Ltd.		13,450,713	7,365,212
Standard Express(USA) Ltd.		9,237,431	7,507,843
SBL Capital Mgt. Ltd.		2,565,137	2,471,905
SBL Securities Ltd.		2,906,050	1,064,125
		249,496,880	292,487,244
33.1 Nostro account maintenance			
Nostro account maintenance		-	-
Bank charge		-	-
		-	-
34 Provision for loans/Investments,off balance sheet exposure &			
Provision for bad and doubtful loans and advances/investments		1,461,319,695	641,331,694
Provision for SMA loans and advances/investments		(606,830)	2,953,663
Provision for unclassified loans & advances/Investments		120,420,697	128,458,599
Provision for off balance sheet exposure		7,259,403	74,169,016
Provision for other assets		16,844,329	-
Provision for diminution in value of investments(34.1)		-	-
		1,605,237,295	846,912,972
34.1 Provision for diminution in value of investments			
Dealing Securities			
Quoted		-	-
Unquoted		-	-
Investment Securities			
Quoted		-	-
Unquoted		-	-
		-	-
		1,605,237,295	846,912,972
34.1(a) Consolidated Provision for diminution in value of investments			
Dealing Securities			
Standard Bank Limited (note-34.1)		-	-
Standard Exchange Co.(UK) Ltd.		-	-
Standard Express(USA) Ltd.		-	-
SBL Capital Mgt. Ltd.		-	-
SBL Securities Ltd.		-	-
		-	-
Investment Securities		24,938,722	382
Standard Bank Limited (note-34.1)		-	-
Standard Exchange Co.(UK) Ltd.		-	-
Standard Express(USA) Ltd.		-	-
SBL Capital Mgt. Ltd.		19,489,085	-
SBL Securities Ltd.		5,449,637	382
		24,938,722	382
34(a) Consolidated Provision for loans/Investments,off balance sheet			
* Provision for bad and doubtful loans and advances/investments-SBL		1,461,319,695	641,331,694
Provision for SMA loans and advances/investments-SBL		(606,830)	2,953,663
Provision for unclassified loans & advances/Investments -SBL		120,420,697	128,458,599
Provision for off balance sheet exposure-SBL		7,259,403	74,169,016
Provision for diminution in value of investments (SCML & SBSL)		24,938,722	-
Provision for impairment of client margin loan (SCML & SBSL)		82,857,467	-
Provision for others (SBL)		16,844,329	-
		1,713,033,484	846,912,972

Amount in Taka	
31.12.2014	31.12.2013

*Bangladesh bank vide letter no. BRPD(P-1)/661/13/2015-2150 dated 25.03.2015 has Instructed to keep further provision of Tk. 15.29 crore within June, 2015.

35 Tax expenses

Current tax	817,684,259	1,250,583,997
Deferred tax	7,668,007	3,657,061
	<u>825,352,265</u>	<u>1,254,241,058</u>

The Income Tax assessment of Standard Bank Ltd have been finally settled upto the assessment years 2010-11 (Income year upto 2009). The assessments for the Assessments year 2011-2012(Income year -2010) is pending before Taxes Appellate Tribunal. The Income tax return for the years 2012-2013 are processed under section 82BB(3)/83(2)& 2013-2014 to 2014-15 are submitted under section 82BB and pending for assessment before The Tax Authority. Income Tax has been provided @ 42.5% on the net profit earned by the Bank for the year 2014. The detailed break-up of Income tax Assessments are as follows:

Accounting Year	Assessment Year	Tax Provision as per Accounts	Assessed TAX Liability	Excess/ (Short Fall) of Provision	Amount paid	Required Provision (short)/excess	Assessment Status
1999 - 2008	2000-2001 to 2009-2010	1,687,632,916	2,062,131,870	(374,498,954)	374,498,954	-	Finally settled
2009	2010-2011	540,000,000	674,667,817	(134,667,817)	119,500,000	(15,167,817)	Finally settled
2010	2011-2012	1,007,368,197	959,095,079	48,273,118		48,273,118	Pending before appeal
2011	2012-2013	1,051,227,415	953,185,658	98,041,757		98,041,757	Assessment under process
2012	2013-2014	1,221,737,011	1,210,908,353	10,828,658		10,828,658	Assessment is pending
2013	2014-2015	1,254,241,058	1,275,902,083	(21,661,025)	-		Assessment is pending
2014	2015-2016	825,352,265		-	-		Return will be submitted
Total		7,587,558,862	7,135,890,860	(373,684,263)	493,998,954	141,975,716	

35(a) Consolidated tax expenses

Current tax

Standard Bank Limited (note-35)
 Standard Exchange Co.(UK) Ltd.
 Standard Express(USA) Ltd.
 SBL Capital Mgt. Ltd.
 SBL Securities Ltd.

Standard Bank Limited (note-35)	817,684,259	1,250,583,997
Standard Exchange Co.(UK) Ltd.	-	-
Standard Express(USA) Ltd.	-	-
SBL Capital Mgt. Ltd.	64,345,278	46,548,150
SBL Securities Ltd.	19,279,648	19,211,367
	<u>901,309,185</u>	<u>1,316,343,514</u>

	Amount in Taka	
	31.12.2014	31.12.2013
Deferred tax		
Standard Bank Limited (note-35)	7,668,007	3,657,061
Standard Exchange Co.(UK) Ltd.	-	-
Standard Express(USA) Ltd.	-	-
SBL Capital Mgt. Ltd.	-	-
SBL Securities Ltd.	-	-
	7,668,007	3,657,061
Total	908,977,191	1,320,000,575

36 Earning per share (EPS)

Net profit after tax	1,016,344,392	854,812,397
Number of Ordinary Share	570,209,378	570,209,378
Earning Per Share *	1.78	1.50

* Earning per share calculated dividing basic earning during the year by number of share outstanding as on reporting date complying with the provision of BAS-33.

36(a) Consolidated earning per share (EPS)

Net profit after tax	1,213,395,240	1,010,981,304
Number of Ordinary Share	570,209,378	570,209,378
Earning Per Share *	2.13	1.77

* Earning per share calculated dividing basic earning during the year by number of share outstanding as on reporting date complying with the provision of BAS-33.

37 Received from other operating activities

SWIFT & Telex charge recoveries	47,007,225	45,664,590
Postage charge recoveries	16,427,560	20,563,025
Service charges	59,051,722	48,550,952
FCC recoveries	1,283,539	-
Rebate on nostro a/c	31,120,129	34,445,147
Handling charges on EDF	14,251,371	17,745,713
Locker charges	601,090	524,473
LC advising charges	240,984	-
Loan processing/documentation fees	8,632,877	7,985,702
Capital Gain on Sale of Assets	4,223,670	-
Service charges agst CIB/Clearing return	233,904	1,218,347
Debit / VISA Card Fees	15,043,715	10,937,969
On line Charges	2,090,294	2,032,887
Stationery Charge Recovery	1,479,701	-
Capital Gain on govt. securities	8,370,635	2,116,719
Stamp Charges	-	14,600
Miscellaneous earnings	36,397,568	44,334,446
	246,455,984	236,134,570

		Amount in Taka	
		31.12.2014	31.12.2013
37(a) Consolidated Received from other operating activities			
Standard Bank Limited (note-35)	246,455,984	236,134,570	
Standard Exchange Co.(UK) Ltd.	2,201,054	-	
Standard Express(USA) Ltd.	21,392	168,464	
SBL Capital Mgt. Ltd.	1,443,798	2,145,300	
SBL Securities Ltd.	129,660	97,000	
	250,251,888	238,545,334	
38 Payments for other operating activities			
Rent, Taxes, Insurance, Electricity etc.	290,455,155	262,215,937	
Legal Expenses	5,302,006	1,718,628	
Postage, Stamp, Telecommunication etc.	24,483,855	29,557,193	
Directors' Fee & Other benefits	7,551,688	7,168,175	
Audit Fees	480,200	425,000	
Charges on loan losses	37,867,455		
Repair of Bank's assets	40,762,284	32,327,742	
Other Expenses	190,012,951	264,317,665	
	596,915,594	597,730,341	
38(a) Consolidated Payments for other operating activities			
Standard Bank Limited (note-36)	596,915,594	597,730,341	
Standard Exchange Co.(UK) Ltd.	13,463,592	14,843,129	
Standard Express(USA) Ltd.	14,406,799	24,522,535	
SBL Capital Mgt. Ltd.	4,541,226	6,072,657	
SBL Securities Ltd.	4,871,878	3,682,940	
	634,199,089	646,851,602	
39 Changes in other assets			
Stock of stationery	1,813,134	(125,561)	
Stamps in hand	(486,411)	(680,329)	
Suspenses A/c	(9,110,475)	63,941,431	
Advance deposit	(140,770)	(180,135)	
Branch adjustments accounts	(29,996,309)	46,869,069	
Advance rent	(18,617,195)	(22,002,418)	
Prepaid expenses	1,381,002	120,157,416	
Protested Bill Account	(1,457,405)	(15,386,924)	
Excise Duty adjustment on FDR	(533,190)	(468,980)	
Gratuity adjustment	80,000,000		
Repo adjustment	(15,774,481)	-	
DSE Membership Fee	-	321,920,000	
Interest Receivable	(20,617,626)	-	
Advance for Land & Building purchase	220,000,000	(151,479,882)	
Clearing Adjustment	19,422,805	(7,786,950)	
	225,883,079	354,776,737	
39(a) Consolidated Changes in other assets	225,883,079	354,776,737	
Standard Bank Limited (note37)	225,883,079	354,776,737	
Standard Exchange Co.(UK) Ltd.	(56,502)	(15,112)	
Standard Express(USA) Ltd.	(5,258,570)	(5,036,493)	
SBL Capital Mgt. Ltd.	(10,210,353)	6,208,648	
SBL Securities Ltd.	(71,601,283)	(87,386,244)	
	138,756,371	268,547,536	

40 Changes in other liabilities

	Amount in Taka	
	31.12.2014	31.12.2013
Accrued Expenses	2,136,143	
Standard Exchange UK	(4,546,392)	12,434,462
Interest suspenses account	76,541,801	15,482,768
Provision for bonus	135,000,000	20,000,000
Islamic Settlement Account	(295,480)	6,332,673
Profit receivable	(1,898,910)	1,804,419
Provision for LFC	4,972,097	3,488,981
SBL Foundation	-	(4,409,717)
Provision for Green Banking	2,000,000	1,500,000
Provision for unforeseen losses	2,000,000	(6,000,000)
Interest waived	37,800,000	
Foreign Currency translation gains	(1,123,350)	-
Total	252,585,909	50,633,586

40(a) Consolidated Changes in other liabilities

Standard Bank Limited (note-38)	252,585,909	50,633,586
Standard Exchange Co.(UK) Ltd.	4,612,681	(13,713,405)
Standard Express(USA) Ltd.	(18,181,393)	(21,389,981)
SBL Capital Mgt. Ltd.	2,934,366	(52,890,126)
SBL Securities Ltd.	43,371,854	21,415,608
	285,323,417	(15,944,318)

41 Expenditure Incurred for employees

Number of employees at 31st December 2014 was 1554 (2013: 1368) who were in receipt of remuneration for that year which in the aggregate was not less than TK 60,000 and those employed for a part of that year who were in receipt of remuneration of not less than Tk.7,500.

42 Disclosure on Audit committee

The Audit Committee comprised of

SL. No.	Name	Status with Bank	Status with Committee	Educational Qualification
1	Mr. S.S. Nizamuddin Ahmed	Independent Director	Chairman	M.Com
2	Mr Ashok Kumar Saha	Director	Member	MBA
3	Mr. Md. Zahedul Hoque	Director	Member	MBA
4	Mr. Md. Fayekuzzaman	Director	Member	B.Com(Hons) M.Com
5	Mr. AFM Nizamul Islam Chowdhury	Group Company Secretary upto 11.12.14	Member Secretary	B.A, L.L.B
6	Md. Ali Reza	CFO and acting Company Secretary	Acting Member Secretary	MBA, FCMA

During 2014, the Audit Committee discharged the following responsibilities:

Reviewed the Company's draft financial statements for the year ended on December 31, 2014 and recommended the same for placing before the Board for approval.

Recommendation for publishing the report of the committee in the Annual Report

Recommendation for appointment of external auditors and the audit fee

Reviewed the quarterly financial statements and recommended the same for placing before the Board of Directors meeting for approval.

Reviewed the overall financial health of the Bank.

Reviewed internal audit plan for the year 2014 and Internal Control & Compliance guidelines / policy of the Bank.

Reviewed annual assessment of the performance of internal audit and inspection activities.

Recommended audit findings placed before the Board of Directors.

Reviewed the Comprehensive Inspection Report of Bangladesh Bank along with the reply of SBL there on and recommended the same for placing before the Board of Directors meeting for approval for onward submission to Bangladesh Bank.

The Audit Committee of the Board of Directors met 7(Seven) times during the year 2014. On invitation, Managing Director, Deputy Managing Director and Chief Financial Officer (CFO) attended the meetings to meet queries of the Committee and take directives for improvement. The decision and directives of the Audit Committee were being complied to upgrade operational efficiency of the organization.

43 Related Party Disclosures
i) Particulars of Directors of the Bank as on 31st December 2014

Sl.No.	Name	Status with the Bank	Present Address	% of Shares as on 31.12.14
1	Mr. Kazi Akramuddin Ahmed	Chairman	House No.73, Road No.6, O.R. Nizam Road R/A, Chittagong	2.35%
2	Mr. Kamal Mostafa Chowdhury	Vice Chairman	"Bedura House" 72, Bangshal Road, Firingi Bazar, Chittagong	2.41%
3	Mr. Ashok Kumar Shaha	Director	29/B Ghatforhadbeg, Chittagong	2.01%
4	Mr. Ferozur Rahman	Director	My Heart,8/10 Sukrabad, Dhaka-1209	2.07%
5	Mr. Mohammad Monzurul Alam	Director	218,DT Road , Dewanhat, Chittagong-4000	2.00%
6	Mr. Serajul Anwar Mohammad Hossain	Director	Victor Electronics, 400 Bipani Bitan (3rd Floor), Chittagong-4000	2.72%
7	Mr.Mohammed Abdul Aziz	Director	168, Fakirapool, Motijheel, Dhaka-1000	2.83%
8	Al-Haj Mohd. Shamsul Alam	Director	Radiovision, 398, Biponi Bitan Chittagong-4000	2.61%
9	Mr. Gulzar Ahmed	Director	New Apan Jewelers 31/B Baitul Mokarram (1st Fl) Dhaka-1000	2.00%
10	Mr. Mohammad Zahedul Hoque	Director	284, Khatungonj Chittagong	2.28%
11	Al-Haj Moammed Yousuf Chowdhury	Director	8/B, O.R. NIZAM ROAD, PANCLISH R/A PANCLISH, CHITTAGONG-4000	2.00%
12	Investment Corporation of Bangladesh, represented by its Managing Director Mr. Md. Fayekuzzaman	Managing Director, Investment Corporation of Bangladesh	Head Office 8 Rajuk Avenue (14th Floor) Dhaka	2.59%
13	Mr. Sahazada Syed Nizamuddin Ahmed	Independent Director	House # 1, Road # 2/A, (Banani Chairman Bari), Banani, Dhaka.	0.03%
14	Md. Najmul Huq Choudhury	Independent Director	House # 232, Road # 09 Block - B, Chandgaon CDA R/A, Chittagong	Nil
15	Mr. Md. Nazmus Salehin	Ex-Officio Director	Head Office, Metropolitan Chamber Building, 122-124 Motijheel C/A, Dhaka	

44 Reconciliation of inter Banks/Books of accounts

Books of Accounts with regard to inter bank (In Bangladesh and outside Bangladesh) are reconciled and there are no material differences, which may affect the financial statements significantly.

45 Auditors work hour

The external auditor has covered 80% of the risk weighted assets and has spent around 3,840 hours to complete the audit as per Bangladesh Auditing Standards. They have audited 10 (ten) branches and Head Office of the bank.

46 Statement of Liquidity

The liquidity statement has been prepared in accordance with the remaining maturity grouping of the value of the assets and liabilities as on 31st December, 2013 under the guidelines of Bangladesh Bank BRPD circular No.14 dated 25th June, 2003.

47 Workers Participation Fund and Welfare Fund

SRO-336-AIN/210 dated 05-10-2010 issued by Ministry of Labour and Employment and published in Bangladesh gazette on 07-10-2010 declaring the status of business of certain institutions and companies (like mobile operating companies ,mobile network service providing company,all Govt. and Non-govt. money lending companies ,all insurance companies etc.) as "Industrial Undertakings" for the purposes of chapter -XV of Bangladesh Labour Act-2006 which deals with the workers participation in companys profit by way of Workers Participation Fund and Welfare Fund .The Bangladesh Labour Act,2006 requires the "Industrials Undertaking " to maintain provision for workers profit participation fund @ 5% on net profit. However ,we have obtained legal opinion from legal adviser in this regard where it has been stated that Standard Bank Limited does not fall under this category . Therefore no provision in this regard has been made in the financial statements during the year under audit.

48 Events after the Balance Sheet date

The Board of Directors in its 234th meetings decided to recommend payment of 15% (Fifteen) stock dividend for the year 2014. The total amount of dividend is Taka 855,314,067.00

STANDARD BANK LIMITED
Balance with other Bank-Outside Bangladesh (Nostro Accounts)
as at 31st December, 2014

Name of the bank	Currency Name	2014			2013		
		Amount in Foreign Currency	Conversion rate per unit F.C	Amount in BDT	Amount in Foreign Currency	Conversion rate per unit F.C	Amount in BDT
Interest Bearing							
Standard Chartered Bank, New York	USD	2,646,755.94	77.9500	206,314,625.52	3,219,357.14	77.7512	250,308,880.86
Mashreq Bank Psc, New York	USD	1,127,846.50	77.9500	87,915,634.68	460,567.92	77.7512	35,809,708.46
HSBC Bank, N.A, New York	USD	-	-	-	729,427.62	77.7512	56,713,872.77
ICICI Bank Ltd, Mumbai India	ACU(\$)	235,593.61	77.9500	18,364,521.90	56,596.27	77.7512	4,400,427.91
AB Bank Ltd, Mumbai	ACU(\$)	151,814.33	77.9500	11,833,927.02	224,263.95	77.7512	17,436,791.23
Non Interest Bearing							
Habib American Bank Ltd, New York	USD	2,016,047.94	77.9500	157,150,936.92	1,312,061.09	77.7512	102,014,323.91
ICICI Bank Ltd, Hong Kong	USD	105,822.90	77.9500	8,248,895.06	2,550.23	77.7512	198,283.44
Sonali Bank (UK) LTd	USD	606,259.37	77.9500	47,257,917.89	734,037.92	77.7512	57,072,329.13
HSBC , Mumbai, India	ACU(\$)	-	77.9500	-	10,653.86	77.7512	828,350.40
AXIS Bank Limited, Mumbai, India	ACU(\$)	10.70	77.9500	834.07	10.70	77.7512	831.94
Standard Chartered Bank, Mumbai India	ACU(\$)	573,737.88	77.9500	44,722,867.75	122,967.05	77.7512	9,560,835.70
Nepal Bangladesh Bank Ltd, Kathmundo, Nepal	ACU(\$)	106,551.40	77.9500	8,305,681.63	9,657.40	77.7512	750,874.44
HSBC Bank, Karachi, Pakistan	ACU(\$)	-	77.9500	-	35,114.00	77.7512	2,730,155.64
NIB Bank Ltd, Karachi, Pakistan	ACU(\$)	-	77.9500	-	-	77.7512	-
Habib Metropolitan Bank, Karachi, pakistan	ACU(\$)	191,620.42	77.9500	14,936,811.74	212,409.09	77.7512	16,515,061.64
Bhutan National Bank, Bhutan	ACU(\$)	66,100.70	77.9500	5,152,549.57	1,050.70	77.7512	81,693.19
Standard Chartered Bank, Frankfurt, Germany	EURO	67,402.34	95.2712	6,421,498.44	21,524.19	106.9758	2,302,566.38
Commerz Bank, Frankfurt, Germany	EURO	94,918.07	95.2712	9,042,953.68	2,757.67	106.9758	295,003.82
Standard Chartered Bank Ltd, Tokyo	JPY	657,568.00	0.6533	429,556.30	418,586.00	0.7411	310,214.07
Mashreq Bank , London, UK	GBP	49,611.75	121.6034	6,032,955.00	6,943.15	128.3252	890,980.77
HSBC Bank Plc, London, UK	GBP	-	121.6034	-	1,703.72	128.3252	218,630.12
Sonali Bank (UK) LTd	GBP	543,687.83	121.6034	66,114,261.48	20,000.00	128.3252	2,566,503.00
Saudi Hallandi Bank	SAR	200,000.00	20.7608	4,152,150.00	100,000.00	20.9552	2,095,515.00
HSBC Bank Australia Ltd, Sydney , Australia	AUD	-	-	-	20,305.79	69.6113	1,413,512.42
Wespec Banking Corporation Ltd	AUD	15,489.97	64.4837	998,849.80	-	-	-
Total				703,397,428.44			564,515,346.24

STANDARD BANK LIMITED
FIXED ASSETS INCLUDING PREMISES, FURNITURE AND FIXTURES
AS AT 31ST DECEMBER, 2014

Annexure-"B"

Description	Cost			Depreciation			Written down value at 31st December 2013	
	Balance at 1st January 2014	Addition during the year	Adjustment for disposal	Balance at 31st December 2014	Balance at 1st January 2014	Addition during the year		Adjustment for disposal
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	
Land	-	2,325,816,325	-	2,325,816,325	-	-	-	2,325,816,325
Land and Building	162,752,460	350,856,788	-	513,609,247	8,725,684	7,225,672	-	497,657,892
Furniture & Fixture	331,894,932	86,439,694	2,332,626	416,002,000	89,959,895	30,086,441	2,332,626	298,288,290
Office Appliances	379,550,116	73,759,469	1,760,000	451,549,585	176,814,929	48,725,935	1,464,800	227,473,521
Software	34,031,752	34,133,600	-	68,165,352	27,326,885	7,922,553	-	32,915,914
Bank Vehicle	69,433,509	1,750,316	2,750,000	68,433,825	42,161,772	12,378,347	2,108,333	16,002,039
Total 31.12.2014	977,662,769	2,872,756,191	6,842,626	3,843,576,334	344,989,165	106,338,948	5,905,759	3,398,153,980
Total 31.12.2013	826,001,686	155,454,521	3,777,800	977,678,407	262,580,461	84,672,291	2,263,587	632,689,242

STANDARD BANK LIMITED
Name of the Directors/ Sponsors and the entities in which they have interest
as on 31st December, 2014

