

annual report
2010



 **Standard Bank Limited**
setting a new standard in banking



www.standardbankbd.com

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Standard Bank Limited
setting a new standard in banking

Registered Office

Metropolition Chamber Building (3rd Floor)
122-124 Motijheel Commercial Area
Dhaka-1000, Bangladesh.
Phone : 7175698, 7169134, 9560299, 9558375
Tele. Fax : 7176367, 7169078
E-mail : sblho@bangla.net
Website : www.standardbankbd.com
SWIFT : SDBLBDDH

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.



Board of Directors

Chairman

Ln. Kazi Akramuddin Ahmed

Vice Chairman

Mr. Ferdous Ali Khan

Directors

Mr. Kamal Mostafa Chowdhury

Mr. Mohammad Nurul Islam

Mr. Ashok Kumar Saha

Al-Haj Mohammad Ayub (upto 06.11.2010)

Mr. Ferozur Rahman

Mr. Harun Rashid Chowdhury

Mr. Mohammad Monzurul Alam

Mr. S A M Hossain

Mr. Mohammed Abdul Aziz

Al-Haj Mohammed Shamsul Alam

Mr. Abdul Ahad

Mr. Md. Zahedul Hoque

Mr. Harun or Rashid

Al-Haj Mohammad Yousuf Chowdhury

Mr. Moshfeque Mamun Rizvi

ICB represented by the Managing Director Mr. Md. Fayekuzzaman

Mr. Shaikh Mesbauddin

Mr. S.S. Nizamuddin Ahmed, Independent Director.

Managing Director & CEO

Mr. S.A. Farooqui

Board Secretary

Mr. A.F.M. Nizamul Islam Chowdhury

Executive Committee

Mr. Harun Rashid Chowdhury	Chairman
Mr. Kamal Mostafa Chowdhury	Member
Mr. Mohammed Nurul Islam	Member
Mr. Ferozur Rahman	Member
Mr. S.A.M. Hossain	Member
Mr. Mohammed Abdul Aziz	Member
Mr. Harun Or Rashid	Member
Mr. S.A. Farooqui, Managing Director	Ex-Officio Member

Audit Committee

Al-haj Mohammad Ayub	Chairman (upto 06.11.2010)
Mr. S.S. Nizamuddin Ahmed	Chairman (From 29.12.2010)
Mr.Md. Zahedul Hoque	Member
Mr. Md. Fayekuzzaman	Member(From 29.12.2010)
A.F.M Nizamul Islam Chowdhury	Secretary

Board of Directors



Ln. Kazi Akramuddin Ahmed
Chairman



Ferdous Ali Khan
Vice Chairman



Kamal Mostafa Chowdhury
Director



Mohammad Nurul Islam
Director



Ashok Kumar Saha
Director



Al-Haj Mohammad Ayub
Director (up to 06-11-2010)



Ferozur Rahman
Director



Harun Rashid Chowdhury
Director



Md. Monzurul Alam
Director



S. A. M. Hossain
Director



Mohammed Abdul Aziz
Director



Al-Haj Md. Shamsul Alam
Director



Abdul Ahad
Director



Md. Zahedul Haque
Director



Harun-Or-Rashid
Director



Al-Haj Md. Yousuf Chowdhury
Director



Moshfeque Mamun Rizvi
Director



Md. Fayekuzzaman
Director



Shaikh Mesba Uddin
Director



S. S. Nizamuddin Ahmed
Independent Director



S. A. Farooqui
Managing Director & CEO



Corporate Information

Name of the Company	: Standard Bank Limited
Chairman of the Bank	: Ln. Kazi Akramuddin Ahmed
Legal Form	: A public limited company incorporated in Bangladesh on 11th May, 1999 under the Companies Act 1994, listed with 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.
Telephone	: +880 2 7175698, 7169134, 9560299, 9558375
Telefax	: +880 2 7176367, 7169078
SWIFT Code	: SDBLBDDH
E-mail	: sblho@bangla.net
Web Page	: www.standardbankbd.com
Auditors	: Howladar, Yunus & Co. Chartered Accountants
Legal Advisor	: Mr. M. Ziaul Hasan Barrister-at-Law M/s. Hasan & Associates
Tax Consultants	: Alhaj Md. Serajul Islam Advocate & Tax Consultant
Managing Director & CEO	: S. A. Farooqui
Additional Managing Director	: Md. Nazmus Salehin
Deputy Managing Director	: i. Md. Alauddin Al-Azad II. Md. Abul Hossain
Company Secretary	: A. F. M. Nizamul Islam Chowdhury

Management Team

Mr. S.A. Farooqui

Managing Director & CEO

Mr. Md. Nazmus Salehin

Additional Managing Director

Mr. Md. Alauddin Al Azad

Deputy Managing Director

Mr. Md. Abul Hossain

Deputy Managing Director

Mr. A F Jamal Uddin

Sr. Executive Vice President

Executive Vice President

Mr. A F M Nizamul Islam Chowdhury

Mr. Mahmud Sharif

Mr. Zahirul Huq

Mr. Mufakhkharul Islam

Mr. Syed Mohammad Masum

Sr. Vice President

Mrs. Syeda Khaleeda Begum

Ms. Haider Nurun Naher

Mr. A.M.M. Lasker

Mr. Md. Nazrul Islam

Mr. Sheikh Abu Ahmed

Mr. Kazi Md. Talha

Mr. Md. Nurus Safa

Mr. Md. Ikram Rouf

Mr. Mohammad Ali

Mr. Naim Md. Abdur Rashid

Mr. Muhammad Sakhawatur Rahman

Mr. Md. Moazzem Hussain

Mr. Mohammad Abdul Wali

Vice President

Mr. Abdul Mannan Khan

Mr. H A Z M Mahegir

Mr. Md. Gaznafar Ali

Mr. Nasir Ahmed

Mr. Syed Anisur Rahman

Mr. Mohammad Abdul Qaium Khan

Mr. Md. Abu Sayed

Mr. Md. Nurul Islam

Mr. A.H.M. Manzur Quader Khan

Mr. Md. Saiful Islam Khan

Sr. Asst. Vice Presidents

Mr. Md. Sanullah

Mr. Ahmad Ullah

Mr. Md. Zakirul Islam

Mr. Md. Rezaul Karim

Mr. Kazi Zahirul Haque

Mrs. Arjoomand Begum

Mr. S.M. Mizanur Rahman

Mr. Md. Golam Mostafa

Mr. Md. Suruj Ali

Mr. Md. Shahabuddin Chisti

Mr. Muhammad Ali

Mr. A F M Quamrul Hasan

Mr. Probir Kumar Bhowmick

Ms. Quamrun Nahar Hasmi

Asst. Vice President

Mrs. Rebeka Sultana

Mr. Haradhan Chandra Chakraborty

Mr. Md. Mabzulul Bari

Mr. Md. Zahangir Alam

Mr. Md. Afazuddin

Mr. Md. Mahbubur Razzak

Mr. Md. Shafiqul Hassan

Mr. Ashek Abedin

Mr. T M Nurul Islam Talukder

Mr. Kazi Mohidur Rahman

Mr. Syed Mosnoon Ali

Mrs. Rubina Khan

Ms. Ashfa Khanam

Mr. Md. Tajul Islam Chowdhury

Mr. Rahim Khan

Mr. Md. Emdadul Hassan

Mr. Md. Rafiqul Islam

Mr. Md. Ibrahim Khalil

Mr. Mamun Abdur Raschid

Mr. S. M. Nazrul Islam

Mr. Humayun Kabir

Mr. Sheikh Lutfar Rahman

Mr. A.K.M. Manjur Alam

Mr. Md. Abu Hena Nazimuddin