SI	Name & Status with Bank	Address	Name of Firms/Companies in which interested as proprietor, partner, director, managing agent, guarantor employee, etc.	Position	Percentage (%) of Holding/Interest in the concern	Remarks
1	Mr. Kazi Akram Uddin Ahmed Chairman	House # 73, Road # 6, O.R. Nizam Road R/A, Chittagong	The Eastern Engineering Works Ltd. Bright Steel Ware Rope MFG Co. Ltd. M/s. Kazi & Co.	Managing Director Managing Director Proprietor	64.00% 33.33% 100.00%	
2	Mr. Kamal Mostafa Chowdhury Vice Chairman	Bedura House 72, Bangshal Road Firingi Bazar Kotwali, Chittagong	Raja Corporation Raja Securities Ltd. Holy Crescent Hospital Ltd. K. M. C. International	Proprietor Managing Director Director Proprietor	100.00% 14.29% 2.27% 100.00%	
3	Mr. Ashok Kumar Saha Director	29/B, Ghatforhadbeg Chittagong	N.G. Saha Steel Inds. (Pvt.) Ltd. NGS Cement Inds Ltd NGS Steel Inds. Ltd. Uttam Oil Mills Ltd. NGS Foods & Beverage Products Skyview Advertising	Director Director Director Director Proprietor Proprietor	25% 25% 25% 25% 100% 100%	
4	Mr. Ferozur Rahman Director	My Heart 8/1 Sukrabad Dhaka	Golden Dragon Ltd. Hotel Eram Intl. Ltd. Hotel Peacock M/s. Olio Enterprise	Director Director Director Proprietor	16% 21.75% 65% 100%	
5	Mr. Md. Monzurul Alam Director	218, D.T. Road Dewanhath Chittagong	Taher & Co. Ltd. Golden Brick Works Ltd. Golden Steel Alloy Works Ltd. Al-Haj Mostafa Hakim- Housing & Real Estate Ltd. Golden Oxygen Ltd Al-Haj Mostafa Hakim Cement Ind. Ltd. Golden Iron Works Ltd. M/s. Monzur Alam Mutual Jute Spinner Ltd. Mostafa Hakim Container Yard. Ltd. Al-Haj Mostafa hakim Bricks. Ltd Eagle Star Textile Mills Limited H.M. Steel & Ind. Ltd.	Managing Director Managing Director Managing Director Managing Director Managing Director Managing Director Managing Director Proprietor Managing Director Managing Director Managing Director Managing Director Chairman	36714 shares 219725 shares 124163 shares 101000 shares 101000 shares 9500 shares 218525 shares 100% 4000 shares 5000 shares 5000 shares 303557 shares 10000 shares	

SI	Name & Status with Bank	Address	Name of Firms/Companies in which interested as proprietor, partner, director, managing agent, guarantor employee, etc.	Position	Percentage (%) of Holding/Interest in the concern	Remarks
6	Mr. S. A. M. Hossain Director	Victor Electronics 400 Bipani Bitan (3rd Floor) Chittagong.	Victor Electronics Samira Electronics Samira Trade Intl. Eastern Metal Ind. Chittagong Ltd.	Proprietor Proprietor Proprietor Director	100% 100% 100% 12.50%	
7	Mr. Mohammed Abdul Aziz Director	168, Fakirapool Motijheel, Dhaka	Diamond Commercial Agency Ruma Products Moonlux Composite Knit Garment Ltd.	Proprietor Proprietor Director	100% 100% 27%	
8	Al-Haj Mohammed Shamsul Alam Director	M/s. Radio Vision 398, Bipani Bitan Chittagong	M/S. Radio Vision M/S. Pam Complex Global Information Network M/S. A.B. Electronics M/S. G. Telecom M/S. G. Net Digital Communication Midas Financing Ltd.	Partner Shareholder Shareholder Partner Partner Partner Shareholder	50% 10% 10% 40% 33.33% 33.33%	
9	Mr. Gulzar Ahmed Director	Apan Jewellers, 65 Gulshan Avenue Suvastu Imam Square (Ground Floor) Gulshan -1, Dhaka-1212	New Apan Jewellers	Proprietor	100%	
10	Mr. Md. Zahedul Hoque Director	284/285, Khatungonj Chittagong	M/S Zahed Brothers M/s NLZ Fashion M/S NLZ Fashion Ltd. M/S. Noor Oil & Food Products Ltd. M/S. Arafat Ltd.	Proprietor Proprietor Managing Director Director Director	100% 100% 80% 100%	
11	Al-Haj Md. Yousuf Chowdhury Director	8/B, O. R. Nizam Road, Panchlaish R/A., Chittagong	M/s. Lucky Traders M/s Lucky International M/s. J.Y. Trading M/s. Modern Corporation	Proprietor Proprietor Proprietor Proprietor	100% 100% 100% 100%	

SI	Name & Status with Bank	Address	Name of Firms/Companies in which interested as proprietor, partner, director, managing agent, guarantor employee, etc.	Position	Percentage (%) of Holding/Interest in the concern	Remarks
12	Investment Corporation of Bangladesh representing by its Managing Director Mr. Md. Fayekuzzaman. Director	Investment Corporation of Bangladesh (ICB), Head Office, 8, Rajuk Avenue (14th Floor), Dhaka.	N/A	N/A	N/A	
13	Mr. S. S. Nizamuddin Ahmed Independent Director	House # 1, Road # 2/A (Banani Chairman Bari) Banani, Dhaka	N/A	N/A	N/A	
14	Mr. Najmul Huq Chaudhury Independent Director	House # 232, Road # 9 Block-B, Chandgaon CDA R/A Chittagong	N/A	N/A	N/A	Appointed as independent Director on 17.05.14
15	Mr. Md. Nazmus Salehin Managing Director & CEO, Standard Bank Ltd. Ex-Officio Director	Chamber Building (3rd floor) 122-124, Motijheel C/A. Dhaka-1000	N/A	N/A	N/A	

Standard Bank Limited
Statement of loans to Our Directors
as on 31-12-2014

Annexure- D
Fig in Lac TK.

SL	Name of The Director	Status with Bank	Name of the Concern	Nature of Loan	Limit	Outstanding	Classification Status	Remarks
1	Mr. Kazi Akramuddin Ahmed.	Chairman	M/s. Kazi & Co.	CC (Hypo)	400.00	78.58	UC	Regular
4	Mr. Kamal Mostafa Chowdhury	Vice Chairman	M/s. Raja Corporation.	SOD (General)	680.00	NIL	UC	Regular
3	Mr. Alhaj Md. Shamsul Alam	Director	M/s. Radio Vision.	CC (Hypo)	450.00	355.00	UC	Regular
2	Mr. Alhaj Md. Yousuf Chowdhury	Director	M/s. Lucky Traders.	CC (Hypo)	570.00	77.07	UC	Regular
5	Mr. A. S. M Hossain	Director	M/s. Samira Trade International.	CC (Hypo)	660.00	148.27	UC	Regular
6	Mr. Alhaj Md. Monzurul Alam	Director	M/s. Monzurul Alam.	CC (Hypo)	570.00	201.36	UC	Regular
7	Mr. Mohammad Zahedul Haque	Director	M/s. N. L. Z. Fashion	CC (Hypo)	607.00	605.64	UC	Regular
8	Mr. Md. Abdul Aziz	Director	M/s. Mohammed Abdul Aziz.	CC (Hypo)	89.00	NIL	UC	Regular
			M/s. Mohammed Abdul Aziz.	Letter of Credit	600.00	NIL	UC	Regular
			M/s. New Ruma Products	Letter of Credit		97.44	UC	Regular
			M/s. Alim International	Letter of Credit		38.32	UC	Regular
9	Mr. Ferozur Rahman	Director	M/s. Olio Enterprise	SOD (General)	590.00	167.61	UC	Regular
10	Mr. Ashok Kumar Saha	Director	Mr. Ashok Kumar Saha	SOD (General)	500.00	NIL	UC	Regular
			Total		5716.00	1,769.29		

STANDARD BANK LIMITED
Investment in shares of the Bank
as at 31 December 2014

SL	Name of the Company	Face Value	No of Shares	Cost/present value of holdings	Average cost	Quoted rate per share as at 31.12.14	Total market as at 31.12.14
Quoted:							
1	First Bangladesh Fixed Income Fund	10	17,997,177	150,000,000.00	8.33	7.40	133,179,109.80
Unquoted:				150,000,000.00			133,179,109.80
1	Central Depository Bangladesh Limited (CDBL)	10	15,654,816	156,548,164.00			156,548,164.00
2	Preference share of SUPCL & SPPCL			27,826,600.00			27,826,600.00
3	Preference share of UPGD			160,000,000.00			160,000,000.00
4	Preference share of Rajlanka			187,878,788.00			187,878,788.00
5	Market Stabilization Fund			5,000,000.00			5,000,000.00
6	SWIFT			1,198,135.00			1,198,135.00
7	Standard Exchange Co.(UK) Ltd.			35,886,750.00			35,886,750.00
8	Standard Express(USA) Ltd.			108,780,000.00			108,780,000.00
9	SBL Capital Mgt. Ltd.			1,499,950,000.00			1,499,950,000.00
10	SBL Securities Ltd.			799,945,000.00			799,945,000.00
Sub Total				2,983,013,437.00			2,983,013,437.00
Total				3,133,013,437.00			3,116,192,546.80

Standard Bank Ltd.
Name of Directors and their Shareholdings
as on 31st December, 2014

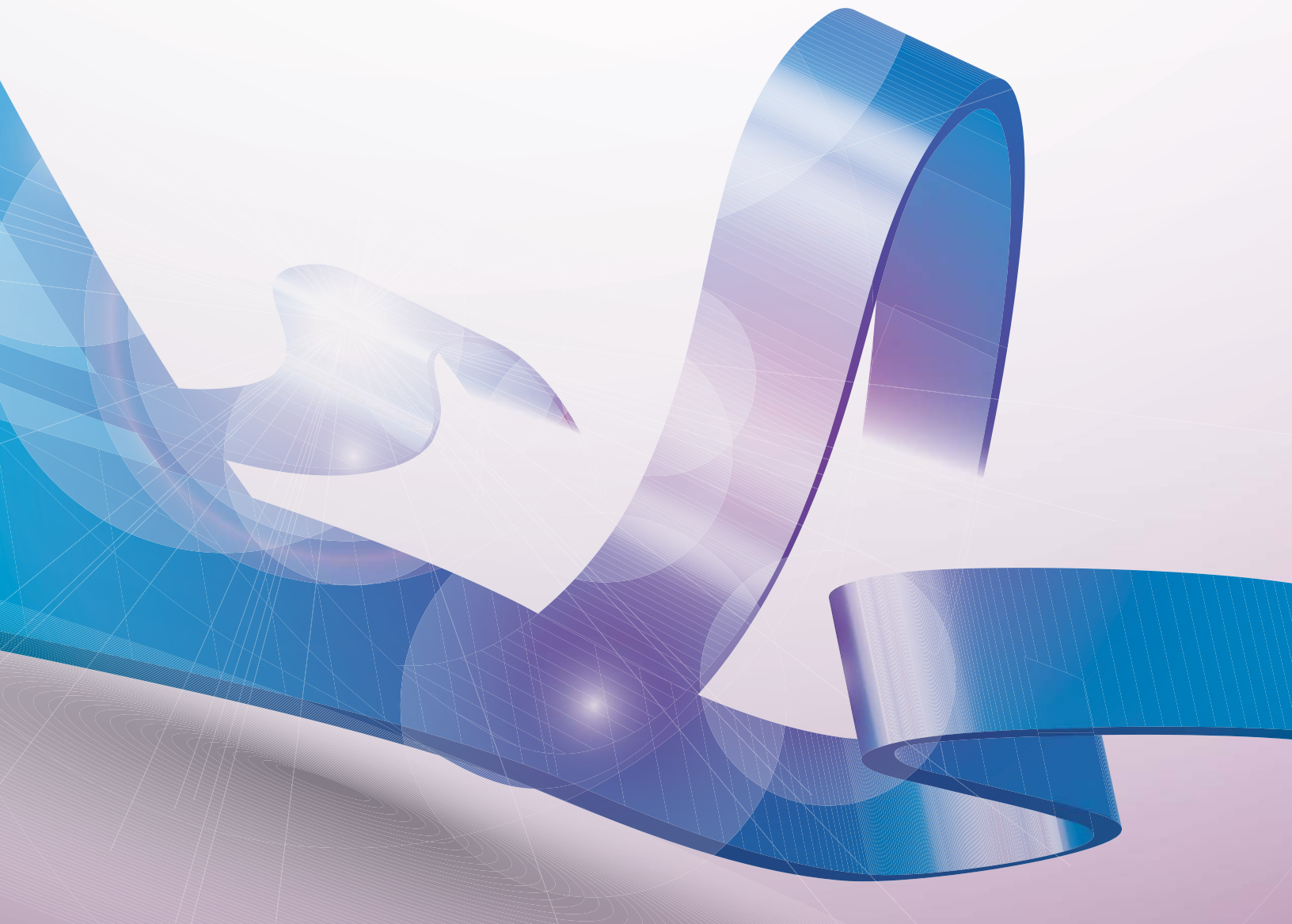
Annexure-"F"

SL.	Name of Directors	Designation	Closing Share balance as on 31.12.2013	Closing Share balance as on 31.12.2014
1	Mr. Kazi Akram Uddin Ahmed	Chairman	1,34,26,817 Shares of Tk. 10/- Each Tk. 13,42,68,170/-	1,34,26,817 Shares of Tk. 10/- Each Tk. 13,42,68,170/-
2	Mr. Kamal Mostafa Chowdhury	Vice Chairman	1,37,56,616 Shares of Tk. 10/- Each Tk. 13,75,66,160/-	1,37,56,616 Shares of Tk. 10/- Each Tk. 13,75,66,160/-
3	Mr. Ashok Kumar Saha	Director	1,14,60,992 Shares of Tk. 10/- Each Tk. 11,46,09,920/-	1,14,60,992 Shares of Tk. 10/- Each Tk. 11,46,09,920/-
4	Mr. Ferozur Rahman	Director	1,18,14,856 Shares of Tk. 10/- Each Tk. 11,81,48,560/-	1,18,14,856 Shares of Tk. 10/- Each Tk. 11,81,48,560/-
5	Mr. Md. Monzurul Alam	Director	1,14,04,888 Shares of Tk. 10/- Each Tk. 11,40,48,880/-	1,14,04,888 Shares of Tk. 10/- Each Tk. 11,40,48,880/-
6	Mr. S.A.M. Hossain	Director	1,55,27,285 Shares of Tk. 10/- Each Tk. 15,52,72,850/-	1,55,27,285 Shares of Tk. 10/- Each Tk. 15,52,72,850/-
7	Mr. Mohammed Abdul Aziz	Director	1,61,39,850 Shares of Tk. 10/- Each Tk. 16,13,98,500/-	1,61,39,850 Shares of Tk. 10/- Each Tk. 16,13,98,500/-
8	Al-Haj Mohammed Shamsul Alam	Director	1,48,69,370 Shares of Tk. 10/- Each Tk. 14,86,93,700/-	1,48,69,370 Shares of Tk. 10/- Each Tk. 14,86,93,700/-
9	Mr. Gulzar Ahmed	Director	1,14,15,750 Shares of Tk. 10/- Each Tk. 11,41,57,500/-	1,14,15,750 Shares of Tk. 10/- Each Tk. 11,41,57,500/-
10	Mr. Mohammad Zahedul Hoque	Director	1,30,11,338 Shares of Tk. 10/- Each Tk. 13,01,13,380/-	1,30,11,338 Shares of Tk. 10/- Each Tk. 13,01,13,380/-
11	Al-Haj Mohammad Yousuf Chowdhury	Director	1,14,04,411 Shares of Tk. 10/- Each Tk. 11,40,44,110/-	1,14,04,411 Shares of Tk. 10/- Each Tk. 11,40,44,110/-
12	Investment Corporation of Bangladesh (ICB) represented by it's Managing Director Mr. Md. Fayekuzzaman	Director	1,47,61,493 Shares of Tk. 10/- Each Tk. 14,76,14,930/-	1,47,61,493 Shares of Tk. 10/- Each Tk. 14,76,14,930/-
13	Mr. S.S. Nizamuddin Ahmed	Independent Director	1,72,748 Shares of Tk. 10/- Each Tk. 17,27,480/-	1,72,748 Shares of Tk. 10/- Each Tk. 17,27,480/-
14	Mr. Najmul Huq Chaudhury	Independent Director	Nil	Nil
15	Mr. Md. Nazmus Salehin	Ex-Officio Director	Nil	Nil

STANDARD BANK LIMITED
Highlights

Sl.	Particulars	31.12.2014	31.12.2013
1	Paid up capital	5,702,093,780	5,702,093,780
2	Total capital	10,854,736,216	10,157,552,011
3	Capital surplus/(deficit)	957,096,216	634,342,011
4	Total assets	119,931,688,830	109,191,338,940
5	Total deposits	97,302,338,337	87,962,425,018
6	Total loans and advances	80,448,578,152	74,180,749,551
7	Total contingent liabilities and commitments	27,251,254,953	26,525,314,644
8	Credit deposit ratio	82.68%	84.33%
9	Percentage of classified loans against total loans and advances	3.55%	3.50%
10	Profit after tax and provision	1,213,395,240	1,010,981,304
11	Amount of classified loans during the year	2,852,619,914	2,599,270,065
12	Provisions kept against classified loan	1,550,636,184	1,592,067,896
13	Provision surplus/(deficit)	12	12
14	Cost of fund	12.59%	12.72%
15	Interest earning assets	99,435,832,496	94,031,832,758
16	Non-interest earning assets	20,495,856,334	15,159,506,182
17	Return on investment (ROI)	9.49%	8.85%
18	Return on assets (ROA)	1.06%	0.99%
19	Return on Equity (ROE)	12.66%	11.55%
20	Net Interest Margin (NIM)	3.24%	2.54%
21	Incomes from investment	1,851,638,450	1,590,923,173
22	Earning per share (Taka)	2.13	1.77
23	Price earning ratio (times)	5.97	8.35

ISLAMI BANKING WING FINANCIAL INFORMATION



STANDARD BANK LIMITED
Islami Banking Wing
Statement of Financial Position (Balance Sheet)
As at December 31, 2014

Particulars	Notes	31.12.2014 BDT	31.12.2013 BDT
PROPERTY AND ASSETS			
Cash			
	1	19,998,209	39,676,599
Cash In Hand (Including Foreign Currencies)	1.1	940,452	2,313,546
Balance with Bangladesh Bank and its agent Bank(s) (including foreign currencies)	1.2	19,057,757	37,363,053
Balance with other Banks and Financial Institutions			
In Bangladesh	2	295,933,200	337,439,736
Outside Bangladesh		-	-
Investments in Shares and Securities			
Government	3	15,000,000	9,000,000
Others		-	-
Investments			
General Investment	4	61,271,432	84,485,294
Bills Purchased & Discounted		-	-
Fixed Assets Including Premises, Furniture & Fixtures			
Other Assets	5	401,575	468,790
Non-Banking Assets	6	8,902,370	24,625,290
		-	-
TOTAL ASSETS		401,506,786	495,695,709
LIABILITIES AND CAPITAL			
Liabilities			
Borrowing From Banks & Other Financial Institutions			
	7	117,000,000	255,000,000
Deposits and other Accounts:			
Current/Al-Wadeeah Deposits & Other Deposits	8	11,455,678	18,703,625
Bills Payable		431,555	6,081,811
Savings Bank/Mudaraba Savings Deposits		18,968,018	19,996,040
Short Term Deposits/ Mudaraba Short Term Deposits		464,178	10,396,569
Fixed Deposits/ Mudaraba Term Deposits	9	230,203,556	163,743,838
Diposits Under Schemes/ Mudaraba Deposit schemes		9,569,585	7,034,478
OTHER LIABILITIES	10	10,586,465	11,583,611
TOTAL LIABILITIES		398,679,035	492,539,972
Capital / Shareholder's Equity			
Paid Up Capital		-	-
Statutory Reserve		-	-
General Reserve		-	-
Revaluation Reserve on Investment		-	-
Surplus In Profit And Loss Account/Retained Earnings		2,827,751	3,155,737
Total Shareholders' Equity		2,827,751	3,155,737
Total Liabilities And Shareholders' Equity		401,506,786	495,695,709

STANDARD BANK LIMITED
Islami Banking Wing
Statement of Financial Position (Balance Sheet)
As at December 31, 2014

Particulars	Notes	31.12.2014 BDT	31.12.2013 BDT
OFF-BALANCE SHEET EXPOSURE			
Contingent Liabilities			
Acceptance And Endorsements		-	-
Letters of Guarantee		4,353,916	955,000
Irrevocable Letter of Credit		-	-
Bills For Collection		-	-
Other Contingent Liabilities		-	-
TOTAL		4,353,916	955,000
Other Comments			
Documentary Credits And Short Term Trade -Related Transactions		-	-
Forward Assets Purchased And Forward Deposits Placed		-	-
Undrawn Note Issuance And Revolving Underwriting Facilities		-	-
Undrawn Formal Standby Facilities, Credit Lines And Other commitments		-	-
TOTAL OFF-BALANCE SHEET ITEMS		4,353,916	955,000



Managing Director



Director



Director



Chairman

See annexed auditors' report to the Shareholders of the date.



SHAFIQ BASAK & CO.
Chartered Accountants

Dated, Dhaka
02 April 2015

STANDARD BANK LIMITED
Islami Banking Wing
Statement of Comprehensive Income (Profit & Loss Account)
for the year ended on 31st December, 2014

Particulars	Notes	31.12.2014 BDT	31.12.2013 BDT
Profit on Investment	11	7,378,549	5,626,966
Profit Paid on Deposits & Borrowings etc.	12	(34,368,211)	(41,316,068)
Net Profit on Investment		(26,989,662)	(35,689,102)
Investment Income	13	48,567,303	57,570,421
Commission, Exchange Earnings And Brokerage	14	147,250	24,664
Other Operating Income	15	977,366	433,686
Total Operating Profit(A)		22,702,257	22,339,669
Salaries and Allowances	16	11,508,006	9,564,951
Rent, Taxes, Insurance, Electricity etc	17	161,284	116,832
Legal Expenses		-	-
Postage, Stamp, Telecommunication etc	18	60,209	41,822
Stationary, Printing, Advertisement etc	19	173,941	425,783
Depreciation And Repair of Bank's Assets	20	267,215	615,444
Director Fees & Other Benefits	21	94,617	109,308
Managing Director's Salary & Allowances		-	-
Audit Fees		-	-
Other Expenses	22	1,475,553	1,330,179
Total Operating Expenses(B)		13,740,825	12,204,319
Profit/(Loss) Before Provision C= (A-B)		8,961,432	10,135,350
Specific Provision		1,736,172	1,777,732
General Provision		545,361	884,807
Provision For Diminution In Value of Investments		-	-
Provision For Off-Balance Sheet Items		43,539	9,550
Total Provision(D)		2,325,072	2,672,089
Total Profit/(Loss) Before Taxes(E)=(C-D)		6,636,360	7,463,261
Provision for Tax expenses			
Current Tax		3,808,609	4,307,524
Deferred Tax		-	-
Net Profit/(Loss) after Taxation		2,827,751	3,155,737



Managing Director



Director

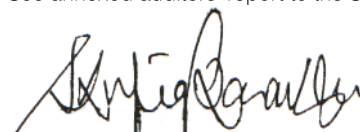


Director



Chairman

See annexed auditors' report to the Shareholders of the date.