Mr. A.B.M. Anowarul Islam

Mr. Md. Ekramul Haque

Mr. Md. Zakir Hossain

Mr. Prabir Ranjan Das

Mr. Md. Abdus Salam

Mr. Md. Nurul Islam

Mr. Kanchan Kumar Dey

Mr. Md. Anwar Hossain

Mr. Md. Nayeem Chowdhury

Mr. Md. Forhad Hussain

Mr. Parvez Mahfuz

Mr. Md. Golam Mawla

Mr. Md. Abdul Mannan

Mr. Md. Saiful Islam

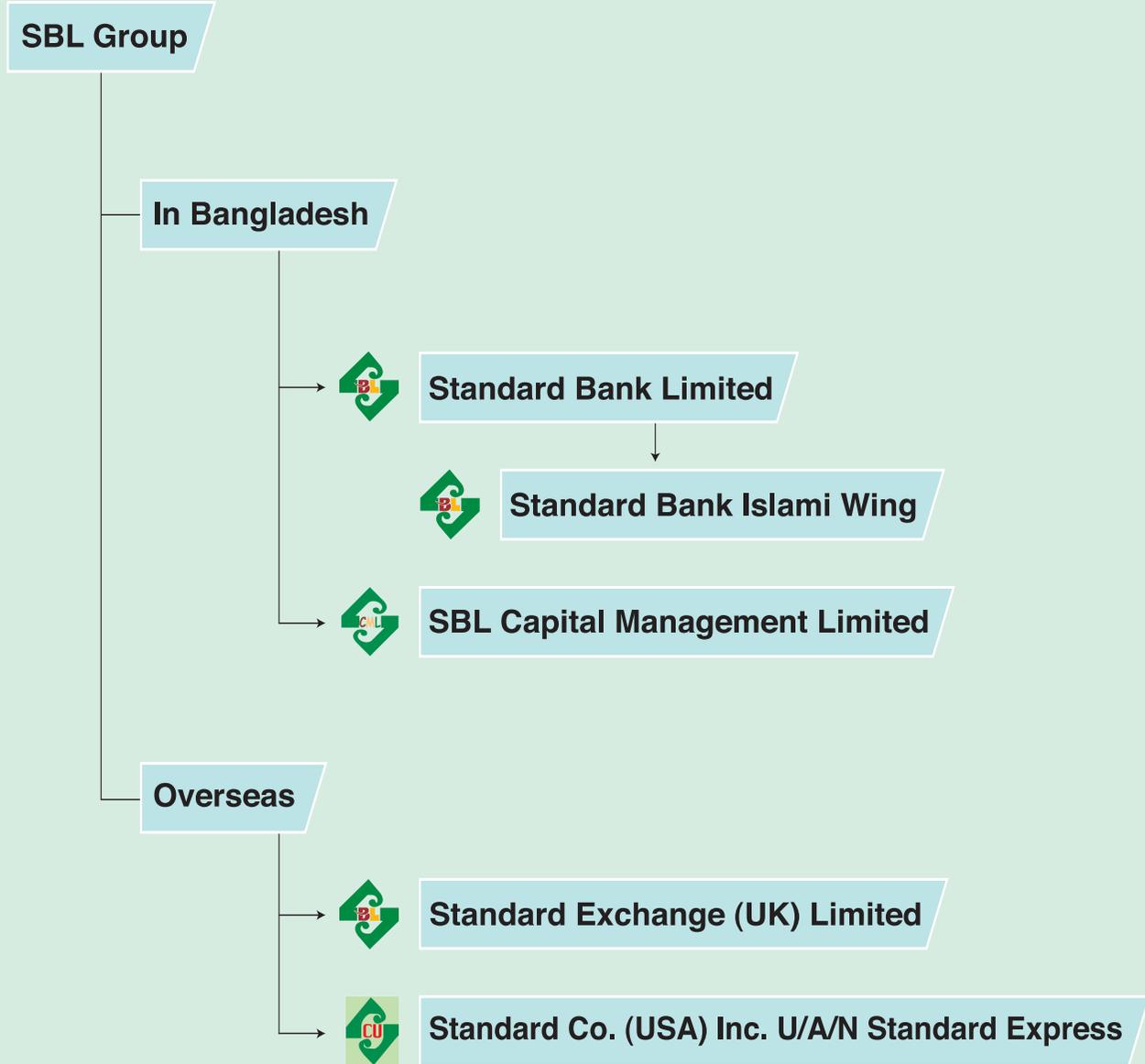
Mr. Mesbah Ul Alam

Mr. Mohammad Shohrab Hossain

Mr. Mohammad Faisal

Mr. Md. Ataur Rahman

Group Corporate Structure



Head Office and Branch Network

Head Office

Metropolitan Chamber Building (3rd Floor)
122-124, Motijheel Commercial Area
Dhaka-1000, Bangladesh

Divisions of the Bank

Board Division & Company Affairs
Human Resources Division
Financial Administration Division
Credit Division
Credit Administration Division
System & Operation Division
Risk Management Division
General Banking Division
Corporate Banking Division
Treasury Division
Information Technology Division
Brand & Corporate Affairs Division

Head Office (Annex Building)

28, Bengal Centre (8th Floor)
Topkhana Road, Ramna
Dhaka-1000, Bangladesh

SBL Training Institute
Internal Control & Compliance Division
SME & Retail Credit Division
Agriculture & Rural Credit Division
Development & Marketing Division

Head Office (Annex Building)

Tapa Complex
169 Shahid Syed Nazrul Islam Sarani,
Bijoy Nagar, Dhaka

International Division
Card Division
Islami Banking Wing
Anti Money Laundering Department

Subsidiary company 100% owned by Standard Bank Limited

1. SBL Capital Management Limited
2. Standard Exchange (UK) Limited
3. Standard Company (USA) Limited opened on 01-03-2011

Branch Network

DHAKA ZONE

1. Principal Branch

Metropolitan Chamber Building (3rd floor),
122-124, Motijheel C/A., Dhaka-1000.
9560299, 9559044, 9570893, 01711-425402

2. Gulshan Branch

4/A Kamal Ataturk Avenue, Gulshan-2, Dhaka-1212.
Tel: 9881015, 9885164, 8852679, 8861232,
01914-743359, 01911-334997

3. Imamgonj Branch

Bellal Market, 79, Moulvi Bazar, Dhaka-1100.
7316820, 7342525, 7311243, 01711-648615

4. Topkhana Road Branch

36 Topkhana Road (1st floor), Dhaka-1000.
7168796, 9571413, 01713-062699, 01911-356348

5. Dhanmondi Branch

House # 4, Road # 27(Old), 16(New), Dhanmondi R/A,
Dhaka-1205. Tel: 9145737, 8156621, 01818-069351

6. Uttara Model Town Branch

Plot #113/C, Road-7, Sector-4, Uttara Model Town, Dhaka.
Tel: 8955171, 8955172, 011-99-812113

7. Munshikhola Branch

Dhaka-Nararagonj Road, Pagla, Munshikhola, Dhaka.
Tel: 7448979, 01715-364865

8. Foreign Exchange Branch

81, Motijheel C/A., (1st floor), Dhaka-1000.
Tel: 9571933, 7160787, 01755-500237

9. Panthapath Branch

77, Bir Uttam C.R. Dutta Road, Free School Street, Hatirpool, Dhaka.
Tel: 9667801, 9666521, 01817-506293

10. Gulshan-1 Branch

Uday Tower, 57/A Gulshan Avenue, Gulshan-1, Dhaka.
Tel: 8811641, 8827850, 01711-675320

11. Narayangonj Branch

Khan Super Market, 47/9 BB Road, DIT, Narayangonj
Tel: 7646153, 7647082, 01714-096158

12. Ekuria (Keranigonj) Branch

Hasnabad, Ekuria, Keranigonj, Dhaka.
Tel: 7761100, 01713-078155

13. Banani Branch

Plot # 106, Road-11, Bloc-C, Banani, Dhaka.
Tel: 9889545, 8829022, 01726-176601

14. Dakkhin Khan Branch

298 Dakkhin Khan Bazar, Dakkhin Khan, Dhaka.
Tel: 8956056, 01912-965887

15. Mirpur Branch

Northern Lions R.P. Tower, Plot-4, Block-D, Mirpur-2,
(Near Sony Hall) Dhaka. Tel: 9014060, 9014059, 01922-538509

16. Matuail Branch

Konapara, Momenbagh More, Matuail, Demra, Dhaka
Tel: 7546147, 01924-954141

17. Pragoti Sarani Branch

Kazi Shopping Center, KA-96/1 Kuril, Pragati Sharani,
Dhaka-1229, Tel:8410225-7, 01819-262898

Branch Network

18. Nawabpur Road Branch

Shahi Bhaban (1st floor), 106, BCC Road, Thatari Bazar, Dhaka. Tel: 9512139-40, 01727-579630

19. Kamarpara Branch

A. R. Complex, 75 Kamarpara, Uttara, Turag, Dhaka. Tel: 8981592, 01819-434858

20. Green Road Branch

Castle Green (1st floor), 142 Green Road, Dhaka. Tel: 9012770-1, 01713-049030, 01712-522138

21. Ring Road Branch

Probal Tower, 45-49 Ring Road (1st floor), Adabor-Shamoly, Dhaka. Tel: 01715-077946, 01674-992926

CHITTAGONG ZONE

22. Agrabad Branch

Hossen Chamber (G/F), 105, Agrabad C/A, Chittagong. Tel: 711808, 713432, 2513857, 2513856, 01711-809177

23. Khatungonj Branch

33, Ramjoy Mohajon Lane, Khatungonj, Chittagong. Tel: 610192-3, 639593-4, 2512598, 01817-030246

24. Jubilee Road Branch

6 Noor Ahmed Road, Chittagong. Tel: 612188, 627811, 610356, 01199-742870

25. CDA Avenue Branch (GEC More)

741 East Nasirabad, (1st floor), GEC More, Chittagong. Tel: 031-2850940-1, 01819-386887

26. Ctg. EPZ Branch

Gazi Compl, Airport Rd. EPZ Gate, Chittagong. Tel: 800168, 800868, 01819-380277

27. Bahaddarhat Branch

Manila Tower, Bahaddarhat More, Chittagong. Tel: 2552512-3, 01817-700484

28. Chowdhuryhat Branch

Fateyabad, Hathazari, Chittagong. Tel: 683225, 683342, 01711-111269

29. Pahartali Branch, Chittagong

Abul Khair Bhaban, 20/44, D.T. Road, CDA Market, Pahartali, Chittagong. Tel: 2771931-3, 01819-380278

30. Cox's Bazar Branch

Hefazat Market, 103, Main Road, East Bazar Ghata, Cox's Bazar. Tel: 0341-51377-8, 01613-13105231, 01711-111269