SHAFIQ BASAK & CO.
Chartered Accountants

Dated, Dhaka
02 April 2015

STANDARD BANK LIMITED
Islami Banking Wing
Notes to the Financial Statements
for the year ended on 31st December, 2014

		Amount in Taka									
		31.12.2014	31.12.2013								
1	Cash										
1.1	Cash In hand										
	In Local Currency	940,452	2,313,546								
	In Foreign Currency	-	-								
	Sub Total	940,452	2,313,546								
1.2	Balance with Bangladesh Bank & its agent Bank(s) (including foreign currency)										
	In local Currency	19,057,757	37,363,053								
	In Foreign Currency	-	-								
	Sub Total	19,057,757	37,363,053								
	Total	<u>19,998,209</u>	<u>39,676,599</u>								
2	Balance with Other Banks & Financial Institutes										
	Conventional Banking	(157,706,841)	(195,560,264)								
	Placement as MTDR(Mudaraba Term Deposit)										
	Hajj Finance Company Ltd	215,000,000	49,000,000								
	Islamic Finance and Investment Ltd	75,000,000	45,000,000								
	Al-Arafah Islami Bank Ltd	163,640,041	271,000,000								
	Social Islami Bank Ltd	-	13,000,000								
	Union Bank Ltd	-	155,000,000								
	Sub Total	453,640,041	533,000,000								
	Total	<u>295,933,200</u>	<u>337,439,736</u>								
3	Investment in Shares & Securities										
	Bangladesh Govt. Islami Investment Bond										
	<table border="1" style="display: inline-table; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;">Tenure(Yrs)</th> <th style="text-align: left;">Maturity Dt.</th> </tr> </thead> <tbody> <tr> <td>2</td> <td>08.10.2014</td> </tr> <tr> <td>2</td> <td>28.08.2016</td> </tr> <tr> <td>1</td> <td>15.10.2015</td> </tr> </tbody> </table>	Tenure(Yrs)	Maturity Dt.	2	08.10.2014	2	28.08.2016	1	15.10.2015		
Tenure(Yrs)	Maturity Dt.										
2	08.10.2014										
2	28.08.2016										
1	15.10.2015										
		-	9,000,000								
		5,000,000	-								
		10,000,000	-								
	Total	15,000,000	9,000,000								
4	General Investment										
	Bai Murabaha Tr	4,657,844	4,778,424								
	SME Bai Muajjal	1,733,170	1,183,027								
	Bai Muajjal & Bai MuajjalTerm	33,183,527	55,832,378								
	HPSM(Hire Purchase shirkatul Melk)	10,525,164	9,695,602								
	HPSM Staff Investment & Car Staff	5,426,757	5,521,363								
	Quard against MTDR	5,744,970	7,474,500								
	Total	61,271,432	84,485,294								
5	Fixed Assets Including Premises, Furniture & Fixtures										
	Furniture & Fixture	401,575	468,790								
	Total	401,575	468,790								



Managing Director



Director



Director



Chairman

STANDARD BANK LIMITED
Islami Banking Wing
Notes to the Financial Statements
for the year ended on 31st December, 2014

		Amount in Taka	
		31.12.2014	31.12.2013
6	Other Assets		
	Profit Receivable on MTDR With other FI	8,809,700	24,389,287
	Profit Receivable on Bond With B.Bank	80,000	83,835
	Excise Duty Adjustment(MTDR)	11,160	12,550
	Stamp in Hand	1,510	2,770
	Prepaid Expenses	-	136,848
	Total	8,902,370	24,625,290
7	Bangladesh Govt. Islami Investment Bond Funds		
	Tenure(Days) Rate Maturity Dt.		
	160 5% 19.01.2015	70000000	-
	165 5% 20.02.2015	47000000	-
	140 5% 12.01.2014	-	40000000
	140 5% 17.03.2014	-	70000000
	120 5% 05.03.2014	-	125000000
	150 5% 21.05.2014	-	20000000
	Total	117,000,000	255,000,000
8	Current/AI-Wadeah Deposits & other deposits		
	AI-Wadiah Current Deposit	4,456,222	12,285,653
	Sundry Deposit(Income Tax, VAT, Excise Duty)	822,104	1,057,473
	Profit Payable on Mudaraba Deposit	6,177,352	5,360,499
	Total	11,455,678	18,703,625
9	Fixed Deposits/Mudaraba Term Deposits		
	Client Deposit	230,203,556	163,743,838
	Bank Deposit	-	-
	Total	230,203,556	163,743,838

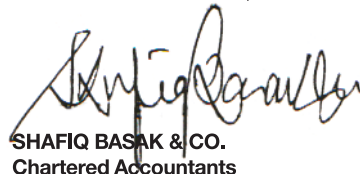

Managing Director

Director

Director

Chairman

See annexed auditors' report to the Shareholders of the date.


SHAFIQ BASAK & CO.
Chartered Accountants

Dated, Dhaka
02 April 2015

STANDARD BANK LIMITED
Islami Banking Wing
Notes to the Financial Statements
for the year ended on 31st December, 2014

		Amount in Taka	
		31.12.2014	31.12.2013
10	Other liabilities		
	Lfc payable	92,800	70,000
	Profit receivable on Bai-Murabaha Tr	318,489	213,829
	Profit receivable on SME Bai-Muajjal	247,346	162,319
	Profit receivable on Bai-Muajjal	1,742,085	1,905,349
	Bai-Murabaha Compensation Realized A/c	24,941	126,681
	Rent Suspense A/c	-	6,154
	Compensation Suspense A/c	1,771,438	90,388
	Other Provisions	50,000	-
	Provision for Tax	3,808,609	4,307,524
	Bai-Murabaha Compensation Realizable A/c	205,685	2,029,278
	Specific Provision	1,736,172	1,777,732
	General Provision	545,361	884,807
	Provision for Off-Balance Sheet Items	43,539	9,550
	Total	10,586,465	11,583,611
11	Profit received from Investment		
	Profit Basis Income	5,370,614	3,585,919
	Rent Basis Income	2,007,935	2,041,047
	Total	7,378,549	5,626,966
12	Profit paid on Deposits, Borrowing etc		
	Profit paid on Mudaraba Deposits	22,132,604	26,050,729
	Profit paid on Mudaraba Deposits schemes	811,751	527,943
	Profit paid on Mudaraba Bond Fund	11,423,856	14,737,396
	Total	34,368,211	41,316,068
13	Profit on Investment against Mudaraba Term Deposit/Islami Bond with other Banks/NBFI		
	Profit on MTDR with other Banks/NBFIs	48,164,594	57,570,421
	Profit on Islami Inv. Bond with B.Bank	402,709	-
	Total	48,567,303	57,570,421
14	Commission, Exchange Earnings & Brokerage		
	Exchange Gain	-	-
	Commssion Earned- Local	14,738	13,939
	Commission Earned on Export	7,200	-
	Bank Guarantee Commission	125,312	10,725
	Total	147,250	24,664



 Managing Director


 Director


 Director


 Chairman

See annexed auditors' report to the Shareholders of the date.


SHAFIQ BASAK & CO.
 Chartered Accountants

Dated, Dhaka
 02 April 2015

STANDARD BANK LIMITED
Islami Banking Wing
Notes to the Financial Statements
for the year ended on 31st December, 2014

		Amount in Taka	
		31.12.2014	31.12.2013
15	Other Operating Income		
	Account Service Charge	348,877	307,008
	Non Operation Income	43,995	9,571
	Postage Charges Recoveries	6,800	6,500
	Stationary Charges Recoveries	6,780	7,680
	Other Income	570,914	102,927
	Total	977,366	433,686
16	Salaries & Allownces		
	Basic salary	5,178,300	3,926,200
	House Rent Allownce	2,577,900	1,931,600
	Medical Allownce	895,000	1,024,200
	Conveyance Allownce	465,000	134,700
	Entertainment Allownce	-	4,400
	House Maintenance & Utility	180,400	861,000
	Leave Fare Compensation	278,900	242,500
	Remuneration For Probationers	67,500	54,306
	Discomfort Allownce	21,400	8,000
	Bonus	939,276	651,600
	Provident Fund(Bank Contribution)	515,580	386,320
	Casual Wages	388,750	340,125
	Total	11,508,006	9,564,951
17	Rent, Taxes, insurance, Electricity etc		
	Rent	-	-
	Taxes	-	-
	Insurance(on Deposit)	161,284	116,832
	Electricity	-	-
	Total	161,284	116,832
18	Postage, Stamp, Telecommunication etc		
	Postage	-	-
	Stamp	-	-
	Telecommunication	60,209	41,822
	Total	60,209	41,822
19	Stationary, printing, advertisement etc		
	Supplies And Stationeries	16,383	16,880
	Publicity & advertisement	136,848	396,768
	Computer Stationary	20,710	12,135
	Total	173,941	425,783
20	Depreciation and repair of Bank's Assets		
	Furniture & Fixture	67,215	60,244
	Software And Hardware Maintenance	200,000	555,200
	Total	267,215	615,444
21	Director Fees & Meeting Expenses		
	Honarium for Members of Sariah Supervisory Comm.	40,000	50,000
	VAT-Honarium- Shariah Supervisory Comm. Meeting	6,000	7,500
	Refreshment and dinner	19,817	27,808
	Travelling	28,800	24,000
	Total	94,617	109,308
22	Other Operating Expenses		
	Excise duty on MTDR with other Fin. Inst	180,000	144,000
	Local Conveyance	5,241	3,230
	Traveling	34,000	5,400
	Entertainment (office)	17,259	16,518
	Fuel & Car expenses	1,225,788	1,132,408
	Newspaper and periodicals	3,820	3,095
	Other Expenses	9,445	25,528
	Total	1,475,553	1,330,179


Managing Director

Director

Director

Chairman

Standard Bank Limited
Islami Banking Wing
MTDRs with other Bank / NBFI
as at 31st December , 2014

Sl.	Bank / NBFI	MTDR NO	Issuing Date	Tenure (Month)	Amount	Rate (pa)	Expiry Date
1	Hajj Finance Company Ltd., Principal Br., Dhaka	0037	30.12.09	6	19,000,000.00	10.00%	30.06.15
2	Hajj Finance Company Ltd., Principal Br., Dhaka	0064	22.05.11	6	20,000,000.00	10.00%	22.05.15
3	Hajj Finance Company Ltd., Principal Br., Dhaka	00810	09.09.14	6	10,000,000.00	9.00%	09.03.15
4	Hajj Finance Company Ltd., Principal Br., Dhaka	00823	25.09.14	6	25,000,000.00	9.50%	25.03.15
5	Hajj Finance Company Ltd., Principal Br., Dhaka	00824	25.09.14	6	20,000,000.00	9.50%	25.03.15
6	Hajj Finance Company Ltd., Principal Br., Dhaka	00841	29.10.14	6	30,000,000.00	9.50%	29.04.15
7	Hajj Finance Company Ltd., Principal Br., Dhaka	00842	29.10.14	6	16,000,000.00	9.50%	29.04.15
8	Hajj Finance Company Ltd., BMMC Br., Dhaka	0165	18.08.11	6	10,000,000.00	10.00%	18.02.15
9	Hajj Finance Company Ltd., Principal Br., Dhaka	00862	08.12.14	6	50,000,000.00	10.00%	08.06.15
10	Hajj Finance Company Ltd., Principal Br., Dhaka	00864	09.12.14	6	15,000,000.00	10.00%	09.06.15
Sub Total					215,000,000.00		
1	Islamic Finance Investment Ltd., Principal Br., Dhaka	4902/245/13	10.09.13	6	20,000,000.00	8.75%	10.03.15
2	Islamic Finance Investment Ltd., Principal Br., Dhaka	4905/248/13	12.09.13	6	20,000,000.00	8.75%	12.03.15
3	Islamic Finance Investment Ltd., Principal Br., Dhaka	4975/314/13	13.11.13	6	5,000,000.00	8.50%	13.05.15
4	Islamic Finance Investment Ltd. Principal Br., Dhaka	7237/555/14	16.11.14	6	30,000,000.00	8.50%	16.05.15
Sub Total					75,000,000.00		
1	Al Arafah Islami Bank Ltd. Motijheel Cor., Br., Dhaka	104371	26.01.11	12	11,166,430.00	9.00%	26.01.15
2	Al Arafah Islami Bank Ltd. Motijheel Cor., Br., Dhaka	291847	31.01.13	6	5,473,611.00	6.00%	31.01.15
3	Al Arafah Islami Bank Ltd. Motijheel Cor., Br., Dhaka	507343	23.07.14	6	50,000,000.00	6.00%	23.01.15
4	Al Arafah Islami Bank Ltd. Motijheel Cor., Br., Dhaka	507344	23.07.14	6	20,000,000.00	6.00%	23.01.15
5	Al Arafah Islami Bank Ltd. Motijheel Cor., Br., Dhaka	507345	23.07.14	6	20,000,000.00	6.00%	23.01.15
6	Al Arafah Islami Bank Ltd. Motijheel Cor., Br., Dhaka	507346	23.07.14	6	10,000,000.00	6.00%	23.01.15
7	Al Arafah Islami Bank Ltd. Motijheel Cor., Br., Dhaka	507446	25.08.14	6	20,000,000.00	7.00%	25.02.15
8	Al Arafah Islami Bank Ltd. Motijheel Cor., Br., Dhaka	507447	25.08.14	6	17,000,000.00	7.00%	25.02.15
9	Al Arafah Islami Bank Ltd. Motijheel Cor., Br., Dhaka	507448	25.08.14	6	10,000,000.00	7.00%	25.02.15
Sub Total					163,640,041.00		
Grand Total(23 MTDRs)					453,640,041.00		


 Managing Director


 Director


 Director


 Chairman

SBL SECURITIES FINANCIAL INFORMATION





AUDITORS' REPORT TO THE SHAREHOLDERS OF Standard Bank Securities Ltd.

We have audited the accompanying Financial Statements of Standard Bank Securities Ltd. which comprise the Statement of Financial Position as at 31st December, 2014 and the Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended and a summary of significant accounting policies and other explanatory information on that date.

Management Responsibility for the Financial Statements:

Management is responsible for the preparation of these financial statements that gives a true and fair view in accordance with Bangladesh Financial Reporting Standards (BFRS), the Company Act 1994, the Securities and Exchange Commission (Amendment) Act, 2012 and other applicable laws and regulations. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility:

Our responsibility is to express an independent opinion on these financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing (BSA). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as, evaluating the overall presentation of the financial statements.

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

Opinion:

In our opinion, the financial statements present fairly in all material respect, the financial position of Standard Bank Securities Ltd. as at 31st December, 2014 and of its financial performance and its cash flows for the year then ended in accordance with Bangladesh Financial Reporting Standards (BFRS) and comply with the Company Act 1994, the Securities and Exchange Commission (Amendment) Act, 2012 and other applicable rules and regulations.

We also report that:

- i. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- ii. in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books; and
- iii. the statement of financial position and statement of comprehensive income dealt with the report are in agreement with the books of accounts and returns.

Dhaka: 10 March, 2015



Khan Wahab Shafique Rahman & Co.
Chartered Accountants

STANDARD BANK SECURITIES LTD.
Statement of Financial Position
As at 31 December, 2014

Particulars	Notes	Figures in Taka	
		31.12.2014 BDT	31.12.2013 BDT
Assets:			
Non-Current Assets:			
Property, Plant and Equipment	4.00	6,644,518	7,587,243
Membership of DSE at Cost	5.00	320,200,000	320,200,000
		326,844,518	327,787,243
Current Assets:			
Advances, Deposits and Prepayments	6.00	4,204,990	4,292,990
Advance Income Tax	7.00	30,386,379	5,419,813
Receivable from DSE	8.00	37,751,940	1,592,152
Other Receivable	9.00	5,045,567	16,345,147
Margin Loan to Clients	10.00	106,854,542	88,924,366
Investment in Shares	11.00	59,504,495	140,010
Cash and Cash Equivalent	12.00	381,502,293	427,085,124
		625,250,206	543,799,602
Total Assets		952,094,724	871,586,845
Equity and Liabilities:			
Equity			
Share Capital	13.00	800,000,000	800,000,000
Retained Earnings	14.00	71,032,568	33,004,619
		871,032,568	833,004,619
Current Liabilities			
Payable to Standard Bank Ltd.		-	1,039,025
Provision for Expenses	15.00	304,897	141,375
Payable to Clients	16.00	29,138,570	14,371,788
Payable to DSE	17.00	5,483,930	1,803,866
Provision for Investment and Clients' Margin Loan	18.00	6,518,565	889,626
Provision for Income Tax	19.00	39,616,194	20,336,546
		81,062,156	38,582,226
Total Equity and Liabilities		952,094,724	871,586,845

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


Chief Executive Officer


Director


Chairman

Subject to our separate report of even date

Dhaka, March 10, 2015


Khan Wahab Shafique Rahman & Co.
Chartered Accountants

**STANDARD BANK SECURITIES LTD.
Statement of Comprehensive Income
For the year ended 31 December, 2014**

Particulars	Notes	Figures in Taka	
		31.12.2014 BDT	31.12.2013 BDT
Operating Income			
Interest Income on Margin Loan		15,074,175	4,551,284
Interest Income on Bank deposit	21.00	30,027,817	45,827,137
Less : Interest Expense on Borrowed Fund		-	319,234
Net Interest Income		45,101,992	50,059,187
Brokerage Commission		18,610,090	7,853,238
Income from Investment	20.00	41,608,918	-
Other Operating Income	22.00	129,660	97,000
		60,348,668	7,950,238
Total Operating Income		105,450,660	58,009,425
Less: Operating Expenses			
Direct Expenses	23.00	2,446,242	870,309
Office & Administrative Expenses	24.00	11,953,817	5,856,383
Financial Expenses	25.00	114,065	52,419
Total Operating Expenses		14,514,124	6,779,112
Total Profit Before Provision		90,936,536	51,230,313
Provisions		5,628,939	889,626
Provision for diminution in value of Investment in Securities	18.1	5,449,638	382
Provision for Clients Margin Loan	18.2	179,301	889,244
Total Profit Before Taxation		85,307,597	50,340,687
Less: Provision for Taxation	26.00	19,279,648	19,211,367
Net Profit After Taxation		66,027,949	31,129,320

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



Chief Executive Officer



Director



Chairman

Subject to our separate report of even date

Dhaka, March 10, 2015




**Khan Wahab Shafique Rahman & Co.
Chartered Accountants**

STANDARD BANK SECURITIES LTD.
Statement of Changes in Shareholder's Equity
For the year ended 31 December, 2014

Particulars	Share capital	Retained earnings	Total (Amount in Taka.)
Balance at 01 January 2014	800,000,000	33,004,619	833,004,619
Declaration of Dividend	-	(28,000,000)	(28,000,000)
	800,000,000	5,004,619	805,004,619
Net profit for the year 2014	-	66,027,949	66,027,949
Balance at 31 December 2014	800,000,000	71,032,568	871,032,568

STANDARD BANK SECURITIES LTD.
Statement of Changes in Shareholder's Equity
For the year ended 31 December 2013

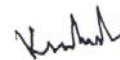
Particulars	Share capital	Retained earnings	Total (Amount in Taka.)
Balance at 01 January 2013	800,000,000	1,875,299	801,875,299
Net profit for the year 2013	-	31,129,320	31,129,320
Balance at 31 December 2013	800,000,000	33,004,619	833,004,619



Chief Executive Officer




Director



Chairman

Subject to our separate report of even date



Khan Wahab Shafique Rahman & Co.
Chartered Accountants

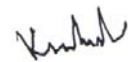
Dhaka, March 10, 2015

**STANDARD BANK SECURITIES LTD.
Statement of Cash Flows
For the year ended 31 December, 2014**

Figures in Taka

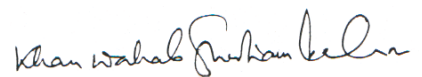
Particulars	31.12.2014 BDT	31.12.2013 BDT
Cash flows from Operating Activities		
Brokerage Income	18,610,090	7,853,238
Other Operation Income	129,660	97,000
Operating Expenses	(13,265,958)	(6,262,156)
Interest Income on Bank Deposits	30,027,817	45,827,137
Interest Income on Margin Loan	15,074,175	4,551,284
Interest Expense on Borrowed Fund	-	(319,234)
Capital Gain on Investment in Securities	39,923,434	-
Issuance of Dividend	(28,000,000)	-
Dividend on Investment in Securities	1,685,484	-
Advance Income Tax	(24,966,566)	(4,553,146)
Advances, Deposits and Prepayments	88,000	(4,292,990)
Operating Assets	(42,790,384)	(106,861,665)
Payable to Standard Bank Limited	(1,039,025)	(321,912,700)
Operating Liabilities	18,610,368	16,302,029
Net Cash flow from / (used in) Operating Activities	14,087,095	(369,571,203)
Cash flows from Investing Activities		
Investment in Shares	(59,364,485)	(140,010)
Acquisition of Property, Plant and Equipment	(305,441)	(8,104,199)
Investment in Membership of Stock exchange	-	-
Net Cash used in Investing Activities	(59,669,926)	(8,244,209)
Cash flows from Financing Activities		
Share Capital	-	-
Net cash from Financing Activities	-	-
Net Cash Flows for the year	(45,582,831)	(377,815,412)
Cash and Cash Equivalents at Beginning of the year	427,085,124	804,900,536
Cash and Cash Equivalents at End of the year	381,502,293	427,085,124
Cash and Cash Equivalents:		
Bank Balance	381,502,293	427,085,124
Cash in Hand	-	-
	381,502,293	427,085,124


Chief Executive Officer

Director

Chairman

Subject to our separate report of even date

Dhaka, March 10, 2015


Khan Wahab Shafique Rahman & Co.
Chartered Accountants

STANDARD BANK SECURITIES LTD.
Notes to the Financial statements
As at and for the year ended 31st December , 2014

1.00 THE COMPANY AND ITS ACTIVITIES:

Standard Bank Securities Ltd. a subsidiary company of Standard Bank Limited was incorporated as a public limited company in Bangladesh on 22 November 2012 under the Companies Act 1994 bearing certificate of Commence of Business no. C-105752/12 having its Head Office at 2. DIT Avenue, Motijheel Commercial Area, Dhaka 1000.

2.00 NATURE OF BUSINESS:

The main objectives of the Company is to carry on the business of Stock broker/ stock dealer and other related business in connection with the dealing of listed securities. Other objectives of the company are to buy, sell, hold or otherwise acquire or invest the capital of the company in shares, stocks and fixed income securities, etc. The company is the member and TREC holder of Dhaka Stock Exchange Limited.

3.00 SIGNIFICANT ACCOUNTING POLICIES:**3.01 Basis of presentation of financial statements**

The financial statements of the Company are prepared on a going concern basis under historical cost convention in accordance with Bangladesh Financial Reporting Standards (BFRS) and Bangladesh Accounting Standards (BAS), the Companies Act 1994, the Bangladesh Securities and Exchange Commission (BSEC) Rules 1987 and other applicable laws and regulations applicable in Bangladesh.