31. Sadarghat Branch

Harbourage Dream (1st floor), 291, Sadarghat Road, Chittagong. Tel: 6190509, 619960, 01730-015106,

OTHERS ZONE

32. Sylhet Branch

Sylmart Complex, Naya Sarak, East Z B, Sylhet. Tel: 710434, 721842, 01716-521725

33. Khulna Branch

Chamber Bldg. (G/F), 5, KDA Avenue, Khulna. Tel: 732633, 732655, 01711-896589

34. Takerhat Bazar Branch

Nosipur, Ragoir, Madaripur, Tel: 01712-599795, 01712-901592

35. Rajshahi Branch

Chand & Shopp. Complex New market, Rajshahi. Tel: 811981-2, 01718-679425

36. Benapole Branch

Nahar Tower, Benapole Bazar, Benapole. Tel: 04228-76076, 01711-000708

37. Jessore Branch

6/D R.N. Road, Jessore, Tel: 0421/68394-5, 01714-086575

38. Gopalganj Branch

City Square Shopping Mall, College Road, Gopalganj. Tel: 6681570-1, 01733-808799, 01913-845828

39. Brahmanbaria Branch

Peara Meah Tower, Court Road, Brahmanbaria. Tel: 01711-245471, 0851-61788

40. Barisal Branch

Mannan Plaza, 84, Sadar Road, Barisal. Tel: 01712757967, 0431-61273-4

41. Bogra Branch

Helal Mansion, Sherpur Road, Sutrapur, Bogra Sadar, Bogra. Tel: 0516-7507-8, 011-91-590041, 01730-300730

42. Kotowalipara Branch, Gopalganj

K. M. Super Marker, Ghagar Bazar, Kowtalipara Gopalganj. Tel: 6651277, 01719-816944

43. Rangpur Branch

Shah Jamal Market(1st floor), 11 Station Road, Rangpur. Tel: 0521-52127, 51795, 01711-068544

44. Beani Bazar Branch

Jaman Plaza (1st floor), Beani Bazar, Sylhet. Tel: 08223-56097-8, 01715-539670, 01711-700690

45. Moulvi Bazar Branch

Kushumbagh Shopping City, Sylhet Road, Moulvibazar Sadar, Moulvibazar. Tel: 0861-63451-2, 01199-331789, 01726-380979

46. Shafipur Branch

Shapna-Joy Tower, Shafipur Bazar, Kaliakoir, Gazipur. Tel: 0682251058-9 01712-248234,

47. Kushtia Branch

43, N.S. Road (1st floor), Amlapara, Kustia. Tel: 071-71298, 01712-613380, 01713-213578

48. Mymensingh Branch

Canada Square Shopping Centre(1st fl.), 27, Rambabu Road Mymensingh. Tel: 2916-63530 & 63532, 01711-462440,

49. Dinajpur Branch

Northern Plaza, Gonesh Tola, Dinajpur. Tel: 01712-739244, 053-163211 & 163979

50. Faridpur Branch

R.K. Plaza (1st floor), 244 Goal Chamot, Hazralota, Faridpur. Tel: 063161875-01716-346036 & 01911-530685

51. Patuakhali Branch

Gazi Plaza (1st floor), 2-3 Sadar Road, Patuakhali. Tel: 044-162359-01711-69200

Branch Network

SME/Krishi Branches

52. Bhairab SME/Krishi Branch

595/2 Bangabandhu Soroni (1st floor), Bhairabpur,
Bhairab, Kishorgonj. Tel: 01712-588130,
01911-108310, 01818-2465442, 09424-72301

53. Syedpur SME/Krishi Branch

Khaled Market (1st floor), Dr. Zhikrul Haq Road,
Syedpur, Nilphamari. Tel: 01914-832479
01717-134211-&0552-671455

54. Gazipur SME/Krishi Branch

Sahabuddin Complex (1st floor), 168, Joydebpur Bazar,
Gazipur. Tel: 9264263-&9364155-01716-040988

55. Bishwnath SME/Krishi Branch

Hasmat Ali Complex, College Road, Bishwnath, Sylhet.
Tel: 01819-635454,08224-56207,
01730-015114,0822-456208

56. Goalabazar SME/Krishi Branch

New Plaza, Sylhet Road, Goalabazar,
Osmani Nagar, Sylhet.
Tel: 0824-256189, 01733-815795 &07176023769

57. Nanglemora SME/Krishi Branch Nanglemora High School

Premises, Hathazari, Chittagong.
Tel: 01729-094379, 01710-999912

58. Savar SME/Krishi Branch

66 Bazar Road (1st floor), Savar, Dhaka.
Tel: 7745991&7745992,01715-866111,
01726-408146, 01716-369475

Islami Banking Window

A. Islami Banking Window, Dhaka

36 Topkhana Road, (1st floor), Dhaka-1000.
Tel: 9513515-6, 01713-062699, 01730-015106,
01730-015106,

B. Islami Banking Window, Chittagong

Hossen Chamber (G/F), 105,
Agrabad C/A, Chittagong
Tel: 711808, 713432, 01711-809177

SBL Capital Management Limited

Merchant Banking operation as wing continued till Dec.
2010 & converted to subsidiary company since Jan. 2011
at Chamber Building (G/F), 122-124
Motijheel C/A., Dhaka-1000.
9151484 & 7175698, 7169134,
9558375/301-10, 9515627(Fax).

Overseas Exchange House

Standard Exchange House (UK) Ltd. opened on 20th
August 2009. at 101 While Chapel Road,
London E1 1DT, UK
Tel. +44(0)2073770009,
Fax: 44(0)2076554456 &
Cell: +44(0) 7949494486

Expansion program in the year 2011

- A. 20 new branches to be opened (Dhaka City-03,
Chittagong City-02, Other District-05,
Rural Branch-03 & SME/Krishi Branch-07).
- B. Standard Co. (USA) Inc. U/A/N Standard Express
37-22 73rd Street - Suite # B2
Jackson Heights
NY 11372, U.S.A.
Opened on 01-03-2011
Tel: 646-384-6067
- C. Merchant Banking activities under 'SBL Capital
Management' to be expanded at other branches of
the Bank.

Credit Rating Report

Standard Bank Limited has been rated by Credit Rating Agency of Bangladesh (CRAB) on the basis of Financial Statements as on December 31, 2009. The summary of the rating is presented below:

CRAB has rated Standard Bank Limited as “A1” (Pronounced as Single A one) rating in the long term and “ST-2” rating in the short term which has been stable as before. Commercial Banks rated A1 in the long term belong to ‘Strong Capacity & High Quality’ Cohort. Banks rated A1 have strong capacity to meet their financial commitments but are some what more susceptible to the adverse effects of changes in circumstances and economic conditions. A1 is judged to be of high quality and is subject to 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.



Head Office, 122-124 Chamber Building (3rd Floor)
Motijheel C/A, Dhaka-1000

**NOTICE OF THE 12th ANNUAL GENERAL MEETING
OF THE MEMBERS OF STANDARD BANK LIMITED**

Notice is hereby given that the 12th (Twelve) Annual General Meeting of the honorable Shareholders of Standard Bank Ltd. will be held on Monday the 16th May, 2011 at 11:00 a.m. at Bashundhara Convention Center, Baridhara, Dhaka to transact the following business:

Agenda

01. To receive, consider and adopt the Profit and Loss Accounts of the Company for the year ended on 31st December 2010 and the Balance Sheet as on that date together with the Reports of the Directors and the Auditors thereon.
02. To declare and approve stock dividend for the year ended 31st December, 2010 as recommended by the Board of Directors.
03. To appoint Auditor(s) of the Company and to fix their remuneration for the term until next AGM.
04. To Consider and approve the loan proposal of the Directors as recommended by the Board.

Date: Dhaka
26th April, 2011

By the order of the Board

(A. F. M. Nizamul Islam Chowdhury)
Company Secretary

Notes:

- a. The Board of Directors has recommended 28% stock dividend for the year ended 31st December 2010 subject to approval in the 12th Annual General Meeting.
- b. 10th April 2011 has been scheduled as Record Date. The Shareholders whose name appeared in the register of members of the Company or in the Depository Register on record date are eligible to attend the meeting and qualify for stock dividend.
- c. A member eligible to attend and vote at the Annual General Meeting (AGM) may appoint a proxy to attend and vote on his/her behalf. The Proxy form duly stamped & signed by the member must be deposited at the Registered Office at least 48 hours before the meeting.
- d. Admission in the Venue of AGM will be allowed on production of the Attendance Slip.

N.B. : The agenda as to election/re-election of Directors of the Bank is not included till disposal of Civil Appeal as per leave granting order under date 12.02.2005 passed in CPLA no. 942-946 by the Appellate Division of Supreme Court of Bangladesh.