3.02 Components of Financial Statements

Following are the components of these financial statements:

- (i) Statement of Financial Position
- (ii) Statement of Comprehensive Income
- (iii) Statement of Changes in Shareholder's Equity
- (iv) Statements of Cash Flows Statement
- (v) Accounting policies and explanatory notes

3.03 Fixed Assets and Depreciation

Fixed assets are stated at cost less accumulated depreciation. Cost represents cost of acquisition that includes purchase price and other directly attributable cost of bringing the assets to working conditions for its intended use. Depreciation is calculated on the cost of fixed assets in order to write off such amounts over the estimated useful life of such assets. Depreciation has been charged at the following rates reducing balance from the date of acquisition.

Category of Assets:	Rate of Depreciation
Office equipment	20%
Office renovation & Decoration	10%
Furniture & Fixture	10%
Computer & Server	20%
Software	20%

3.04 Reporting Period

These financial statements cover one year from 1st January 2014 to 31st December 2014.

3.05 Cash and Cash Equivalents

Cash and Cash Equivalents comprise cash in hand and cash at Bank and Investment in FDR which are held and

available for use by the company without any restriction and are readily convertible to a known amount of cash and that, are subject to an insignificant risk of change in value.

3.06 Investment

Investment in Shares have been recognized at cost valued on aggregate basis. 100% provision for diminution in value of shares has been made as per BSEC guideline and Stock dividend (Bonus Shares) are added with existing shares with at zero cost which results decreases in per unit cost price of the exting shares.

3.07 Advance, Deposits and Prepayments

Advance are initially measured at cost. After initial recognition advance are carried at cost less deduction, adjustments or charges to the account heads. Deposits are measured at payment value. Prepayments are initially measured at cost. After initial recognition, prepayments are carried at cost less charges to income statement.

3.08 Accounting for Provisions

The company recognizes provisions only when it has a present obligation as a result of a past event and it is probable that an outflow of resources embodying benefits will be required to settle the obligation and when a reliable estimate of the amount of the obligation can be made.

3.09 Provision for Taxation

Current tax has been made on the basis of the Finance Act, 2014.

3.10 Revenue Recognition

Revenue comprises of brokerage commission, Interest on margin loan, Investment income, Interest on deposit & other income. Details of revenue recognition policy are given below:

- 1) Brokerage commission is recognized as income when selling or buying orders are executed.
- 2) Interest on margin loan recognized on accrual basis. Such income is calculated considering daily margin loan balance of the respective clients.
- 3) Capital gain are recognized when these are realised.
- 4) Cash dividend income is recognized on the declaration of dividend and subsequent receipt of such dividend.
- 5) Other income represents BO Account opening fees and IPO Application fee.

3.11 Margin Loan to Clients

Margin loans are given as per margin loan policy of the Company.

3.12 Cash flow Statement

Statement of Cash Flows is prepared principally in accordance with IAS-7 "Cash Flow Statement" and the cash flows from operating activities have been presented under direct method as required by the Securities and Exchange Rules 1987.

3.13 General

- 1) The financial statements are presented in Bangladeshi Taka (BDT) Currency, which is the company's functional currency.
- 2) Figures in these notes and annexed financial statements have been rounded off to the nearest Taka.
- 3) Figures relating to previous year have been rearranged wherever considered necessary to conform with current year's presentation.

		Amount (In Taka)	
		2014	2013
4.00	PROPERTY, PLANT AND EQUIPMENT: TK. 6,644,518		
	Opening balance	8,104,199	-
	Add: Additions	305,441	8,104,199
	Closing balance (A)	8,409,640	8,104,199
	Depreciation :		
	Opening balance	516,956	-
	Add: Charge for the year	1,248,166	516,956
	Closing balance (B)	1,765,122	516,956
	Written down value (A-B)	6,644,518	7,587,243
	Details are in Annex I		
5.00	MEMBERSHIP OF DSE AT COST : TK. 320,200,000		
	Dhaka Stock Exchange Ltd.	320,200,000	320,200,000
		320,200,000	320,200,000
	Membership of Dhaka Stock Exchange Limited as shown above is based on purchasing cost. After demutualization DSE allotted 72,15,106 number of ordinary shares (of which 43,29,064 shares blocked with DSE Demutualization block accounts). The membership issue of DSE (At cost) above will settle in due course getting future guidelines and advice from the regulator.		
6.00	ADVANCES, DEPOSITS AND PREPAYMENTS: TK. 4204,990		
	Advances:		
	Office Rent (Head Office)	2,450,000	3,038,000
	Advance to Ada Soft Bangladesh	500,000	-
	Office Rent (Nikunja,DSE)	1,050,000	1,050,000
		4,000,000	4,088,000
	Deposits:		
	Central Depository Bangladesh Ltd (CDBL)	200,000	200,000
	BTCL	4,990	4,990
		204,990	204,990
		4,204,990	4,292,990
7.00	ADVANCE INCOME TAX TK. 30,386,379		
	Opening balance	5,419,813	866,667
	Add: AIT deduction during the year (Note 7.1)	24,966,566	4,553,146
	Closing balance	30,386,379	5,419,813
7.01	AIT deduction during the year		
	Tax deduction on Interest income	4,142,609	2,969,001
	Advance Corporate Tax	16,649,686	-
	AIT on dividend	325,198	-
	AIT on traded securities (Note 7.1.1)	3,849,073	1,584,145
		24,966,566	4,553,146
7.01.01	AIT on traded securities		

The above amount represents tax deducted from the transactions of traded securities @ 0.05% which is the final tax liability of the Company under section 82C of the IT Ordinance 1984.

		Amount (In Taka)	
		2014	2013
8.00	<u>RECEIVABLE FROM DSE: TK. 37,751,940</u>		
	Stock Broker	15,247,253	1,592,152
	Stock Dealer	22,504,687	-
		<u>37,751,940</u>	<u>1,592,152</u>
9.00	<u>OTHER RECEIVABLE : TK. 5,045,567</u>		
	Receivable from SBL Capital Management Ltd.	-	196,000
	Dividend on Investment in Securities	59,400	-
	Accrued interest from FDR	4,986,167	16,149,147
		<u>5,045,567</u>	<u>16,345,147</u>
10.00	<u>MARGIN LOAN TO CLIENTS: TK.106,854,542</u>		
	Clients	106,854,542	88,924,366
		<u>106,854,542</u>	<u>88,924,366</u>

The above amount represents loan entitled to clients for trading of shares on the secondary capital market in Bangladesh. Margin loans extended on ratio based on the equity invested by individual customers. The above amount is receivable from 92 individual and institution clients.

11.00 INVESTMENT IN SHARES: TK. 59,504,495

This represent investment in quoted securities at a cost value .Details of investment in quoted securities as of 31 December 2014 are as under :

Name of Securities	Cost Price (a)	Market Price (b)	Provision Required (c=b-a)
ACIFORMULA	9,161,960	7,656,000	(1,505,960)
ALARABANK	3,082,604	2,536,725	(545,879)
DELTALIF	8,407,669	6,745,500	(1,662,169)
JAMUNAOIL	10,449,670	10,295,000	(154,670)
SQRPHARMA	11,117,402	18,741,250	1,456,060
POWERGRID	17,285,190	8,080,000	(3,037,402)
Total	59,504,495	54,054,475	(5,450,020)

12.00 CASH AND CASH EQUIVALENT: TK. 381,502,293

		Amount (In Taka)	
		2014	2013
Cash in Hand		-	-
Bank balances with (STD)			
	A/c. No.		
Standard Bank Ltd.	1852	4,540,802	685,987
Al-Arafah Islami Bank Ltd.	4067	60,099,929	9,878,918
Al-Arafah Islami Bank Ltd.	4023	50,672,580	62,480,219
Al-Arafah Islami Bank Ltd.	4473	297,925	-
		115,611,236	73,045,124
FDR with Standard Bank Ltd.			
No.	FDR No.		
1	140857	255029725	-
2	140859	255029727	-
3	141335	255030200	107,363,154
4	141334	255030199	107,363,154
5	157744	255030709	30,636,250
6	157746	255030711	10,264,249
7	157745	255030710	10,264,250
		265,891,057	354,040,000
		381,502,293	427,085,124

13.00 SHARE CAPITAL : TK. 800,000,000**13.01 Authorised**

200,000,000 ordinary shares of Taka 10 each 2,000,000,000 2,000,000,000

13.02 Issued, Subscribed and Paid-up Capital

80,000,000 ordinary shares of Taka 10 each fully paid-up 800,000,000 800,000,000

Shareholding position of the Company as of 31 December 2014 are as under:

Name of Shareholder	No. of shares	Value per	Total Taka	% of Share Holding
Standard Bank Limited (Rep.Mr.Md. Nazmus Salehin)	79,994,000	10	799,940,000	99.9928
Mr. Kazi Akramuddin Ahmed	500	10	5,000	0.0006
Al-haj Mohd. Yousuf Chowdhury	500	10	5,000	0.0006
Mr. S.A.M Hossain	500	10	5,000	0.0006
Mr. Ashok Kumar Saha	500	10	5,000	0.0006
Mr. Md. Zahedul Hoque	500	10	5,000	0.0006
Ms.Bedowra Ahmed Salam	500	10	5,000	0.0006
Mr.Tanveer Mostafa Chowdhury	500	10	5,000	0.0006
Mr. A.K.M Abdul Alim	500	10	5,000	0.0006
Mr. Mr. Azad Ahmed	500	10	5,000	0.0006
Mr. Mohammed Arif Chowdhury	500	10	5,000	0.0006
Mr. Md. Shahedul Alam	500	10	5,000	0.0006
ICB (Rep.Mr. Md. Abdur Rouf)	500	10	5,000	0.0006
	80,000,000	10	800,000,000	100.0000

		Amount (In Taka)	
		2014	2013
14.00	RETAINED EARNINGS: TK. 71,032,569		
	Opening balance	33,004,619	1,875,299
	Less: Issuance of dividend	28,000,000	-
		5,004,619	1,875,299
	Add: Net profit for the year	66,027,949	31,129,320
	Closing balance	71,032,568	33,004,619
15.00	PROVISION FOR EXPENSES :TK. 304,897		
	CDBL charges	100,997	7,742
	Audit fee	50,000	50,000
	Electricity charges	-	11,073
	Lift charges	-	2,500
	LFC Payable	146,400	39,560
	VAT Payable on Audit Fee	7,500	7,500
	Car expenses	-	23,000
		304,897	141,375
16.00	PAYABLE TO CLIENTS: TK. 29,138,570		
	Clients	13,936,119	12,879,045
	SBL Capital Management Ltd.	15,202,451	1,492,742
		29,138,570	14,371,788
	This represents clients' un-invested amount which is being held for buy of marketable securities or refund to the clients as per their instructions.		
17.00	PAYABLE TO DSE: TK. 5,483,930		
	Stock Broker	5,483,930	1,803,866
		5,483,930	1,803,866
18.00	PROVISION FOR INVESTMENT AND CLIENTS' MARGIN LOAN: TK. 6,518,564		
	Provision for diminution in value of investment	18.1	5,450,020
	Provision for Clients Margin Loan	18.2	1,068,545
		6,518,565	889,626
18.1	Provision for Diminution in value of Investment: Tk. 5,450,020		
	Opening balance	382	-
	Add: Provision made during year	5,449,638	382
	Closing balance	5,450,020	382
	This represents 100% provision on unrealised loss on dealer account. Investment in shares at cost ,less market value of shares as at 31 st December 2014 i.e. (Tk 59,504,495- Tk.54,054,475= Tk.5,450,020).		
18.2	Provision for Clients Margin Loan : Tk. 1,068,545		
	Opening balance	889,244	-
	Add: Provision made during year	179,301	889,244
	Closing balance	1,068,545	889,244
	This represents general 1% provision on total margin loan to clients, as prescribed by Bangladesh Security and Exchange Commission vide its directive no. SEC/CMRRC/2006-159/Admin/01-29 dated 02 October 2007.		
19.00	PROVISION FOR INCOME TAX: TK. 39,616,194		
	Opening balance	20,336,546	1,125,179
	Add: Provision made during the year	19,279,648	19,211,367
	Closing balance	39,616,194	20,336,546
20.00	INCOME FROM INVESTMENT: TK. 41,608,918		
	Capital Gain on Investment in Securities	39,923,434	-
	Dividend on Investment in Securities	1,685,484	-
		41,608,918	-

		Amount (In Taka)		
		2014	2013	
21.00	INTEREST INCOME ON BANK DEPOSIT: TK. 30,027,817			
	Interest on STD account	3,198,510	21,421,819	
	Interest on FDR	26,829,307	24,405,318	
		30,027,817	45,827,137	
22.00	OTHER OPERATING INCOME : TK.129,660			
	BO account opening fees	104,700	97,000	
	Yearly BO Maintenance fee	24,400	-	
	IPO Application fee	560	-	
		129,660	97,000	
23.00	DIRECT EXPENSES : TK.2,446,242			
	Laga charges	1,560,113	633,658	
	Hawla charges	200,494	85,190	
	CDBL Charges	685,635	151,461	
		2,446,242	870,309	
<p>This represents Hawla and Laga charges paid to DSE for the transaction of traded securities. Hawla is paid based on number of transaction and Laga is paid based on turnover at applicable rate prescribed by DSE. CDBL Charge paid against CDS charge to CDBL.</p>				
24.00	OFFICE & ADMINISTRATIVE EXPENSES : TK. 11,953,817			
	Salaries and Allowances	24.1	7,487,790	2,537,402
	Rent, Taxes, Insurance, Electricity, etc	24.2	1,618,149	1,207,146
	Board Meeting Expenses	24.3	436,126	647,555
	Stationery, Printing, Advertisements, etc	24.4	133,819	514,108
	Audit & Consultancy Fees	24.5	65,550	57,500
	Postage, Stamps, Telecommunication, etc	24.6	277,066	115,776
	Repair and Maintenance	24.7	112,245	41,814
	Registration & Renewal Fees	24.8	105,010	76,730
	Depreciation on Fixed Assets	24.9	1,248,166	516,956
	Other Operating Expenses	24.10	469,896	141,397
			11,953,817	5,856,383
24.01	Salaries and Allowances : Tk. 7,487,790			
	Basic salary		3,408,600	1,048,442
	House rent allowance		1,704,300	524,221
	Conveyance allowance		330,000	65,872
	Medical allowance		471,600	218,606
	House maintenance & utility		68,400	182,261
	Leave fare Componsation		146,400	45,060
	Washing allowance		6,000	2,400
	Company's contribution to provident fund		340,860	104,844
	Wages		147,720	48,450
	Car Allowance		276,000	23,000
	Festival Bonus		587,910	274,245
			7,487,790	2,537,402
24.02	Rent, Taxes, Insurance, Electricity, etc : Tk. 1,618,149			
	Office Rent		1,281,840	1,068,200
	Sharing of Infrastructure Charge		110,000	-
	Rates and taxes		-	9,460
	WASA Charge		31,947	13,596
	Lift Charge		30,000	25,000
	Electricity Charge		164,362	90,890
			1,618,149	1,207,146

	Amount (In Taka)	
	2014	2013
24.03 Board Meeting Expenses : Tk. 436,126		
Director Honorarium	184,000	276,000
Director Traveling Expenses	173,600	252,000
Lunch & Refreshment	78,526	119,555
	436,126	647,555
24.04 Stationery, Printing, Advertisements, etc. : Tk. 133,819		
Printing and Stationery	95,564	303,183
Advertisement & Publicity	25,875	184,690
Computer Accessories	12,200	9,820
Cultaries & Cookaries	180	16,415
	133,819	514,108
24.05 Audit & Consultancy Fees, etc. : Tk. 65,550		
Audit Fee	57,500	57,500
Legal & Professional fee	8,050	-
	65,550	57,500
24.06 Postage, Stamps, Telecommunication, etc. : Tk.277,066		
Wan Connectivity Charge	162,800	104,200
Wimax Charge	11,842	-
Telephone and Fax	21,019	2,546
Stamp Duty	3,045	2,470
Mobile Expenses	78,000	6,500
Postage and Courier	360	60
	277,066	115,776
24.07 Repair and Maintenance: Tk. 112,245		
Cleaning expenses	27,000	12,500
Electrical goods	-	7,660
Anti virus software charge	-	16,224
Office maintenance	22,045	5,430
Vehicle Maintenance(CNG)	63,200	-
	112,245	41,814
24.08 Registration & Renewal Fees: Tk. 105,010		
Stock Broker & Stock Dealer Reg. fee	20,000	40,000
Trade Licence Registration & Renewal fee	14,510	33,930
Registration fee to RJSC	-	800
Authorized representartive registration fee to DSE	12,500	2,000
TREC Renewal fee to DSE	50,000	-
DP Registration Renewal	4,000	-
Training course Reg.fee	4,000	-
	105,010	76,730
24.09 Depreciation on Fixed assets: Tk. 1,248,166		
Furniture & Fixture	56,161	16,575
Office equipment	164,945	79,199
Office renovation & Decoration	226,066	76,952
Computer & Server	798,556	344,230
Software	2,438	-
	1,248,166	516,956

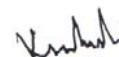
	Amount (In Taka)	
	2014	2013
24.10 Other Operating Expenses: Tk. 469,896		
Traveling & Conveyance	15,290	-
Gift & Donation	-	55,000
Uniform	6,500	3,250
DSE Charges	4,409	883
TWS Set up fees	5,000	20,000
Application fee to BSEC	-	10,000
Newspaper & Periodicals	5,711	1,976
Entertainment	92,344	30,328
Annual Subscription for DSE Membership	-	9,400
RJSC Expenses	1,750	-
Security Service	105,559	-
Car expenses	229,163	-
Miscellaneous expenses	1,170	4,060
Business Development Cost	3,000	6,500
	469,896	141,397
25.00 FINANCIAL EXPENSES:TK. 114,065		
Bank Charges & Commission	114,065	52,419
	114,065	52,419
26.00 PROVISION FOR TAXATION : TK. 19,279,648		
Provision for Income Tax	19,279,648	19,211,367
	19,279,648	19,211,367



Chief Executive Officer



Director



Chairman

Annexure-1

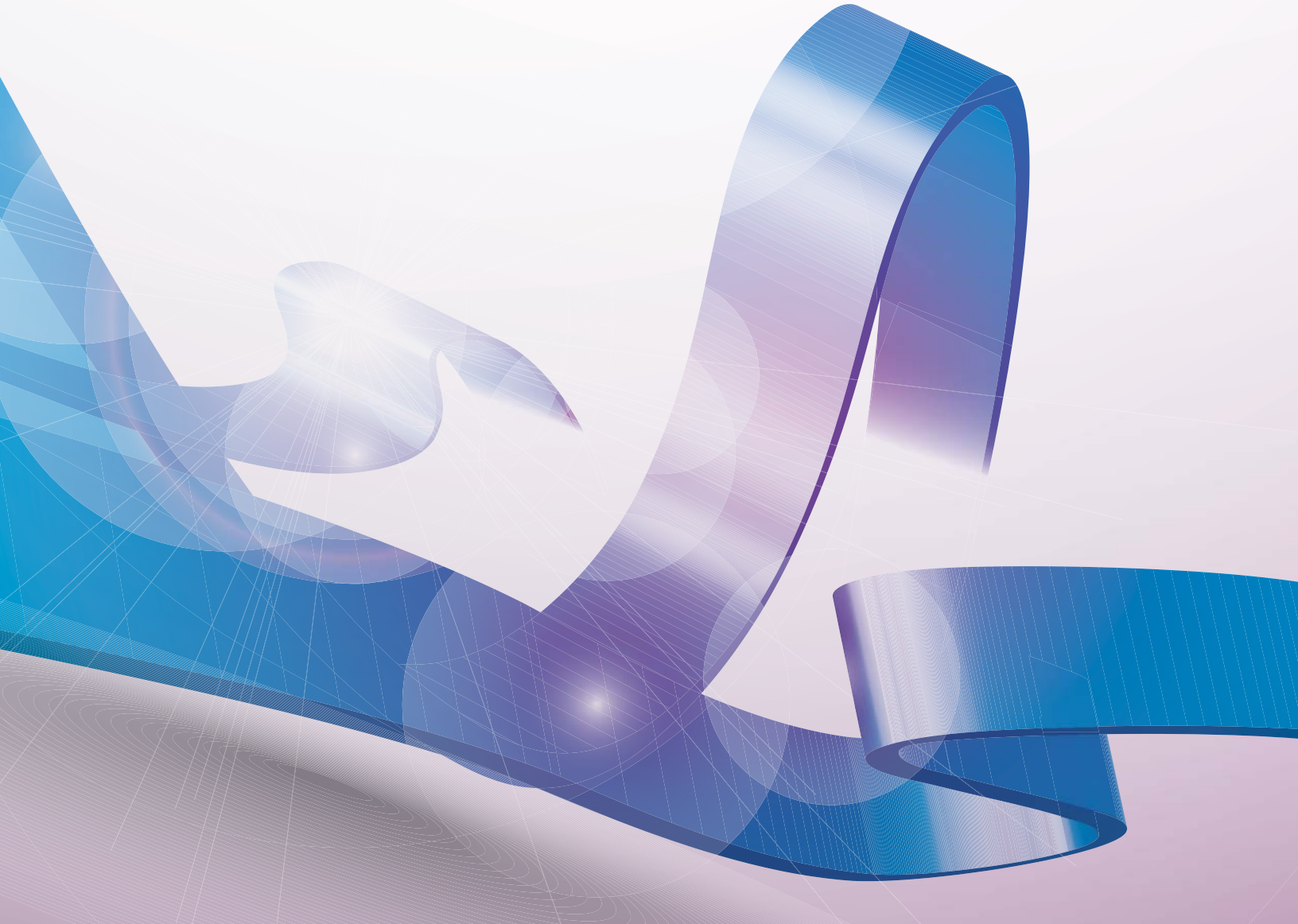
STANDARD BANK SECURITIES LTD.**Fixed Asset Schedule**

For the year ended 31 December, 2014

(Figures in BDT)

Particulars	Cost			Rate %	Depreciation			Written Down Value as at 31.12.2014
	Balance as at 01.01.2014	Additions	Total as at 31.12.2014		Balance as at 01.01.2014	Charged for the year	Total as at 31.12.2014	
Furniture & Fixture	578,185	-	578,185	10	16,575	56,161	72,736	505,449
Office Equipment	903,923	-	903,923	20	79,199	164,945	244,144	659,779
Office Renovation & Decoration	2,337,615	-	2,337,615	10	76,952	226,066	303,018	2,034,597
Computer & Server	4,284,476	159,141	4,443,617	20	344,230	798,556	1,142,786	3,300,831
Software	-	146,300	146,300	20	-	2,438	2,438	143,862
Balance at 31 December 2014	8,104,199	305,441	8,409,640		516,956	1,248,166	1,765,122	6,644,518

SBL CAPITAL MANAGEMENT FINANCIAL INFORMATION





**AUDITORS' REPORT
TO THE SHAREHOLDERS OF
SBL Capital Management Limited**

We have audited the accompanying Financial Statement of SBL Capital Management Limited namely Statement of Financial Position (Balance Sheet) as at 31st December, 2014 and the related Statement of Comprehensive Income (Income and Expenditure Statement), Statement of Cash Flows and Statement of Changes in Equity and Notes thereto for the year ended 31st December, 2014 and a summary of significant accounting policies and other explanatory information.