কাজী আকরামউদ্দিন আহমেদ
চেয়ারম্যান

চেয়ারম্যান মহোদয়ের স্বাগত ভাষণ

বিসমিল্লাহির রহমানির রাহিম

প্রিয় শেয়ার হোল্ডারবৃন্দ, শ্রদ্ধেয় অতিথিবৃন্দ, ব্যাংকের সম্মানিত গ্রাহকবৃন্দ, উপস্থিত ভদ্রমহিলা ও ভদ্র মহোদয়গণ,

আস-সালামু আলাইকুম।

গ্রীষ্মের এই সকালে সকল সম্মানিত শেয়ারহোল্ডার, গ্রাহকবৃন্দ এবং সুধীবৃন্দকে ব্যাংকের ১২তম বার্ষিক সাধারণ সভায় সম্মানিত পরিচালকবৃন্দ এবং পর্যদের পক্ষ থেকে জানাই আন্তরিক ধন্যবাদ ও শুভেচ্ছা। আমি আমার কৃতজ্ঞতা ও শ্রদ্ধা নিবেদন করছি তাঁদের প্রতি যাদের অব্যাহত সমর্থন ও সক্রিয় সহযোগিতা বিগত বছরগুলিতে আমাদের অগ্রগতি অর্জনে সহায়ক ভূমিকা পালন করেছে। আমার প্রত্যাশা আগামীতে ব্যাংক আপনাদের তরফ থেকে আরো আন্তরিক সমর্থন ও সক্রিয় সহযোগিতা অব্যাহত ভাবে পেতে থাকবে। ২০১০ সনে ব্যাংকের বিভিন্ন কার্যক্রম এবং আগামী দিনে ব্যাংকের সম্ভবনার বিষয়ে প্রতিবেদন আপনাদের সামনে পেশ করার সুযোগ পেয়ে আমি আনন্দিত ও গর্বিত।

সূধীমন্ডলী, স্বচ্ছতা, জবাবদিহিতা ও আন্তঃব্যাংক প্রতিযোগিতার মাধ্যমে উন্নততর গ্রাহক সেবা প্রদানের লক্ষ্য নিয়ে ১৯৯৯ সনে আমাদের ব্যাংকের যে কার্যক্রম শুরু করা হয়েছিল আমাদের কর্ম তৎপরতার মাধ্যমে, দ্রুত পরিবর্তনশীল এবং প্রতিকূল অর্থনৈতিক ও সামাজিক পরিস্থিতির মধ্যেও আমরা আমাদের ব্যাংকের প্রবৃদ্ধির ধারা অব্যাহত রাখতে সক্ষম হয়েছি। যার জন্য আমরা মহান আল্লাহ পাকের দরবারে শোকরিয়া আদায় করছি।

আপনারা সকলেই অবগত আছেন যে, বিগত বছরগুলিতে অর্থনৈতিক মন্দা এবং দ্রব্য মূল্যের অস্থিতিশীলতা ও বাজার উর্ধ্বগতি বিরাজমান ছিল। এরূপ বিরূপ পরিস্থিতিতেও আমাদের ব্যাংক প্রতিযোগিতামূলক পরিবেশে নিষ্ঠার সাথে কাজ করে এসব সমস্যা সাফল্যজনক ভাবে মোকাবেলা করতে এবং ব্যাংকের কার্যক্রমকে সম্মানিত গ্রাহক বৃন্দের কাছে সহজলভ্য করে তুলতে সক্ষম হয়েছে। গ্রাহকদের দ্রুত পরিবর্তনশীল চাহিদা মেটানোর লক্ষ্যে ব্যাংক তার প্রাতিষ্ঠানিক কাঠামো যুগোপযোগী ও আধুনিক করেছে। বিশেষ করে বেসেল-২ এর সাথে সঙ্গতি রেখে ব্যাংকের মূলধন কাঠামো শক্তিশালী করার লক্ষ্যে বন্ড ইস্যুর ব্যবস্থা সহ বিভিন্ন কার্যকরী পদক্ষেপ গ্রহণ করেছে। বর্তমানে ব্যাংকের পরিশোধিত মূলধন ৩১৭ কোটি টাকা যা ২০১০ সালের ঘোষিত শতকরা ২৮ ভাগ স্টক ডিভিডেন্ড প্রদান সাপেক্ষে ৪০৬ কোটি টাকায় উন্নীত হবে। ঝুঁকির মাপকাঠিতে মূলধনের পর্যাপ্ততা নিরূপণ করে প্রয়োজনীয় মূলধন বৃদ্ধির লক্ষ্যে কার্যকর ব্যবস্থা গ্রহণের প্রচেষ্টা অব্যাহত রেখেছি।