Respective responsibilities of management and auditors

The preparation of these financial statements is the responsibility of the management of the company in accordance with Generally Accepted Accounting Principles and International Accounting Standards/International Financial Reporting Standards so far as adopted by the Institute of Chartered Accountants of Bangladesh as Bangladesh Accounting Standards/Bangladesh Financial Reporting Standards and for such internal control as management determine is necessary to enable the preparation of financial statements that were free from material misstatement, whether due to fraud or error. Our responsibility is to express an independent opinion on this financial statements based on our audit.

Basis of our audit opinion

We conducted our audit in accordance with International Standards on Auditing as applicable in Bangladesh. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of financial statements. We believe that our audit provides a reasonable basis for our opinion.

Opinion:

Subject to the disclosure given in 16, 17 and 18 together with their effects in the financial statements, in our opinion, the financial statements present fairly, in all material respects, (or give a true and fair view of) the financial position of SBL Capital Management Limited as at 31st December, 2014 and their financial performance and cash flows for the year then ended prepared in accordance with Bangladesh Financial Reporting Standards.

We further report that:

- a. we have obtained all the information and explanation which to the best of our knowledge and belief were necessary for the purpose of our audit and made due verification thereof;
- b. in our opinion, proper books of account as required by law have been kept by the company so far as it appeared from our examination of those books.
- c. the statement of Financial Position and the statement of Comprehensive Income along with the notes thereto deal with by this report are in agreement with the books of account; and
- d. the expenditure incurred and payments made were for the purpose of the company's business for the period.

Dhaka, March 08, 2015


SHAFIQ BASAK & CO.
CHARTERED ACCOUNTANTS

SBL CAPITAL MANAGEMENT LIMITED
(A subsidiary Company of Standard Bank Ltd.)
Statement of Financial Position
As at 31st December, 2014

Figures in Taka

Particulars	Notes	31.12.2014 BDT	31.12.2013 BDT
Assets:			
Non-Current Assets:			
Property, Plant & Equipments	2.00	4,219,024	4,715,278
		3,800,104,734	3,898,412,804
CURRENT ASSETS:			
Advance, Deposit & Prepayment	3.00	2,654,990	3,242,990
Investment in Shares	4.00	1,595,581,457	1,891,481,535
Margin Loan to Clients	5.00	1,893,308,756	1,862,859,862
Accounts Receivable	6.00	19,246,973	8,428,190
Advance Income Tax	7.00	98,252,271	26,274,035
Stock of Stationery		20,390	40,820
Cash & Bank Balances	8.00	191,039,897	106,085,372
		3,804,323,758	3,903,128,082
TOTAL ASSETS:			
EQUITY & LIABILITIES			
Capital and Reserve:			
Share Capital	9.00	1,500,000,000	1,500,000,000
Retained Earnings	10.00	142,523,849	125,984,301
		1,642,523,849	1,625,984,301
CURRENT LIABILITIES:			
Loan facilities from Standard Bank Limited	11.00	1,560,429,327	1,820,921,321
Provision for Expenses	12.00	205,898	290,670
Sundry Deposit	13.00	21,722,095	39,953,088
Liability for withholding Tax, VAT & others	14.00	209,020	235,807
Accounts Payable	15.00	800,000	3,821,855
		1,583,366,340	1,865,222,741
Others Liabilities:			
Provision for Taxation	16.00	118,158,418	53,813,140
Provision for diminution in value of Investment	17.00	351,752,421	332,263,336
Provision for Margin Loan	18.00	108,033,666	25,355,500
Provision for interest waiver to Affected Investors	19.00	489,064	489,064
		578,433,569	411,921,040
		3,804,323,758	3,903,128,082
TOTAL EQUITY & LIABILITIES:			

FINANCIAL INFORMATION

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


Chief Executive Officer


Director


Chairman

Dhaka, March 08, 2015


SHAFIQ BASAK & CO.
CHARTERED ACCOUNTANTS

SBL CAPITAL MANAGEMENT LIMITED
(A subsidiary Company of Standard Bank Ltd.)
Statement of Comprehensive Income
for the year ended 31st December, 2014

Figures in Taka

Particulars	Notes	31.12.2014 BDT	31.12.2013 BDT
INCOME			
Interest Income		291,886,194	277,076,871
Transaction / Settlement Fee		22,737,741	13,628,193
Management Fee		10,946,726	28,316,047
Gain on Sale of Shares		158,325,657	44,871,949
Dividend on Investment in Shares		34,135,256	37,017,338
Underwriting Commission		-	-
Interest on SND Accounts		11,183,702	11,137,279
Other Income	20.00	1,443,798	2,145,300
Total Income (A)		530,659,074	414,192,977
EXPENDITURE			
Interest Expense	21.00	214,505,106	226,876,549
Salary & Allowances	22.00	7,568,157	9080511
Rent, Taxes, Insurance & Electricity	23.00	1,734,753	2,719,453
Postage, Stamp & Telecommunication	24.00	24,902	63,722
Stationery, Printing & Advertisement	25.00	154,265	242,427
Directors' Fee & Other benefits	26.00	391,673	497,150
Audit & Consultancy Fees	27.00	166,750	78,000
Depreciation		496,254	354,006
Other Expenses	28.00	2,565,137	2,471,905
Total Expenditure (B)		227,606,997	242,383,723
Profit before provision (C=A-B)		303,052,077	171,809,254
Less: Provision for Diminution in value of Investments	17.00	19,489,085	-
Less: Provision for Margin Loan	18.00	82,678,166	-
Less: Provision for Interest Waiver to Affected Investors	19.00	-	368,160
Total Provision (D)		(102,167,251)	368,160
Profit /(Loss) before tax (E=C-D)		200,884,826	171,441,094
Less: Provision for Taxation	16.00	64,345,278	46,548,150
Profit /(Loss) after tax, carried forward		136,539,548	124,892,944
Earning Per Share	29.00	9.10	8.33

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



Chief Executive Officer



Director



Chairman

Dhaka, March 08, 2015



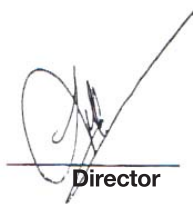
SHAFIQ BASAK & CO.
CHARTERED ACCOUNTANTS

SBL CAPITAL MANAGEMENT LIMITED
(A subsidiary Company of Standard Bank Ltd.)
Statement of Cash Flows
for the year ended 31st December, 2014

Figures in Taka

Particulars	Notes	31.12.2014 BDT	31.12.2013 BDT
A. Cash Flow form Operating Activities:			
Net Profit after tax		136,539,548	124,892,944
Add: Non Cash Transaction			
Increase/ (Decrease) in Accrued Expenses		(84,772)	63,989
Increase/ (Decrease) in Liability for withholding LFC		(26,787)	19,807
Increase/ (Decrease) in Provision for Investment in securities		19,489,085	-
Increase/ (Decrease) in Corporate Income Tax		64,345,278	46,548,150
Depreciation		496,254	354,006
		(20,763,271)	(20,803,769)
Increase/ (Decrease) in Sundry Deposit		(18,230,993)	18,665,732
(Increase) / Decrease in Accounts Receivable		(10,818,783)	9,430,808
(Increase) / Decrease in Advance Income Tax		(71,978,236)	(8,889,357)
(Increase) / Decrease in Advance, Deposit & Prepayments		588,000	(3,242,990)
Increase/ (Decrease) in Account Payable		(3,021,855)	(37,156,952)
(Increase) / Decrease in Stock of Stationery		20,430	20,830
Increase in Provision for Margin Loan		82,678,166	-
Increase in Provision for Interest Waiver to Affected Investors		-	368,160
Net Cash flow from Operating Activities		199,995,335	151,075,127
B. Cash flow from Investing Activities:			
Decrease in Investment in Securities		295,900,078	(228,134,377)
Purchase of Assets		-	(2,970,684)
Disposal of Assets		-	4,110,933
Increase in Loan to Clients		(30,448,894)	(172,457,153)
Net cash flow from Investing Activities		265,451,184	(399,451,281)
C. Cash used by Financing Activities:			
Issue of Share Capital		-	-
Decrease in Loan facilities from SBL		(260,491,994)	277,838,662
Dividend paid		(120,000,000)	(45,000,000)
Net cash flow financing activities		(380,491,994)	232,838,662
D. Net Increase in Cash and Cash Equivalents (A+B+C)		84,954,525	(15,537,491)
E. Opening Cash and Cash Equivalents		106,085,372	121,622,863
Closing Cash and Cash Equivalents (D+E)		191,039,897	106,085,372


Chief Executive Officer


Director


Chairman

Dhaka, March 08, 2015


SHAFIQ BASAK & CO.
CHARTERED ACCOUNTANTS

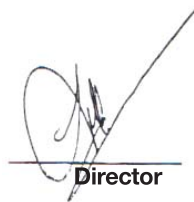
SBL CAPITAL MANAGEMENT LIMITED
(A subsidiary Company of Standard Bank Ltd.)
Statement of Changes in Shareholders Equity
As at 31st December, 2014

Figures in Taka

			Retained Earnings	Total
Balance as on 01.01.2014	1,500,000,000		125,984,301	1,625,984,301
Dividend for the year-2013	-	-	(120,000,000)	(120,000,000)
Retained Earnings during the year			136,539,548	136,539,548
Balance as on 31.12.2014	1,500,000,000	-	142,523,849	1,642,523,849
Balance as on 31.12.2013	1,500,000,000	-	125,984,301	1,625,984,301



Chief Executive Officer



Director



Chairman

Dhaka, March 08, 2015



SHAFIQ BASAK & CO.
CHARTERED ACCOUNTANTS

SBL CAPITAL MANAGEMENT LIMITED
(A subsidiary Company of Standard Bank Ltd.)
Notes to the financial statements as at 31st December, 2014

1.00 Company and its Activities

SBL Capital Management Limited is a subsidiary company of Standard Bank Limited incorporated as a public limited company on 20th October, 2010 with the Registrar of Joint Stock Companies, Dhaka vide certificate of incorporation No. C-87663/10 dated 20 October, 2010 and commenced its business on the same date. The functions of its were separated from Standard Bank Limited by forming a subsidiary company in terms of Bangladesh Bank's BRPD Circular No. 12 dated 14 October, 2009. Bangladesh Securities and Exchange Commission (BSEC) thereafter issued a full fledged Merchant Banking license in favour of SBL Capital Management Limited, vide letter No. SEC/Reg/MB/SUB/13/2010/529, dated January 05, 2011 with effect from January 09, 2011.

1.02 Principal Activities:

The main objectives of the Company is to carry out the business of full fledged merchant banking activities like margin loan provided to clients for the Investment in securities, issue management, portfolio management, underwriting, corporate advisory services etc.

1.03 Significant Accounting policies:**Statement of Compliance:**

The financial statements have been prepared in accordance with Bangladesh Financial Reporting Standards (BFRS)/ Bangladesh Accounting Standards (BAS), the Companies Act. 1994, Securities & Exchange Rules, 1987 and other applicable laws in Bangladesh.

Basis of preparation of Financial Statements:

The financial statements are prepared on a going concern basis under historical cost convention in accordance with Generally Accepted Accounting Principles. Wherever appropriate, such principles are explained in succeeding notes. The financial statements include:

- (i) Statement of Financial Position (Balance Sheet)
- (ii) Statement of Comprehensive Income (Income and Expenditure Statement)
- (iii) Statement of Cash Flows
- (iv) Statement of Changes in Equity
- (v) Accounting Policies and Explanatory Notes

1.04 Reporting Period:

The Reporting period of the Company from 1st January, 2014 to 31st December, 2014.

1.05 Statement of Cash Flows:

Statement of Cash Flow is prepared in accordance with the Bangladesh Accounting Standard (BAS)-7: Cash Flow statement has been presented under indirect method.

1.06 Property, Plant and Equipments:
Recognition and Measurement:

Items of Property, Plant & Equipment (PPE) are initially measured at cost. After initial recognition, the item of PPE are carried at cost less accumulated depreciation and impairment losses. Depreciation is charged using reducing balance method as per Bangladesh Accounting Standard (BAS).

Category of Assets	Rate of Depreciation
Furniture & Fixture	10%
Office Equipment	20%
Renovation & Decoration	10%
Software	20%

1.07 Cash and Cash Equivalents:

Cash and Cash Equivalents comprise cash in hand and bank balances, which were held and available for use of the Company without any restriction.

1.08 Investments:

All Investment in securities are initially recognised at cost, being fair value of the consideration given, including acquisition charges associated with the investments. The valuation methods used for investments is:

1.08.1 Investment in listed securities are acquired and held primarily as well as secondarily for the purpose of selling them in future or held for dividend income are reported at cost. Unrealised gain /(Loss) are not recognised in the statement of comprehensive income statement.

1.09 Receivables:

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

1.10 Share Capital

Ordinary shares are classified as equity when there is no contractual obligation to transfer cash or other financial assets.

1.11 Borrowing Funds:

Borrowing funds include borrowings from Standard Bank Limited, which is stated in the statement of financial position as Short Term Loan.

1.12 Provision for Current Taxation:

Provision for current income tax has been made @ 37.50% on total income as prescribed in the Finance Act 2014 on the accounting profit made by the Bank in compliance with BAS-12 "Income Taxes".

1.13 Benefit to the Employees:

The retirement benefits such as Gratuity Fund, Incentive Bonus for the employees of the company as on reporting date have not yet been recognised for in accordance with the provisions of Bangladesh Accounting Standards-19, "Employment Benefits" as the company is not yet decided for those benefits.

1.14 Provision for Liabilities:

A provision is recognised in the statement of financial position when the company has a legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefit will be required to settle the obligations, in accordance with the BAS-37 “Provisions, Contingent Liabilities and Contingent Assets”.

1.15 Provision for Margin Loan:

A provision for Equity shortfall of investors in portfolios have been made as per circular of BSEC No. SEC/CMRRCD/2009-193/166 dated 12 January, 2015.

1.16 Interest Income:

In terms of the provisions of BAS-18 “Revenue”, interest income is recognised on accrual basis.

1.17 Investment Income:

Investment Income on investment is recognised on accrual basis. Capital gains are recognised when these are realised.

1.18 Fees and Commission Income:

Fees and Commission income arising on services provided by the Company are recognised on accrual basis.

1.19 Dividend Income on Shares:

Dividend on shares is recognised during the period in which it is declared and ascertained i.e, established as the right of shareholders.

1.20 Events after the reporting period:

Where necessary, all the material events after the reporting date has been considered but no adjustment/disclosures is required to be made in the financial statements.

1.21 Directors responsibility on Financial Statements:

The board of directors of the company is responsible for the preparation and presentation of these financial statements.

2.00 Property, Plant & Equipments: TK. 4,219,024

	Amount (In Taka)	
	2014	2013
Opening Balance	5,735,594	8,102,156
Add: Addition during the year	-	2,970,684
Less: Adjustment	-	5,337,246
Closing Balance (A)	5,735,594	5,735,594
Depreciation:		
Opening Balance	1,020,316	1,892,623
Add: Charge for the period	496,254	354,006
Less: Adjustment	-	1,226,313
Closing Balance (B)	1,516,569	1,020,316
Written Down Value (A-B)	4,219,024	4,715,278

Details are shown in **Annexure-1**

3.00 Advance, Deposits & Prepayments: Tk. 2,654,990

Advance Rent- Office Premises	2,450,000	3,038,000
Advance for Custody DP-CDBL	200,000	200,000
Security deposit	4,990	4,990
Total	2,654,990	3,242,990

4.00 Investment in Shares Tk. 1,595,581,457

Total Investments (Note-4.01)	1,595,581,457	1,891,481,535
Total	1,595,581,457	1,891,481,535

4.01	Ordinary Shares	No. of Company	Cost value 31.12.2014	Cost value 31.12.2013
		Investment in Secondary Share Market (Note: 4.01.01)	60	1,595,581,457
	Total		1,595,581,457	

4.01.01 Investment in Secondary Share Market: Tk. 1,595,581,457

	Cost value 31.12.2014	Cost value 31.12.2013
Banking Company	417,472,956	435,980,016
Non Banking Financial Institutions	208,233,255	204,188,393
Insurance Company	232,264,535	240,680,616
Insurance Company	154,107,820	154,107,907
Fuel and Power	305,527,929	319,756,794
Mnufacturing Company and Others	277,974,962	536,767,809
Total	1,595,581,457	1,891,481,535

Investment in shares represents cost price of securities which have been invested by the company in the capital market. The details of the above balance have been shown in **Annexure-2**.

		Amount (In Taka)	
		2014	2013
5.00	Margin Loan to Clients: Tk. 1,893,308,756		
	This is made up as follows:		
	Portfolio Margin Loan	1,893,308,756	1,862,859,862
	Total	1,893,308,756	1,862,859,862
6.00	Account Receivable: Tk. 19,246,973		
	This is made up as follows:		
	Receivable from Brokers against Investors Portfolio	3,700,948	-
	Receivable from Brokers against Own Portfolio	13,518,025	-
	Dividend Receivable	-	6,275,190
	Underwriting Commission Receivable	2,028,000	2,153,000
	Total	19,246,973	8,428,190
7.00	Advance Income Tax: Tk. 98,252,271		
	This is made up as follows:		
	Opening Balance	26,274,035	17,384,678
	Add: Tax deducted during the year (Note: 7.01)	9,751,875	8,889,357
	Add: Advance Income Tax Paid	62,226,361	-
	Closing Balance	98,252,271	26,274,035
7.01	Tax deducted : Tk. 9,751,875		
	This is made up as follows:		
	Tax deducted on Interest Income	1,677,556	1,670,592
	Tax deducted on Dividend Income & Others	8,074,320	7,218,765
	Total	9,751,875	8,889,357
8.00	Cash & Bank Balances: Tk. 191,039,897		
	This is made up as follows:		
	Cash in hand	-	-
	Bank Balances with SBL, Principal Branch (Note-8.01)	191,039,897	106,085,372
	Total	191,039,897	106,085,372
8.01	Bank Balance with SBL, Principal Branch: Tk. 191,039,897		
	SBL Capital Mgt. Ltd. Investors (A/C: 1807)	161,218,000	96,927,467
	SBL Capital Mgt. Ltd. (A/C: 1808)	859,673	1,916,852
	SBL Capital Mgt. Ltd. Own Portfolio (A/C: 1810)	27,932,213	7,241,053
	Public Issue App. SCML (A/C: 1876)	1,030,011	-
	Total	191,039,897	106,085,372
9.00	Share Capital: Tk. 5,000,000,000		
9.01	Authorized Capital: Tk. 5,000,000,000		
	50,000,000 Ordinary Shares of TK. 100/- each	5,000,000,000	5,000,000,000
9.02	Issued, Subscribed and Paid Up Capital: Tk. 1,500,000,000		
	15,000,000 Ordinary Shares of TK. 100/- each	1,500,000,000	1,500,000,000
	Total	1,500,000,000	1,500,000,000

9.03 Pattern of Shareholdings: Tk. 1,500,000,000

		Amount (In Taka)	
		2014	2013
Name	No. of Shares	Amount (TK.)	% of Share
Mr. Kazi Akramuddin Ahmed	50	5,000	0.0003%
Mr. Gulzar Ahmed	50	5,000	0.0003%
Mr. Mohammed Abdul Aziz	50	5,000	0.0003%
Mr. S.A.M. Hossain	50	5,000	0.0003%
Mr. Mohammed Zahedul Hoque	50	5,000	0.0003%
ICB represented by the Managing Director	50	5,000	0.0003%
Mr. Tazmeem Mostafa Chowdhury	50	5,000	0.0003%
Dr. Mohammed Rezaul Islam	50	5,000	0.0003%
Mr. Sheikh Omar Faruque	50	5,000	0.0003%
Mr. Md. Nizamul Alam	50	5,000	0.0003%
Mr. Md. Shahedul Alam	50	5,000	0.0003%
Standard Bank Limited represented by the Managing Director	14,999,450	1,499,945,000	99.9967%
Total	15,000,000	1,500,000,000	100.0000%

10.00 Retained Earnings: Tk. 142,523,849

This is made up as follows:

Opening Balance	125,984,301	46,091,357
Less: Dividend	120,000,000	45,000,000
Total	5,984,301	1,091,357
Add: Profit for the period	136,539,548	124,892,944
Total	142,523,849	125,984,301

11.00 Loan facilities from Standard Bank Ltd.: Tk. 1,560,429,327

This is made up as follows:

Opening Balance	1,820,921,321	1,543,082,659
Add: Addition during the year	310,504,806	499,258,065
	2,131,426,127	2,042,340,724
Less: Refund during the year	570,996,800	221,419,403
Closing Balance	1,560,429,327	1,820,921,321

The above loan was taken from Standard Bank Limited bearing interest @ 12.50% per annum on quarterly basis vide reference No. SBLHO/CR./LMT-1/2011/1576 dated 24.04.2011.

12.00 Provision for Expenses: Tk. 205,898

This is made up as follows:

Accrued Expenses (Not: 12.01)	205,898	290,670
	205,898	290,670

12.01 Accrued Expenses: Tk. 205,898

This is made up as follows:

Opening Balance	290,670	189,891
Add: Accrued Exp. during the year	171,020	252,384
Total	461,690	442,275
Less: Adjustment during the year	255,792	151,605
Closing Balance	205,898	290,670

	Amount (In Taka)	
	2014	2013
13.00 Sundry Deposit: Tk. 21,722,095		
This is made up as follows:		
Portfolio Deposit Account (Investors)	19,722,824	39,112,298
Affected Small Investors Deposit	866,888	583,703
Public Issue Application Deposit	1,022,000	-
SBSL Advance Office Rent	-	196,000
Unidentified Entries	110,383	61,087
	21,722,095	39,953,088
14.00 Liability for withholding Tax, VAT & Others: Tk. 209,020		
This is made up as follows:		
Tax deducted at source- others	4,900	-
Salary Tax deducted at source	19,100	-
VAT deducted at source	23,820	-
LFC payable (Note-14.01)	161,200	235,807
	209,020	235,807
14.01 LFC: Tk. 161,200		
Opening Balance	235,807	216,000
Add: Addition during the year	161,200	235,807
Total	397,007	451,807
Loss: Disbursement during the year	235,807	216,000
Closing Balance	161,200	235,807
15.00 Accounts Payable: Tk. 800,000		
Payable for Leads Software*	800,000	800,000
Payable against buy & sale netting of shares	-	3,021,855
	800,000	3,821,855
*Merchant Bank operation and Accounting Software was purchased from Leads Corp. Ltd amounting to TK. 16.00 Lac. 50% payment was made at the time of work order and balance 50% would payable after successful operation of Accounting Software.		
16.00 Provision for Tax : Tk. 64,345,278		
Opening Balance	53,813,140	7,264,990
Add: Provision made during the year	64,345,278	46,548,150
Closing Balance	118,158,418	53,813,140
The computation of tax provision for the year under audit are as under:		
Tax on Capital Gain TK. 158,325,657@10%	15,832,566	
Tax on Dividend TK. 34,135,256@20%	6,827,051	
Tax on Business Income TK. 111,161,764 @37.50% (Including perquisites of TK. 570,600)	41,685,662	
Total Tax Provision	64,345,278	

Assessment for the asst. year 2012-2013 (Accting-2011) had been made by DCT. Based on DCT's assessment, tax liabilities (including penal interest) was tk. **19,371,705** as per IT-30 against provision for tax amounting to **Tk 1,990,574**. The Company had filed appeal with tribunal against appeal order for the asst. year 2012-2013 (Accting-2011). Appeal with tribunal are yet to be heard. Assessment for the year 2013-2014 has not yet been completed.

Since appeal for 2012-2013 (Accting-2011) is pending with tribunal, difference of tax liability amounting tk. **17,381,131** between tax provision and tax demanded by DCT had not yet taken into account.

17.00 Provision for diminution in value of Investment: Tk. 351,752,421

Amount (In Taka)	
2014	2013
Opening Balance	332,263,336
Add: Provision made during the year	19,489,085
Closing Balance	351,752,421

Opening Balance	332,263,336	332,263,336
Add: Provision made during the year	19,489,085	-
Closing Balance	351,752,421	332,263,336

Based on market value prevailing on 31st December, 2014, total value of shares in different companies held by SBL Capital Management Ltd. comes to **Tk.1,165,872,695**(cost **Tk.1,595,581,457**). Details are shown at **Annexure-2**. Thus difference between market value and cost value of total shares comes to **Tk.429,708,762**. This represents diminution in investment value.

Short-fall in provision are shown below:

Total diminution in investment value	TK.	429,708,762
Less: Provision for diminution in investment value (January 1, 2014)	TK.	332,263,336
Total shortfall in provision require to be accounted	TK.	97,445,426

Against above shortfall, sum of **Tk.19,489,085** had been provided in accounts which represents (as per BSEC circular No. SEC/CMRRCD/2009-193/166 dated, January 12, 2015) 20% of total unrealized loss in comprehensive income statement for the year under audit. Remaining loss in investment value amounting **Tk. 77,956,340.46** would be taken into accounts in the year 2015.

18.00 Provision for Margin Loan: Tk. 108,033,666

Opening Balance	25,355,500	25,355,500
Add: Provision made during the year	82,678,166	-
Closing Balance	108,033,666	25,355,500

There arises loss/shortfall in portfolio investment amounting **Tk. 438,746,333** representing difference of loan balance and market value of securities on December 31, 2014 this shortfall/ loss should be provided in account. However, BSEC has given a facilities to the investors by issuing a circular on **SEC/CMRRCD/2009-193/166** dated January 12, 2015 that loss/shortfall in provision for investment might be amortized in 5(five) equal quarterly installment. Provision made for **Tk.82,678,166** against shortfall of portfolio investment of **TK. 413,390,833**. As such shortfall in provision stands at **Tk.330,712.667**. Which is made up as follow:

Provision for Margin Loan :

Required Provision for Margin Loan	438,746,333
Less: Opening balance on 01.01.2014	25,355,500
	413,390,833
Less: 20% of Tk. 413,390,533 amortized in Income Statement of current year	82,678,166
Net provision shortfall	330,712,667

19.00 Provision for Interest Waiver to Affected Investors: Tk. 489,064

Opening Balance	489,064	120,904
Add: Provision made during the period	-	368,160
Closing Balance	489,064	489,064

	Amount (In Taka)	
	2014	2013
20.00 Other Income: Tk. 1,443,798		
Documentation Charge	26,000	11,500
Charge for Investment Certificate	36,000	48,600
Account Closing Charges	10,400	15,200
Public Issue Application Commission	1,398	-
Sharing Infrastructure Charge	1,370,000	2,070,000
	1,443,798	2,145,300
21.00 Interest Expenses: Tk. 214,505,106		
Interest paid to Standard Bank Ltd. for loan facilities	214,505,106	226,876,549
22.00 Salary & Allowances: Tk. 7,568,157		
Salaries (Basic)	3,324,060	3,386,865
Salaries for Probationaries	-	16,258
House Rent Allowance	1,662,030	1,693,433
House Maintenance & Utility	74,400	753,120
Medical Allowance	617,000	1,091,778
Conveyance Allowance	513,000	159,610
Provident Fund (Company contribution)	332,406	338,686
Leave Fare Compensation (LFC)	171,200	256,757
Festival Bonus	529,460	552,595
Washing Allowance	10,500	9,600
Car Maintenance & Fuel	98,084	468,504
Casual Wages	236,017	353,305
Total	7,568,157	9,080,511
23.00 Rent, Taxes, Insurance & Electricity: Tk. 1,734,753		
Rent for Office Premises	1,281,840	2,276,000
Electricity	174,797	169,901
Generator Expenses	37,885	105,763
Lift Service	30,000	25,000
Water & Sewerage	31,631	34,789
WAN Connectivity Expenses	178,600	98,000
Pot Plant Service Charge	-	10,000
Total	1,734,753	2,719,453
24.00 Postage, Stamp & Telecommunication: Tk. 24,902		
Postage and Courier	6,144	33,130
Telephone Expenses	18,758	13,092
Mobile Expenses		17,500
Total	24,902	63,722

	Amount (In Taka)	
	2014	2013
25.00 Stationery, Printing & Advertisement : Tk. 154,265		
Printing & Stationery	63,615	117,367
Computer, Printer & Networking Accessories	90,650	87,260
Advertisement & Publicity	-	37,800
Total	154,265	242,427
26.00 Director's Fee & Other Expenses: Tk. 391,673		
Director's Meeting fees	176,750	210,000
Entertainment for the Bord Meeting	70,123	194,350
Director's Traveling Expenses	144,800	92,800
Total	391,673	497,150
27.00 Audit & Consultancy: Tk. 166,750		
Audit Fees	28,750	70,000
Legal Fees	138,000	8,000
Total	166,750	78,000
28.00 Other Expenses: Tk. 2,565,137		
Travelling & Conveyance expenses	2,820	6,080
Entertainment expenses (Office)	46,804	122,218
Photocopy & Photograph	3,605	6,296
Training & Internship	4,000	-
Uniform & Leverage	9,880	11,750
Rate & Taxes	1,000	256,801
Legal Charges	64,000	-
Drinking Water Expenses	23,760	16,660
CDBL Charges	2,111,220	1,453,107
Registration & Renewal fees	168,000	266,100
BO account maintenance fee	400	-
Miscellaneous expenses for Board Meeting	19,897	16,473
Maintenance, repair, renovation- Office Premises	50,366	225,817
Maintenance & repair -Vehicle	-	34,200
Paper & Periodicals	8,161	21,148
Miscellaneous Expenses	-	1,600
Bank Charges (MICR cheque book, HV & RV charges)	51,224	33,655
Total	2,565,137	2,471,905
29.00 Earning Per Share: Tk. 9.10		
Net profit after tax	136,539,548	124,892,944
Weighted average outstanding number of shares	15,000,000	15,000,000
Earning Per Share	9.10	8.33

Annexure-1

SBL CAPITAL MANAGEMENT LIMITED
(A subsidiary Company of Standard Bank Ltd.)
SCHEDULE OF PROPERTY, PLANT & EQUIPMENTS
AS AT 31ST DECEMBER, 2014

(Figures in BDT)

Particulars	Cost			DEP. Rate %	Depreciation			Written Down Value as at 31.12.2014
	Balance as on 01.01.2014	Additions during the year	Total as on 31.12.2014		Balance as on 01.01.2014	Charged for the year	Total as on 31.12.2014	
Office Equipment	-	-	-	20%	-	-	-	-
Computer, Printer, UPS & Server etc.	1,266,410.75	-	1,266,410.75	20%	567,948.78	139,692.39	707,641.17	558,769.58
Office Renovation	2,815,800.00	-	2,815,800.00	10%	93,860.00	272,194.00	366,054.00	2,449,746.00
Furniture & Fixture	200,383.00	-	200,383.00	10%	54,303.10	14,607.99	68,911.09	131,471.91
Software	1,453,000.00	-	1,453,000.00	20%	304,204.00	69,759.20	373,963.20	1,079,036.80
TOTAL	5,735,593.75	-	5,735,593.75		1,020,315.88	496,253.58	1,516,569.46	4,219,024.29

SBL CAPITAL MANAGEMENT LIMITED
(A subsidiary Company of Standard Bank Limited)
Own Portfolio Statement 31-12-2014

Annexure-2

SI	Company Name	Cost Amt.	Mkt. Value	Unrea. Gain/(Loss)
1	Aftab Automobiles	5,435,015	3,363,763	-2,071,252
2	Agrani Ins. Co. Ltd.	15,490,030	8,966,613	-6,523,417
3	AMCL	7,890,838	5,961,440	-1,929,398
4	Asia Pacific Ins. Co	2,361,366	1,209,600	-1,151,766
5	BD Fin & Inv Co Ltd.	19,175,070	8,696,383	-10,478,687
6	BD Submarine Cable	12,970,230	6,039,225	-6,931,005
7	Bengal Windsor	6,075,536	5,346,000	-729,536
8	BSRM Steel Limited	67,531,951	46,481,000	-21,050,951
9	DESCO LTD.	9,159,862	10,137,270	977,408
10	Dhaka Bank Ltd.	34,442,210	21,174,930	-13,267,280
11	Fareast Islami Life	42,833,947	17,866,741	-24,967,206
12	FAS Finance Inv Ltd.	12,104,845	8,219,400	-3,885,445
13	First Janata Bank MF	4,372,898	2,832,080	-1,540,818
14	Global Insurance Ltd	32,796,234	12,945,310	-19,850,924
15	Golden Harvest Agro	5,050,725	2,747,250	-2,303,475
16	Grameen MFO:Scheme 2	23,029,850	13,328,500	-9,701,350
17	Grameenphone Ltd.	3,405,434	4,053,280	647,846
18	IAMCL 2nd NRB MF	78,915,176	26,910,000	-52,005,176
19	ICB AMCL 2nd MF	11,022,931	3,663,900	-7,359,031
20	ICB Islamic Bank Ltd	15,997,603	5,390,000	-10,607,603
21	IFIC Bank 1st MF	18,783,078	11,004,180	-7,778,898
22	Int. Leasing And FSL	13,779,012	7,094,250	-6,684,762
23	Islamic Finance Inv	13,308,491	7,659,465	-5,649,026
24	Jamuna Bank Limited	36,580,548	18,389,201	-18,191,347
25	Jamuna Oil Co. Ltd	39,122,393	37,645,727	-1,476,666
26	Khulna Power Co. Ltd	62,230,532	57,256,443	-4,974,089
27	Lafarge Surma Cement	13,475,269	27,658,149	14,182,880
28	LankaBangla Finance	42,064,357	20,347,800	-21,716,557
29	Meghna Petroleum Ltd	6,273,472	5,464,900	-808,572
30	Mercantile Bank Ltd	4,654,445	3,869,606	-784,839

SBL CAPITAL MANAGEMENT LIMITED
(A subsidiary Company of Standard Bank Limited)
Own Portfolio Statement 31-12-2014

Annexure-2

SI	Company Name	Cost Amt.	Mkt. Value	Unrea. Gain/(Loss)
31	Mercantile Ins. Ltd.	16,862,996	8,755,488	-8,107,508
32	MIDAS Financing Ltd.	47,573,436	13,186,700	-34,386,736
33	National Bank Ltd.	45,056,533	15,675,376	-29,381,157
34	National Housing	11,303,877	7,979,400	-3,324,477
35	NCCBL	23,196,288	15,332,386	-7,863,902
36	Nitol Insurance	14,479,105	7,311,799	-7,167,306
37	ONE Bank Ltd.	33,418,216	25,983,100	-7,435,116
38	Padma Oil Co. Ltd	14,082,146	11,435,723	-2,646,423
39	Peoples Leasing	17,254,500	7,116,833	-10,137,667
40	Popular Life 1st MF	10,942,160	6,218,833	-4,723,327
41	Power Grid Co. of BD	15,814,080	11,716,000	-4,098,080
42	Pragati Ins Ltd.	57,491,384	24,230,757	-33,260,627
43	Prime Bank Limited	70,420,436	38,680,796	-31,739,640
44	Prime Bank 1st ICB MF	4,802,717	2,125,200	-2,677,517
45	Prime Finance	34,119,383	5,649,600	-28,469,783
46	Prime Islami Life	39,776,975	17,005,757	-22,771,218
47	Pubali Bank Ltd.	8,501,321	6,426,000	-2,075,321
48	Rangpur Foundry Ltd.	3,286,054	2,815,800	-470,254
49	Samorita Hospital	920,526	748,000	-172,526
50	Social Islami BnkLtd	25,173,431	14,960,000	-10,213,431
51	Square Pharma	133,095,930	263,850,885	130,754,955
52	Standard Insurance	10,172,498	6,923,851	-3,248,647
53	Summit Power Ltd.	104,576,428	73,549,204	-31,027,224
54	The Premier Bank Ltd	16,493,224	9,078,564	-7,414,660
55	Titas Gas T&D Co Ltd	54,269,016	58,938,150	4,669,134
56	Trust Bank 1st MF	2,239,011	1,279,177	-959,834
57	UCBL	88,269,575	77,938,000	-10,331,575
58	Union Capital Ltd	8,854,162	4,125,880	-4,728,282
59	Unique Hotel &Resort	7,533,576	4,771,160	-2,762,416
60	Uttara Bank Limited	15,269,125	10,341,870	-4,927,255
Total		1,595,581,457	1,165,872,695	-429,708,762

STANDARD EXCHANGE COMPANY (UK) LIMITED
FINANCIAL INFORMATION





**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

DIRECTORS

MR KAZI AKRAM UDDIN AHMED
MR NAZMUS SALEHIN

REGISTERED OFFICE

101
WHITECHAPEL ROAD
LONDON
E1 1DT

COMPANY NUMBER

6851946

BANKERS

SONALI BANK (UK) LIMITED

ACCOUNTANTS

Jahan & Co
Chartered Management Accountants
22 Osborn Street
London
E1 6TD


Jahan & Co.
Chartered Management Accountants
Accountants & Management Consultants
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FINANCIAL INFORMATION

STANDARD EXCHANGE COMPANY (UK) LIMITED

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

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The following do not form part of the statutory financial statements:

Trading and Profit and Loss Account	11
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STANDARD EXCHANGE COMPANY (UK) LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2014

The directors present their report and accounts for the year ended 31 December 2014

PRINCIPAL ACTIVITIES

The principal activity of the company in the year under review was MONEY REMITTANCE .

DIRECTORS

The directors who served during the year and their interests in the share capital of the company were as follows:

	2014	2013
	No.	No.
MR KAZI AKRAM UDDIN AHMED	0	0
MR NAZMUS SALEHIN	0	0

DIRECTORS RESPONSIBILITIES

Company Law requires the directors to prepare financial statements for each year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

The report of the directors has been prepared in accordance with the special provisions within Part 15 of the Companies Act 2006.

This report was approved by the board on 26 January 2015



.....
MR KAZI AKRAM UDDIN AHMED
Director



Jahan & Co.
Chartered Management Accountants
Accountants & Management Consultants
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STANDARD EXCHANGE COMPANY (UK) LIMITED**ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED ACCOUNTS
OF STANDARD EXCHANGE COMPANY (UK) LIMITED, FOR THE YEAR ENDED 31 DECEMBER 2014**


In order to assist you to fulfill your duties under the Companies Act 2006, we have prepared for your approval the accounts of STANDARD EXCHANGE COMPANY (UK) LIMITED for the year ended 31 December 2014 as set out on pages 5 to 10 from the company's accounting records and from information and explanations you have given us.

As a practising member of the Chartered Institute of Management Accountants (CIMA), we are subject to its ethical and other professional requirements which are detailed on their website.

This report is made solely to the Board of Directors of STANDARD EXCHANGE COMPANY (UK) LIMITED, as a body, in accordance with the terms of our engagement letter dated . Our work has been undertaken solely to prepare for your approval the accounts of STANDARD EXCHANGE COMPANY (UK) LIMITED and state those matters that we have agreed to state to the Board of Directors of STANDARD EXCHANGE COMPANY (UK) LIMITED, as a body, in this report, in accordance with the requirements of the Chartered Institute of Management Accountants (CIMA) as detailed on their website. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than STANDARD EXCHANGE COMPANY (UK) LIMITED and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that STANDARD EXCHANGE COMPANY (UK) LIMITED has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profitability of STANDARD EXCHANGE COMPANY (UK) LIMITED. You consider that STANDARD EXCHANGE COMPANY (UK) LIMITED is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of STANDARD EXCHANGE COMPANY (UK) LIMITED. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.



Jahan & Co
Chartered Management Accountants
22 Osborn Street
London
E1 6TD

26 January 2015

STANDARD EXCHANGE COMPANY (UK) LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2014**

	Notes	2014 £	2013 £
TURNOVER	2	301,590	194,354
GROSS PROFIT		<u>301,590</u>	<u>194,354</u>
Distribution costs		(7,747)	(5,080)
Administrative expenses		<u>(247,962)</u>	<u>(189,104)</u>
OPERATING PROFIT	3	45,881	170
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>45,881</u>	<u>170</u>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		<u>45,881</u>	<u>170</u>
PROFIT FOR THE FINANCIAL YEAR		<u><u>45,881</u></u>	<u><u>170</u></u>


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STANDARD EXCHANGE COMPANY (UK) LIMITED
BALANCE SHEET AT 31 DECEMBER 2014

	Notes	2014 £	2013 £
FIXED ASSETS			
Tangible assets	5	33,491	37,155
CURRENT ASSETS			
Debtors (amounts falling due within one year)	6	8,748	8,749
Cash at bank and in hand		45,390	31,414
		<u>54,138</u>	<u>40,163</u>
CREDITORS: Amounts falling due within one year	7	<u>19,936</u>	<u>55,506</u>
NET CURRENT ASSETS / (LIABILITIES)		<u>34,202</u>	<u>(15,343)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u><u>67,693</u></u>	<u><u>21,812</u></u>
CAPITAL AND RESERVES			
Called up share capital	8	300,000	300,000
Profit and loss account	9	<u>(232,307)</u>	<u>(278,188)</u>
SHAREHOLDERS' FUNDS		<u><u>67,693</u></u>	<u><u>21,812</u></u>

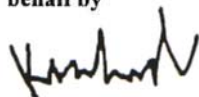
For the year ending 31 December 2014 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the board on 26 January 2015 and signed on their behalf by



.....
MR KAZI AKRAM UDDIN AHMED

Director



.....
MR KAMRUL ISLAM

CEO



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STANDARD EXCHANGE COMPANY (UK) LIMITED

**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

1. ACCOUNTING POLICIES**1a. Basis Of Accounting**

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

1b. Cash Flow Statement

The Company is exempt from including a statement of cash flows in its accounts in accordance with Financial Reporting Standard for Smaller Entities (effective April 2008).

1c. Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Short Leasehold Properties	straight line 15 Years%
Plant and Machinery	reducing balance 20%
Fixtures and Fittings	reducing balance 20%

1d. Turnover

Turnover represents the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

2. TURNOVER

The turnover and pre-tax result is attributable to MONEY REMITTANCE .

	2014	2013
	£	£
Remittance Commission	149,796	101,698
Exchange Gains	133,394	91,656
Other trading income	18,400	1,000
	<u>301,590</u>	<u>194,354</u>


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STANDARD EXCHANGE COMPANY (UK) LIMITED
3. OPERATING PROFIT

	2014	2013
	£	£
Operating Profit is stated after charging:		
Depreciation	6,894	7,514
	<u>6,894</u>	<u>7,514</u>

4. TAX ON ORDINARY ACTIVITIES
5. TANGIBLE FIXED ASSETS

	Short Leasehold Properties £	Plant and Machinery £	Fixtures and Fittings £	Total £
Cost				
At 1 January 2014	17,733	18,758	40,058	76,549
Additions	-	1,170	2,060	3,230
At 31 December 2014	<u>17,733</u>	<u>19,928</u>	<u>42,118</u>	<u>79,779</u>
Depreciation				
At 1 January 2014	5,910	11,924	21,560	39,394
For the year	1,182	1,601	4,111	6,894
At 31 December 2014	<u>7,092</u>	<u>13,525</u>	<u>25,671</u>	<u>46,288</u>
Net Book Amounts				
At 31 December 2014	<u>10,641</u>	<u>6,403</u>	<u>16,447</u>	<u>33,491</u>
At 31 December 2013	<u>11,823</u>	<u>6,834</u>	<u>18,498</u>	<u>37,155</u>


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STANDARD EXCHANGE COMPANY (UK) LIMITED

6. DEBTORS	2014	2013
	£	£
Amounts falling due within one year:		
Other debtors	<u>8,748</u>	<u>8,749</u>
	<u><u>8,748</u></u>	<u><u>8,749</u></u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2014	2013
	£	£
Taxation and social security	723	-
Other creditors	<u>19,213</u>	<u>55,506</u>
	<u><u>19,936</u></u>	<u><u>55,506</u></u>

8. SHARE CAPITAL

	2014	2013
	£	£
Allotted, issued and fully paid:		
300000 ORDINARY SHARES of £ 1 each	<u>300000</u>	<u>300000</u>
	<u><u>300,000</u></u>	<u><u>300,000</u></u>

FINANCIAL INFORMATION


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STANDARD EXCHANGE COMPANY (UK) LIMITED

9. PROFIT AND LOSS RESERVE

	2014	2013
	£	£
Opening balance	(278,188)	(278,358)
Profit for the year	45,881	170
	<u>(232,307)</u>	<u>(278,188)</u>

10. TRANSACTIONS WITH DIRECTORS

No transaction were undertaken between the directors and the company.

11. CONTROLLING PARTY

The company is 100% subsidiary of Standard Bank Limited (Bangladesh) and the parent company has full control over the management of the business.


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STANDARD EXCHANGE COMPANY (UK) LIMITED

**TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2014**

	2014 £	2013 £
Turnover	301,590	194,354
Cost of Sales:		
Gross Profit	<u>301,590</u>	<u>194,354</u>
	301,590	194,354
Less:		
Distribution costs	7,747	5,080
Administrative expenses	<u>247,962</u>	<u>189,104</u>
	<u>255,709</u>	<u>194,184</u>
Net profit for the year before taxation	<u>45,881</u>	<u>170</u>
Net profit for the year after taxation	45,881	170
Retained losses brought forward	<u>(278,188)</u>	<u>(278,358)</u>
Retained losses carried forward	<u>(232,307)</u>	<u>(278,188)</u>

This page does not form part of the Company's Statutory Accounts and is prepared for the information of the Directors only.


Jahan & Co.
 Chartered Management Accountants
 Accountants & Management Consultants
 22 Osborn Street, 1st Floor
 London E1 6TD
 Tel: 020 7375 0598 Fax: 020 7375 1699

STANDARD EXCHANGE COMPANY (UK) LIMITED
**PROFIT AND LOSS ACCOUNT SUMMARIES
FOR THE YEAR ENDED 31 DECEMBER 2014**

	2014	2013
	£	£
Distribution Costs:		
Advertising and sales promotion	4,707	956
Travel & subsistence	3,040	3,181
Staff entertaining	-	943
	<u>7,747</u>	<u>5,080</u>
Administrative Expenses:		
Rent, rates & building insurance	47,916	48,456
Insurance	2,089	471
Water, gas & electricity	2,881	1,458
Cleaning	1,035	873
Repairs and renewals	5,906	5,004
Salaries & Wages including NIC	62,748	56,230
Staff welfare	8,010	4,151
Training	822	780
Computer costs	1,148	-
Accountancy fees	3,500	3,000
Consultancy fees	-	554
Legal costs (revenue)	1,904	350
Business Insurance	-	1,751
Printing, postage, stationery & office supplies	1,374	1,143
Computer Expenses	-	2,755
Telephone, internet & fax	948	1,178
Fees & subscriptions	590	841
Security services	1,251	790
Bank charges & commissions	98,946	51,805
Depreciation and Amortisation:		
Depreciation of short leasehold properties	1,182	1,182
Depreciation of plant and machinery	1,601	1,708
Depreciation of fixtures and fittings	4,111	4,624
	<u>247,962</u>	<u>189,104</u>

This page does not form part of the Company's Statutory Accounts and is prepared for the information of the Directors only.



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STANDARD EXCHANGE COMPANY (UK) LIMITED
455 / 2706624992
CORPORATION TAX COMPUTATION
FOR THE PERIOD 01/01/2014 - 31/12/2014

		£
Profits as per Accounts 01/01/2014 - 31/12/2014		45,881
Add:		
Depreciation & Asset Disposal	<u>6,894</u>	6,894
Less:		
General Pool Allowances	<u>12,708</u>	(12,708)
Trading Profit		<u>40,067</u>
Losses brought forward and used against profits		<u>(40,067)</u>

Capital Allowances

		General Pool
01/01/2014 - 31/12/2014		
pool b/f		67,370
additions		3230
disposals		<u>70,600</u>
wda	(18%)	12,708
wdv		<u><u>57,892</u></u>
		12708

Corporation tax chargeable

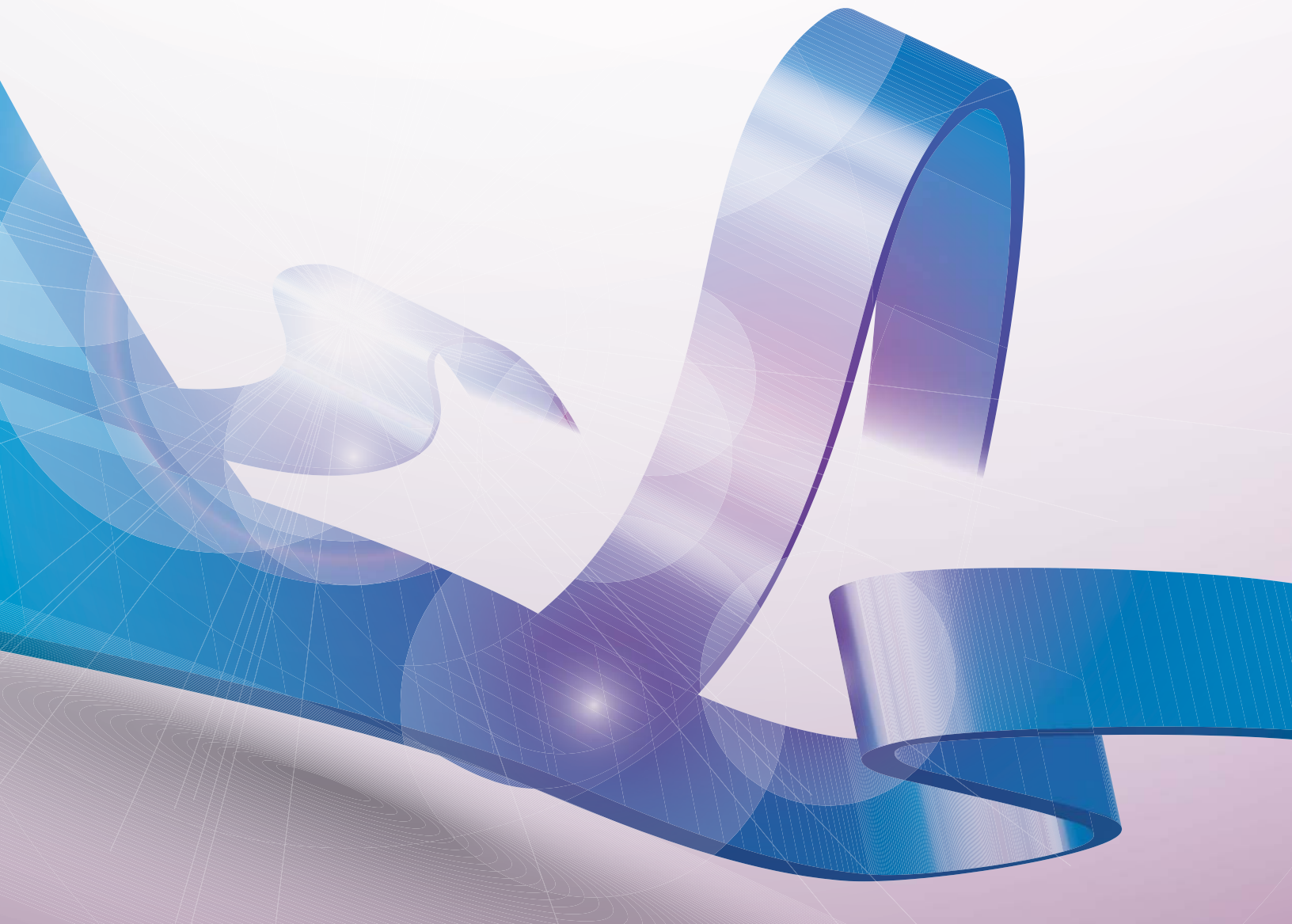
Trading and professional profits	40,067.00
Losses brought forward	40,067.00
Net trading and professional profits	.00
Bank building society or other interest and profits	.00
Income from UK land and buildings	.00
Annual profits and gains not falling under any other heading	.00
Profits before charges and reliefs	<u>.00</u>
Profits chargeable to corporation tax	<u>.00</u>
Totals	
Tax	
Tax Payable	<u><u>.00</u></u>

MEMO: Summary of trading losses

Losses brought forward	190,150
Losses brought forward used against profits	<u>40,067</u>
Losses carried forward	<u><u>150,083</u></u>


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STANDARD CO (USA) INC.
FINANCIAL INFORMATION



STANDARD CO (USA) INC.

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To

The Board of Directors and Shareholders of
Standard Co (USA) Inc
37-22 73rd Street, 2 (Z. Kabir Tower)
Jackson Heights, NY 11372

We have audited the accompanying balance sheet of **STANDARD CO (USA) INC.** as of December 31, 2014 and related statements of income, retained earnings and cash flows for the year then ended. These financial statements are the responsibilities of management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on test basis evidence supporting the amounts. An audit also includes assessing the accounting principles used and significant estimates made by management as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respect, the financial position of Standard Co (USA) Inc. as at December 31, 2014 and the results of its operations and their cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Jackson Heights, New York
February 28, 2015


K.M. HAQUE, CPA, P.C.
Certified Public Accountant
70-44 Broadway
Jackson Heights, NY 11372
(718) 478-7071

STANDARD CO (USA) INC.
BALANCE SHEET
As of December 31 , 2014

<u>ASSETS</u>	<u>Notes</u>	<u>Amount in</u> <u>dollars</u>	<u>Amount in dollars</u> <u>(\$)</u>
Current Assets:			
Cash in hand and bank instruments	8		315,450
Cash at Bank	9		674,460
Cash at Foreign Bank	12		91,651
Total Cash in hand and Cash at Bank			<u>1,081,561</u>
Accounts Receivable	10		3,891
Other current assets	11		45,205
Total current assets			<u>1,130,657</u>
Non-current Assets:			
Fixed assets (Schedule-2)			
Leasehold Improvement		221,084	
Less: Accumulated Amortization		<u>45,869</u>	175,215
Office equipment & Sign		75,322	
Less: Accumulated depreciation		<u>37,800</u>	37,522
Furniture & Fixtures		26,994	
Less: Accumulated depreciation		<u>13,530</u>	13,464
Total non-current assets			<u>226,201</u>
Other non-current assets:			
Preliminary expenses		114,616	
Less: Accumulated amortization		<u>15,592</u>	
Total Preliminary Expenses			99,024
Suspense Account			57,516
Total other non-current assets	13		<u>156,540</u>
Total assets			<u><u>1,513,398</u></u>
LIABILITIES AND EQUITY:			
Liabilities:			
Current liabilities			
Accounts payable			8851
Other Current Liabilities	14		458,971
Total current liabilities			
Shareholders' Equity:			
Paid-up capitals		1,400,000	
Retained earnings		<u>(354,424)</u>	
Total Equity			1,045,576
Total liabilities and equity			<u><u>1,513,398</u></u>

Notes to the financial statements are an integral part of balance sheet

Please See Accountant's Audit Report

K.M. HAQUE, CPA, P.C.
Certified Public Accountant

70-44 Broadway, Jackson Heights, NY 11372
(718) 478-7071

STANDARD CO (USA) INC
STATEMENT OF INCOME AND RETAINED EARNINGS
For the year ended December 31 , 2014

<u>Revenues</u>	<u>Note</u>	<u>Amount in dollars</u> <u>(\$)</u>
Commission Income		166,832
Foreign exchange gain	15	549,742
Total revenue after considering foreign exchange gains		<u>716,574</u>
 Operating Expenses:		
Salaries and wages		333,253
Bank charges		57,651
Bond Premium-CA Branch		3,375
Rent		162,697
Depreciation		38,780
Amortization		6,689
General & administrative expenses (Schedule-1)		261,861
Total Operating Expenses		<u>864,306</u>
Operating income/(loss)		(147,732)
Non-operating income	16	6,099
Income before interest and taxes		<u>(141,633)</u>
 Net operating income		 <u>(141,633)</u>
 Retained earnings at the beginning of the year		 (212,791)
 Net income for the year		 <u>(141,633)</u>
 Retained earning at the ending of the year		 <u><u>(354,424)</u></u>

Notes to the financial statements are an integral part of balance sheet
Please See Accountant's Audit Report


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STANDARD CO (USA) INC
STATEMENTS OF CASH FLOW
For the year ended December 31 , 2014

CASH FLOW FROM OPERATING ACTIVITIES:	<u>Amount in dollars</u> <u>(\$)</u>
Net operating income/(Loss)	(141,635)
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation of equipments & sign	13,799
Depreciation of furniture & fixtures	4,634
Depreciation of Leasehold Improvements	20,348
Amortization of preliminary expenses	6,489
Cash in Agrani bank	26,415
Cash in DBBL	17,785
Cash in Uttara Bank	(344)
Prepaid bond premium & Insurance	(3,774)
Rent advance & deposits	3,134
Accounts payable	8,850
Accounts receivable	(1,158)
Payable to Standard Bank	219,377
Other payable	4,950
Remittance Payable	127,867
Net cash used in operating activities	<u>306,736</u>
 CASH FLOW FROM INVESTING ACTIVITIES:	
Purchase of equipments & office sign	(10,834)
Leasehold improvements	(70,388)
Furniture & fixtures	(8,088)
Preliminary expenses	(21,327)
Suspense Account	(57,516)
Net cash used in investing activities	<u>(168,153)</u>
 CASH FLOW FROM FINANCING ACTIVITIES:	
Paid-up capitals	150,000
Net cash provided by financing activities	<u>150,000</u>
 Net increase/(decrease) in cash and cash equivalent	288,583
Cash at the beginning at the period	781,468
Cash at the ending of the period	<u><u>1,081,561</u></u>

FINANCIAL INFORMATION

Please See Accountant's Audit Report

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Jackson Heights, NY 11372, Phone- (718)478-7

STANDARD CO (USA) INC
Notes to the financial statements
 As of December 31, 2015

1.0 Organization and principal business activity

Standard Co (USA) Inc. is a corporation, incorporated with the State of New York on February 01, 2010 and starts its operation from 1st March 2011. It is authorized to do business in New York State and California as Standard Express. Its goal is to expand operations to include all major states with demand for such services.

2.0 Accounting basis for recording of income

Corporation's accounts are maintained on an accrual basis. Accrual principle consider revenues and expenses to be an inflow and of all assets, not just the flow of cash in and cash out of business. The preparation of financial statement in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period.

3.0 Valuation of property, plant and equipment

Property and equipment are carried out at cost. Depreciation and amortization of property and equipment are provided on an accelerated basis as per Internal Revenue Service Guidelines. Maintenance, repairs and renewals that neither add to the value of the property not appreciably prolong its life are charged to expenses as they are incurred.

4.0 Accounting policies and principles

Accounts are prepared based on the historical convention and in accordance with the financial reporting standard for similar entities.

5.0 Depreciation

Method of depreciation has been followed straight line method.


6.0 Preliminary expenses

Preliminary expenses have been incurred for its start-up expense in New York and California which will be amortized within 15 years.

7.0 Foreign currency conversion

Foreign currency rate between Bangladeshi taka and US dollars (\$) have been considered as the rate was applicable at the end of the year December 31, 2014 which was 1 US \$ equivalent to Bangladeshi taka (Tk.)

Agrani Bank Tk. 77.90
 DBBL Tk. 78.20
 Uttara Bank Tk. 78.10


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STANDARD CO (USA) INC

8.0 Cash in hand and bank instruments \$ 315,450

The break-up of above balances is consisted of as follows:

Bank instruments	605
Petty cash fund	118
Cash in hand	314,727

The above balances of cash in hand for \$314,727 have been lying with different branch at the end of the year.

9.0 Cash at Bank \$674,460

The above balance has been arrived at as under:

Name of Bank	Account Type	
Habib Bank	Checking	153,133
Habib American Bank	CD	521,327

10.0 Accounts Receivable \$ 3,891

11.00 4.01 Deposits,advance & prepayments \$ 45,205

Further details of above balances of \$ 45,205 is arrived as under:

Rent deposits	38,290
Prepaid bond premium	4,125
Prepaid insurance against liability	2,790

12.00 Cash at Foreign Bank \$ 91,651

The above amount of dollars \$ 91,651 have been lying with overseas bank in connention of day to day's operational activities of the company. Balance consisted of as follows:

Agrani Bank, Dhaka, Bangladesh	33,654
Dutch Bangla Bank , Dhaka, Bangladesh	35,012
Uttara Bank, Dhaka, Bangladesh	22,986

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STANDARD CO (USA) INC

13.0 Other non-current assets \$ 156,540

The above non-current assets expenses have been incurred in different period as preliminary expenses of the company. The details break up of \$ 156,540 is arrived as under:

Preliminary expenses LA	69,103
Less: Accumulated amortization	3,455
Total	65,648
Prilimiary expenses -NY	45,514
Less: Accumulated amortization	12,137
The above expenses will be amortized in 15 years.	33,377
Suspense Account	57,516

14.0 Other Current Liabilities \$ 458,972

Break-up of above amount has been made of as follows:

13.01 Payable to standard bank	298,622
13.02 Salary payable to staff	25,587
13.03 Taxes payable	5,915
13.04 Payable against remittance	128,848

14.01 Payable to standard bank \$ 298,622

The above dollar amounts payable to standard bank, Dhaka, Bangaldesh for the company's regular operational activities incurred during the year.

14.02 Salary payable to staff \$ 25,587

The above amount has been appeared on account of payable to various employee against their salaries at the end of the year. The details of salaries payable to staffs as under:

14.03 Taxes payable \$ 5,915

The break-up of above payable of taxes as follows:

Taxes payable against withholding	3,888
Taxes payable to Internal Revenue Service	2,027

The above withholding against payroll taxes included federal, medicare, NYC, and social security administration withholding taxes during the end of the year.

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STANDARD CO (USA) INC

14.04 Payable against remittance \$ 128,848

The above amount have been payable to customers' against remittances at the end of the year under regular operation of the company's business.

Remittance Payable-LA	101249
Remittance Payable-NY	27599

15.0 Exchange Gain \$ 549,742

Details of above amount have been as out lined below:

Exchange gains with:

Agrani Bank	11,948
Dutch Bangla Bank	17,282
Standard Bank	502,359
Uttara Bank	18,154

The above foreign exchange gains have been arrised from foreign currency transactions between two countries of Bangladesh and USA into the two different currency rate during the year.

16.0 Non-operating income \$ 6,099

The above non-operating income have been comprises of as under:

Interest income	5,824
Other income	275

17.0 Cash in hand:

It seems like cash in hand in some branches is so high. Management should formulate a policy/procedure to limit maximum amount of cash in hand in different branches in order to protect the assets of the corporation.

18.0 Payroll:

It is recommended that all employee should be under payroll rather than issuing 1099-MISC to them.

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STANDARD CO (USA) INC
SCHEDULE OF GENERAL & ADMINISTRATIVE EXPENSES
 For the year ended December 31 , 2014

Schedule-1

General & administrative expenses:

Amount in Dollars

Advertisement & Publicity	19,443
Armored Services	28,224
Assessment fee to CA DBO	2,625
Assesment fee to NYS DFS	19,293
CA Employment Tax	901
Cleaning	7,060
Customers' meeting	3,210
Examination fee	8,650
Honorium & festival bonus	2,000
Hotel & Accommodation	5,201
Iftar	2,400
Incidental loss	315
Insurance	25,001
License & renewal	
Meals and Entertainment	5,942
Miscellaneous Expenses	138
Moving & Transportation	400
Office expenses	1,929
Office supplies	17,276
Payroll taxes	26,620
Postage and delivery	863
Professional fees	13,571
Printing	2,610
Promotional & flier distribution	260
Repair & maintenance	4,615
Security expenses	8,283
Software lease expenses	7,956
Corporate taxes	1,094
Telephone & Internet	12,117
Travelling & conveyance	23,680
Utilities	10,184
Total other adminstrative expenses:	<u>261,861</u>

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STANDARD CO (USA) INC
SCHEDULE OF FIXED ASSETS
 For the year ended December 31 , 2014

Schedule-2

Name of Assets	Cost	Addition /Adjustment	Useful Life(Years)	Total	Depreciation			Written Down Value(WDV)	
					Opening	Adjustment	Charged for the year		
Leasehold property	150,696	70,388	10	221,084	25,521		20,348	45,869	175,215
Office equipment	48,079	8,334	5	56,414	18,069		10,393	28,462	27,952
Office Signs	16,408	2,500	5	18,908	5,932		3,405	9,338	9,570
Furniture & fixtures	18,907	8,088	5	26,994	8,898		4,634	13,532	13,462
Total:	234,090	89,309		323,399	58,421		38,781	97,200	226,199

Dollar Amount(\$)

Please See Accountant's Audit Report

K.M.HAQUE CPA,P.C.

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Standard Bank Limited



BRANCH NETWORK



Branch Network

Dhaka Zone

1. Principal Branch

Metropolitan Chamber & Commerce Building
(Ground Floor), 122-124, Motijheel C/A. Dhaka-1000
Tel: 01711 425402, 01819 262898, 9558375,
7169134, 9513686, 9560299, 9513687 9515627
Fax: 9559044
Email: pbmanager@standardbankbd.com
principle@standardbankbd.com

2. Imamgonj Branch

Bellal Market
79, Moulvibazar, Dhaka-1100.
Tel: 01711648615, 01819434858
7316820, 7342525
Email: imgmanager@standardbankbd.com

3. Topkhana Road Branch

36 Topkhana Road (1st floor), Dhaka-1000.
9582060, 9571413, 01713062699, 01717000538

4. Gulshan Branch

Shezad Palace (1st & 2nd Floor), 32, Gulshan
Avenue, North Commercial Area, Dhaka-1212.
Tel: 01714136686, 01730000437, 9881015,
8852679
Email: gulmanager@standardbankbd.com
gulshan@standardbankbd.com

5. Munshikhola Branch

Dhaka-Nararagonj Road, Munshikhola
Shampur, Dhaka 1204.
Tel: 01714096158, 01957793859, 01721637554,
02-7448979
Email: munmanager@standardbankbd.com
munshikhola@standardbankbd.com

6. Foreign Exchange Branch

NIK Tower, 55, Dilkusha C/A., (2nd & 3rd Floor),
Dhaka-1000.
Tel: 01816215009, 9002-9571933, 9574356
Email: fexmanager@standardbankbd.com
foreignexchange@standardbankbd.com

7. Dhanmondi Branch

House # 4, Road # 27(Old), 16 (New)
Dhanmondi R/A, Dhaka-1209.
Tel: 01811483830, 01680-552811, 58156621,
9145737
Email: dhnmanager@standardbankbd.com
dhanmondi@standardbankbd.com

8. Uttara Model Town Branch

Plot #113/C, Road-7, Sector-4
Uttara Model Town, Dhaka 1230.
Tel: 01755500237, 01715228818, 8955171,
8955172 (Fax) 7911469
Email: suruj@standardbankbd.com
uttara@standardbankbd.com

9. Takerhat Bazar Branch

Nosipur, Ragoir, Madaripur
Tel: 01712-599795, 01712-757967, 01720-939040

10. Panthapath Branch

77, Bir Uttam C.R. Dutta Road, Free School Street,
Hatirpool, Dhaka.
Tel: 9667125, 9667126, 01818 182196, 9666521

11. Gulshan-1 Branch

Uday Tower, 57 & 57A, Gulshan Avenue (South),
Circle-1, Gulshan, Dhaka
Tel: 01817506293, 01817630133, 9862111,
9840907
Email: gul1manager@standardbankbd.com
gulshan1@standardbankbd.com

12. Narayangonj Branch

Khan Super Market, 47/9 BB Road, DIT,
Narayangonj
Tel: 01727 426037, 01765588575, 02-7646153,
02-7647082
Email: nrgmanager@standardbankbd.com

13. Ekorja (Keranigonj) Branch

(Near at China BD Friendship Bridge-1), Hasnabad,
Ekorja, South Keranigonj, Dhaka
Tel: 01711-462440, 01926-301665, 01914-393139,
01974-393139, 02-7761100, 02- 7763712
Email: ekomanager@standardbankbd.com

14. Gopalganj Branch

City Square Shopping Mall
College Road, Gopalganj
Tel: 6681570-1, 01718-502269, 01554237840

15. Banani Branch

Plot # 98, Road-11, Bloc-C, Banani, Dhaka.
Tel: 9889545, 8829022, 01711675320,
01193074890, 9820304

16. Dakkhin Khan Branch

57, Dakkhin Khan Bazar, Sultan Market
P.O + P.S- Dakkhin Khan, Dhaka-1230.
Tel: 01713 078155, 01914626760, 8956056,
8999559.
Email: mgrahman1230@gmail.com
dkbmanager@standardbankbd.com

17. Mirpur Branch

Northern Lion's R.P. Tower (1st Floor), Plot-4, Block-D, Section-2, Chiriakhana Road, Mirpur, (Near Sony Hall) Dhaka 1216.
Tel: 01726176601, 01971850130, 9014059, 9014060
Email: mirmanager@standardbankbd.com
mirpur@standardbankbd.com

18. Matuail Branch

Momenbagh Chowrasta, Paradogair, Konapara, Matuail, Demra, Dhaka-1362
Tel: 01912 965887, 01710513862, 02 7559147
Email: matmanager@standardbankbd.com

19. Kotalipara Branch, Gopalganj

K.M. Super Market (1st Floor)
Ghagor Bazar, Kotalipara, Gopalganj.
Te: 01719-816944, 01721-097008, 02-6651277
Email: kotmanager@standardbankbd.com
kotalipara@standardbankbd.com

20. Pragoti Sharani Branch

KA-70, Hazi Ahmed Plaza (1st Floor)
Pragati Sharani, Kuril, Khilkhet, Vatara, Dhaka 1229.
Tel: 01722 242869, 01718-811378, 028410225, 028410227, Fax: 028410226
Email: pramanager@standardbankbd.com
progotisharani@standardbankbd.com

21. Nawabpur Road Branch

Shahi Bhaban (1st Floor)
106, BCC Road, Thatari Bazar, Dhaka 1203.
Tel: 01715 364865, 01675694785, 02-9512138, 02-9512140
Email: nbpmanager@standardbankbd.com
nawabpur@standardbankbd.com

22. Shafipur Branch

Shapna Joy Tower (1st Floor)
Shafipur Bazar, Kaliakair, Gazipur.
Tel: 01717095055, 01816385142, 0682251058, 0682251059
Email: shafipur@standardbankbd.com

23. Kamarpara Branch

A. R. Complex, 75 Kamarpara
Uttara, Turag, Dhaka.
Tel: 01711 692004, 01713 585638, 8981591-2
Email: kammanager@standardbankbd.com
kanmanager@standardbankbd.com

24. Gazipur SME/Krishi Branch

Sahabuddin Complex (1st floor)
168, Joydebpur Bazar, Gazipur 1700.
Tel: 01716-040988, 01921-855625, 9264263, 9264155
Email: joydevmanager@standardbankbd.com

25. Green Road Branch

Castle Green (1st Floor)
142 Green Road, Dhaka.
Tel: 01755 569088, 01711403639, 01718646006, 9102770, 9102771, 9120366
Email: gremanager@standardbankbd.com
green@standardbankbd.com

26. Savar SME/Krishi Branch

66 Bazar Road (1st Floor), Savar, Dhaka
Tel: 7745991, 7745992, 01762120185

27. Mymensingh Branch

27, Rambabu Road, Canada Square Shopping Complex, Mymensingh.
Tel: 01712000663, 01918-916683, 091- 63530, 63532
Email: mymensingh@standardbankbd.com

28. Bhairab SME/Krishi Branch

595/2 Bangabandhu Soroni (1st Floor)
Bhairabpur, Bhairab, Kishorgonj.
Tel: 02-9471301-302, 01712087900
01711 245471

29. Faridpur Branch

R.K. Plaza (1st floor), 244 Goal Chamot
Hazralota, Faridpur
Tel: 0631-61875, 01716-346036, 01911-530685, 0631- 61877

30. Ring Road Branch

Probal Tower, 45-49 Ring Road (1st floor), Adabor-Shamoly, Dhaka.
Tel: 01674524987, 9103413- 4

31. Shibchar Branch

286 Iman Gomosta Market (1st floor), Guatola, Shibchar, Madaripur.
Tel: 01721-656895, 01914-166578, 01718-344149, 0662456500
Email: shibcmanager@standardbankbd.com
shibchar@standardbankbd.com

32. Mohammadpur Branch

Manama Turag, 14/23 Shahjahan Road, Block-A, Mohammadpur, Dhaka.
Tel: 9110630, 9110705, 01912 110778

33. Nawabgonj Branch

Nawabgonj Adhunik Biponi, Zilla Parishad Market, Nawabgonj, Dhaka.
Tel: 01716-339111, 01732 997850
Email: nbgmanager@standardbankbd.com

34. Malibagh Branch

Faith Tower, 476/A DIT Road, Malibagh, Dhaka.
Tel: 01714204450, 9331790, 9331929

35. Ashkona Branch

247 Dana Plaza, Ashkona
Dakkhinkhan, Dhaka 1230.
Tel: 01715 366786, 01715298460, 02-8961823,
025-8951540
Email: sultanasbl@gmail.com
ashkmanager@standardbankbd.com

36. Kanchpur Branch, Narayangonj

Jamir Khan Complex, Kanchpur Bus Stand,
Kanchpur, Narayangonj
Tel: 01733 629472, 01715 173791, 01676 989587

37. Tangail Branch

Khan Super Market, Main Road
Tangail Town, Tangail
Tel: 0921-61774,61746, 01988 287742,
01761-929990-95

38. Mohakhali Branch, Dhaka

Green Delta Aims Tower (GF), 51-52,
Mohakhali C/A., Mohakhali, Dhaka
Tel: 01716-224310, 01716 222146,
9855478,9855480,9855487
Email: mohamanager@standardbankbd.com
mohakhali@standardbankbd.com

39. Bakshigonj Branch

Sawdagor Shopping Complex (1st floor), Old Bus
Stand Road, Bakshigonj, Jamalpur
Tel: 01734498448, 01620519209
09822-56136-37
Email: Bakshmanager@standardbankbd.com
Bakshigonj@standardbankbd.com

40. Bhojeshwar Branch

Shahnoor Shopping Complex (1st floor),
Bhojeshwar Bazar, College Road, Naria, Shariatpur.
Tel: 01759-142432, 01913 362545
Email: bhojeswar@standardbankbd.com

41. Tungipara Branch/ Patgati Br.

Rahima-Rangu Super Market, Patgati Bazar,
Tungipara, Gopalgonj
Tel: 6656253, 6656254,
01916-481111, 01711-230039

42. New Eskaton Branch

Eskaton Tower (1st floor)
129 New Eskaton Road, Dhaka
Tel: 9341993, 9341984
9341867, 01711 934385

43. Sonargaon Janapath Branch

Muktijoddha K.S. Tower (1st Floor), Sonargaon
Janapath Avenue, House-01, Road-17/B, Sector-12,
Uttara, Dhaka-1230
Tel: 01819 289518, 01619 289518, 01719988424
Email: sjpmanager@standardbankbd.com

44. Aganagar Branch

Haji Alimullah complex (1nd Floor), East Aganagar,
South Keranigonj, Dhaka
Tel: 01924827106, 7762380, 01834166795,
7762370

45. Ashulia Branch

Bhai Bhai Plaza (1st floor), Bogabari, Baipail,
Ashulia, Savar, Dhaka.
Tel: 01929-764524, 01731-630094, 01712-352377,
01948-340766, 7790004, 7790005
Email: ashuliamanager@standardbankbd.com
ashulia@standardbankbd.com

Chittagong Zone
46. Khatungonj Branch

Khatungonj Trade Centre (1st Floor)
Ramjoy Mohajan Lane (Post Office Goli),
Khatungonj, Chittagong.
Tel: 01819328491, 01819611444
639594, 628424, 2857811, 2857812,
2852590, PABX: 610193, 639593, Fax-610192
Email: ktgmanager@standardbankbd.com
khatungonj@standardbankbd.com
ktgit@standardbankbd.com,

47. Chowdhuryhat Branch

Fateyabad, Hathazari, Chittagong
Tel: 683225, 683342, 01819-331290

48. Agrabad Branch

Hossen Chamber (G/F), 105, Agrabad C/A,
Chittagong
Tel: 2513857,2513856, 2512515, 2512598,
2512599, 2512530, 01789373469, 01777 888408,
01819 380277, 01817030246

49. Jubilee Road Branch

6 Noor Ahmed Road, Chittagong
Tel: 612188, 627811, 610356, 62184, 621875,
01819 380278

50. CDA Avenue Branch (GEC More)

1000/A, Hosneara Villa (1st floor)
Nasirabad, CDA Avenue, Chittagong 4000
Tel: 01819 626399, 01812101840, 031-2553462/63
Fax: 031-610029
Email: cdamanager@standardbankbd.com
cdaavenue@standardbankbd.com

51. Brahmanbaria Branch

Peara Miah Tower (1st Floor)
1034, Court Road, Brahmanbaria
Tel: 01726-264854, 01712 087900, 0851-61788
Email: kayumkhadembd@gmail.com
brahmanbaria@standardbankbd.com

52. Chittagong EPZ Branch

Gazi Complex (1st Floor), Airport Road
EPZ Gate, Bandar, Chittagong
Tel: 01819-376988, 01819-621232, 031-740912,
031-800868
Email: cepzmanager@standardbankbd.com
cepz@standardbankbd.com

53. Bahaddarhat Branch

Manila Tower(1st Floor), 4544, Bahaddarhat Moor,
Chittagong.
Tel: 01710 950169, 01819031426
031-2552512 & 031-2552513
Email: bdhatmanager@standardbankbd.com
manjur1964@gmail.com
bahadderhat@standardbankbd.com

54. Pahartali Branch, Chittagong

Abul Khair Bhaban, 20/44, D.T. Road
CDA Market, Pahartali, Chittagong
Tel: 01817700484, 01815-672575, 031 2771931-33
Email: phrmanager@standardbankbd.com
pahartali@standardbankbd.com

55. Cox's Bazar Branch

Hefazat Market (1st Floor), 103, Main Road
East Bazar Ghata, Cox's Bazar
Tel: 01815602796, 01711064154
0341-51377, 0341-51378
Email: coxmanager@standardbankbd.com

56. Nangalmora SME/Krishi Branch

Nangalmora High School Market (1st floor),
Nangalmora Bazar, Hathazari, Chittagong.
Tel: 01710-999912, 01711978810
Email: nmoramanager@standardbankbd.com
nangolmora@standardbankbd.com

57. Sadarghat Branch

Harbourage Dream (1st floor)
291, Sadarghat Road, Chittagong.
Tel: 619950, 619960, 01714-131383
Fax: 619970

58. Comilla Branch

4/4 Kapariapatti (1st floor), Comilla.
Tel: 01711-478774, 01819645815
081-72489, 081-72490
Email: commanager@standardbankbd.com
comilla@standardbankbd.com

59. Basurhat Branch, Noakhali

1Rupali Plaza (1st floor), Rupali Chattar
Bashurhat, Companigonj, Noakhali.
Tel: 01711712503, 01817707342
03223-56093, 03223- 56019
Email: basumanager@standardbankbd.com
basurhat@standardbankbd.com

60. Oxygen More Branch

Ali Noor Complex (1st floor)
Oxygen More, Chittagong.
Tel: 01196011143, 01612186486
031-2584461, 031-2584462
Email: halim01190@yahoo.com
oxznmanager@standardbankbd.com

61. Chaktai Branch

330, Chaul Potti, New Chaktai, Chittagong
Tel: 031- 626794, 031- 626796, 01712-914100

62. Gunagari Branch

S. M. Chowdhury Super Market, Khasmohol,
Gunagari, Kalipur, Banskhal, Chittagong
Tel: 01717-161469, 01617-161469, 01818-354826,
01673-155888, 03037-56308, 03037-56309
Email: gunamanager@standardbankbd.com
gunagari@standardbankbd.com

63. Pother Hat Branch

School Market (1st Floor), Noapara
Raozan, Chittagong.
Tel: 031-2572188, 01819948117

64. Panchlaish Branch

S.F.A Tower (Ground Floor), Probortakmore, 132
Panchlaish, Chittagong.
Tel: 031-2558640, 2558643/42, 01714 852438

65. Ramchandrapur (Comilla)

NGS Bhaban (1st Floor),
Ramchondropur Bazar, Muradnagor, Comilla.
Tel: 01919739791, 01711 344366

66. Bakalia Branch

Hossain Tower (1st Floor)
3615/ A, Shah Amanat Bridge Connecting Road,
Kalamia Bazar, Chittagong
Tel: 01815-947792, 031-2866171, 031-2866172

67. Karnaphuli Branch

Haji Jafor Ahmed market (2nd & 3rd floor),
Moizzartek, Chorpathorghata, Karnaphuli,
Chittagong
Tel: 01711111269, 01817-205441
031-2855002, 2855003
Email: karnaphulimanager@standardbankbd.com
karnaphuli@standardbankbd.com

68. Nimsar Branch

Insaf Super Market (2nd Floor),
Nimsar, Burichong, Comillah
Tel: 01718 302344, 01703 875439

69. Feni Branch

Sayed Ambia Tower (1st & 2nd floor)
74-75, Trank Road, Rajbari Gate, Feni 3900.
Tel: 01817 757511, 01923-136030, 0331-61080
Email: fenimanager@standardbankbd.com

Khulna Zone
70. Khulna Branch

Chamber Bldg. (G/F), 5, KDA Avenue, Khulna
Tel: 041-732633, 732655, 01825922462
01711 896589, 01711-432638

71. Benapole Branch

Nahar Tower, Benapole Bazar, Benapole, Jessore
Tel: 04228-76076, 01711-159073

72. Jessore Branch

6/D R.N. Road, Jessore
Tel: 0421/68394, 01733 808799 , 01714 086575

73 Barisal Branch

Mannan Plaza, 84, Sadar Road, Barisal
Tel: 01720510474, 01717221460
0431-61274, 0431-61273
Email: barmanager@standardbankbd.com
barisal@standardbankbd.com

74. Kushtia Branch

43, N.S. Road (1st floor), Amlapara, Kushtia.
Tel: 01713-129503, 01966-768972
071-72458, 071-71298
Email: kushmanager@standardbankbd.com
kushtia@standardbankbd.com

75. Patuakhali Branch

Gazi Plaza (1st floor), 02 Sadar Road, Patuakhali
Tel: 01711-001734, 01786445566
0441-62359, 0441-65059
Email: patuamanager@standardbankbd.com
patuakhali@standardbankbd.com

76. Satkhira Branch

Islam Tower, Holding No.-5043, Ward No.-8,
Pourashava Satkhira, Thana-Satkhira Sadar,
District-Satkhira.
Tel: 01711-133083, 01717-456835, 047162405
Email: satkhmanager@standardbankbd.com
satkhira@standardbankbd.com

77. Bagerhat Branch, Bagerhat

119/2 K, Ali Road (1st floor), Mithapukurpar,
Amlapara, Bagerhat.
Tel: 01711 942668, 01711-417175,
+88 0468-64202
Email: loginpintu@gmail.com
bagermanager@standardbankbd.com

78. Alamdanga Branch

640/A, London Tower (1st floor)
Alif Uddin Road, Alamdanga, Chuadanga
Tel: 01798225565, 01712023442
0762256353, 07622-56253
Email: mondal.shubir@gmail.com
alamdangamanager@standardbankbd.com

79. Khan Jahan Ali Branch

Haji Hanif Complex (2nd & 3rd floor)
12-13, Khan Jahan Ali Road, Khulna
Tel: 01711 352757, 01917-099177
Email: khanjahanalimanager@standardbankbd.com

Rangpur Zone
80. Rajshahi Branch

61 Chand & Sons Shopping Complex, Gorhanga,
Boalia, Rajshahi 6100
Tel: 01712-620556, 01712137978
0721-811981, (Fax) 0721-811982
Email: rajmanager@standardbankbd.com
rajshahi@standardbankbd.com

81. Bogra Branch

Helal Mansion (1st Floor), Sherpur Road
Sutrapur, Bogra Sadar, Bogra
Tel: 01742997974, 01716-063116
051-67508, 051-67507
Email: bogmanager@standardbankbd.com
bogra@standardbankbd.com

82. Rangpur Branch

Shah Jamal Market (1st Floor)
11 Station Road, Rangpur
Tel: 0521-52127(M), 51795, 01834 532515

83. Saidpur SME/Krishi Branch

Khaled Market (1st floor), Shahed Dr. Zhikrul Haque
Road, Saidpur, Nilphamari.
Tel: 01976625242, 01710522624, 0552-671454-5
Email: saidpurmanager@standardbankbd.com
saidpur@standardbankbd.com

84. Dinajpur Branch

Northern Plaza, Gonesh Tola, Dinajpur.
Tel: 01730-962444, 053-163211, 163979
01712 739244

85. Nilphamari Branch

Nilphamari Chamber of Commerce & Industry
Bhaban (1st floor), Hazi Mohsin Sarak, Nilphamari
Bazar, Nilphamari.
Tel: 01781672626, 01915-984974
0551 62590, 0551 62591
Email: nilmanager@standardbankbd.com
nilphamari@standardbankbd.com

86. Rohanpur Branch

Alhaz Abdul Latib Super Market (1st Floor),
Rohanpur Boro Bazar, Rohanpur, Gomostapur,
Chapai Nawabgonj
Tel: 01761-646963, 01710-437558
07823-74228, 07823-74217
Email: rohanmanager@standardbankbd.com

87. Gobindagonj Branch

Shila Plaza (1st floor), 211/1, Gobindagonj
Dhaka-Rangpur Highway, Gaibandha
Tel: 01711-284141, 01716872870
+880542375108, +880542375134
Email: gobinmanager@standardbankbd.com
gobindagonj@standardbankbd.com

88. Hatikumrul Branch

Sabuj Bilab Super Market (1st floor), Hatikumrul
Goal Chattar, Ullapara, Sirajgonj
Tel: 01730300730, 01818267237
07532-51292 / 51293
Email: hatimanager@standardbankbd.com
hatikumrul@standardbankbd.com

89. Pabna Branch

BGC Complex (1st Floor), Opposite Central Girls'
High School, Thana Road, Pabna Sadar,
Pabna-6600
Tel: 01715 249880 , 01711383278
0731-63182, 0731-63185
Email: pabmmanager@standardbankbd.com
pabna@standardbankbd.com

90. Kansat Branch

Idris Plaza Super Market (2nd Floor), Kansat more
Sona Masjid Road, Shibgonj, Chapainawabgonj
Tel: 01717 559660

Sylhet Zone

91. Sylhet Branch

Thikana Tower, Naya Sarak,
East Zinda Bazar, Sylhet
Tel: 0821-710434, 721842, 01727 579630

92. Beani Bazar Branch

Jaman Plaza (1st floor),
Beani Bazar, Sylhet
Tel: 08223-56097-8, 01717-871082,
01730 015114

93. Moulvi Bazar Branch

Kushumbagh Shopping City, Sylhet Road,
Moulvibazar Sadar, Moulvibazar
Tel: 0861-63451, 01716023769, 01712-658105,
01722-598295

94. Biswanath SME/Krishi Branch

Aasmot Ali Complex, College Road
Biswanath, Sylhet
Tel: 01710 186046, 01819-655556
08222-456207, 08222-456208
Email: sujit_4033@yahoo.com
biswanath@standardbankbd.com

95. Goalabazar SME/Krishi Branch

Plaza Market (2nd Floor), Sylhet Road
Goalabazar, Osmani Nagar, Sylhet.
Tel: 01722-598295, 01715-357606
0824 256187, 0824 256189
Email: debnath21980@yahoo.com
goalabazar@standardbankbd.com

96. Sunamgonj Branch

Nasir Plaza, Station Road, Sunamgonj
Tel: 01715 388522, 01685000548
0871-62720, 0871-62721
Email: sunammanager@standardbankbd.com
sunamgonj@standardbankbd.com

Islami Banking Window

01. Islami Banking Window, Dhaka

36 Topkhana Road, (1st floor), Dhaka-1000.
Tel: 9513515-6, 01713-062699, 01730-015106,
01730-015106

02. Islami Banking Window, Chittagong

Hossen Chamber (Ground Floor)
105, Agrabad C/A, Chittagong
Tel: 711808, 713432, 01711-809177

SBL Capital Management

2, DIT Avenue (Extension), 2nd Floor
Motijheel C/A., Dhaka-1000
Te: 9151484 & 7175698, 7169134
9558375/301-10, 9515627(Fax),
(Mr. Nayem Mohammad Ibrahim - FAVP), 01715 079440

Standard Bank Securities Ltd.:

2, DIT Avenue (Extension), 1st Floor
Motijheel C/A., Dhaka-1000
Tel: 9585836, 01911-939495
01711 881516 - (Mr. Sahidul Islam - SAVP)

Overseas Exchange House

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101 While Chapel Road,
London E1 1DT, UK
Email: info@standardexchangeuk.com

Mr. Md. Kamrul Islam - CEO
Mob: +44 7769336180, Tel: +44 20 7377 0009
Fax: +44 20 7655 4456, Res: +44-20-7252-1010
Email: kamrul@standardexchangeuk.com

Mr. Md. Abdul Ahad, Tel: +44-7951454395
maahad@standardexchangeuk.com,
husen@standardexchangeuk.com

B.1 Standard Express Main Branch

37-22 73rd Street, Suite#2B
Jackson Heights
NY 11372, U.S.A.

Mr. Mohammed A Malek - C.E.O.
Mob: +1-347-944-9476,
Email: ceo@standardmoneytransfer.com

Mr. A.F.M. Quamrul Hassan- Manager Operation
Tel: +1-347-507-0242, Fax: +1-347-507-0243
operation@standardmoneytransfer.com

B.2 Standard Express

Jamaica Branch
167-15 Hillside Avenue
Jamaica , NY 11432, U.S.A.

Mr. Mohammed Jashim Uddin- Manager
Tel: +1-718-526-2868
Fax: +1-718-526-2978
Email: standardjamaica@gmail.com

B.3 Standard Express

Ozone Park Branch
74 19 101 Avenue
Ozone Park, NY 11416, U.S.A.

Mr. Md. Abul Hasnat - Manager
Tel: +1-917-300-6048
Fax: +1-917-300-6049

B.4 Standard Express

Brooklyn Branch
490 McDonald Ave
Brooklyn , NY 11218, U.S.A.

Mr. Mohammed Mofijul Hoque - Manager
Tel: +1-347-627-9666
Fax: +1-347-627-9667
Email: standardbkln@gmail.com

B.5 Standard Express

Bronx Branch
2156 Starling Avenue
Bronx, NY 10462, U.S.A.

Mr. Md. Asadur Rahman - Manager
Tel: +1-718-684-3466
Fax: +1-718-684-3467
standardbronx@gmail.com

B.6 Standard Express

Jackson Heights Branch
37-22 73rd Street, Suite#A2
Jackson Heights, NY 11372, U.S.A.

Ms. Haowa Begum -Customer Care Attendant
Tel: +1-347-507-0242
Fax: +1-347-507-0243

B.7 Standard Express

Los Angeles Branch
4151 West Third Street, Unit A
Los Angeles
California 90020, U.S.A.

Mr. Abu Sufian - Manager
Tel: +1-213-330-1810

Mr.Md.Shah Alam Khan Chowdhury.
Marketing Manager
Fax: 1-213-330-1810
Email: standardlaca@gmail.com

Foreign Currency Exchange Booth

1. Foreign Currency Exchange Booth

Shahajalal International Airport,
Dhaka, Bangladesh
Tel: 01717-575020

PROXY & ATTENDANCE



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