উল্লেখ্য যে, স্ট্যান্ডার্ড ব্যাংক লিঃ বর্তমানে দেশে ৫৮টি শাখার মাধ্যমে তার গ্রাহকদের রিয়েলটাইম অন-লাইনসহ আধুনিক ব্যাংকিং সেবা প্রদান করে আসছে। পূঁজি বাজারে অংশগ্রহণ এবং দেশের পূঁজি বাজারকে আরো শক্তিশালী ও গতিশীল করার নিমিত্তে 'মার্চেন্ট ব্যাংকিং' কার্যক্রম ২০০৯ সনে চালু হয়েছে এবং আমরা চলতি বছরে মার্চেন্ট ব্যাংকিং কার্যক্রম ঢাকা ও চট্টগ্রাম মহানগরীর বিনিয়োগকারীদের দ্বারা প্রাপ্তে নিয়ে যাওয়ার লক্ষ্যে একাধিক শাখা খোলার পরিকল্পনা গ্রহণ করেছি। এছাড়াও ঢাকা ও চট্টগ্রামের দুটি শাখায় আলাদা ইসলামী ব্যাংকিং উইন্ডো খোলার মাধ্যমে ইসলামী ব্যাংকিং আমাদের ব্যাংকে চালু করা হয়েছে। ইসলামী ব্যাংকিং এর সেবার আওতায় ব্যাংকের উল্লেখযোগ্য সংখ্যক গ্রাহককে আনা হচ্ছে। আমাদের ব্যাংক অনিবাসী বাংলাদেশীদের অর্জিত বৈদেশিক মুদ্রা দ্রুত দেশে আনয়নের লক্ষ্যে আন্তর্জাতিক খ্যাতি সম্পন্ন প্রতিষ্ঠান মানিগ্রামসহ বিভিন্ন এক্সচেঞ্জ হাউজের সাথে চুক্তি সম্পাদন করেছে। ২০১০ সনে আমরা যুক্তরাজ্যের লন্ডনে স্ট্যান্ডার্ড এক্সচেঞ্জ কোম্পানী (ইউকে) লিমিটেড খুলেছি এবং অত্যন্ত খুশীর বিষয় যে আমরা বিদেশে কর্মরত বাঙ্গালীদের কাছ থেকে অভূতপূর্ব সাড়া পাচ্ছি। দেশের প্রতি বিদেশে অবস্থানরত ভাইদের যে আর্কষণ লক্ষ্য করেছি তাতে আমরা অনুপ্রানিত হয়ে যুক্তরাষ্ট্রে এক্সচেঞ্জ হাউজের দ্বিতীয় শাখা খোলার সকল আয়োজন সম্পন্ন করেছি। ইতিমধ্যে মার্চ/২০১১ আমেরিকাতে আমাদের ব্যাংকের ২য় এক্সচেঞ্জ হাউজ খুলতে সক্ষম হয়েছে। পর্যায়ক্রমে বাঙ্গালী অধ্যুষিত বিশ্বের অন্যান্য স্থানে যেমন মধ্যপ্রাচ্য, কানাডা, অস্ট্রেলিয়া, ইটালী, মালয়শিয়া ও সিঙ্গাপুরে আরো এক্সচেঞ্জ হাউস খুলবো।

পাশাপাশি বাল্যকাল থেকে সঞ্চয়ের অভ্যাস গড়ে তোলার লক্ষ্যে ছাত্র/ছাত্রীদের স্কুল ব্যাংকিং, শিক্ষা স্কীম এবং শ্রমজীবী ও সাধারণ মানুষের কল্যাণে ওয়ার্কস সেভিংস স্কীম এর মতো জনকল্যাণমুখী ব্যাংকিং কার্যক্রম প্রক্রিয়াধীন এবং শীঘ্রই তা প্রবর্তন করা হবে। দেশের ব্যবসা-বানিজ্যে গতিশীলতা আনয়নের লক্ষ্যে ক্ষুদ্র ও মাঝারী খাতে বিনিয়োগের পরিমাণ বৃদ্ধি করা হয়েছে। দেশের কৃষি, কৃষক তথা আপামর দরিদ্র জনসাধারণের জীবন মান উন্নয়নের লক্ষ্যে আলোচ্য বছরে পল্লী অঞ্চলে বেশ কয়েকটি শাখা খোলা হয়েছে। এসব শাখার মাধ্যমে আমরা কৃষকদের সরাসরি ঋণ প্রদান করছি। এভাবে অনুন্নত এলাকায় কৃষি, পল্লী, এসএমই সুবিধা প্রদানের মাধ্যমে আমাদের ব্যাংকিং কার্যক্রম সারা বাংলাদেশে সার্বজনীনভাবে সেবা প্রদান করছি যা চলতি বছরে অব্যাহত থাকবে। সেবার এই নতুন দিগন্তে ক্ষুদ্র ব্যবসায়ী ও কৃষকদের সেবা প্রদানের লক্ষ্যে প্রধান কার্যালয়ে এসএমই ও কৃষি ঋণ নামে একটি স্বতন্ত্র বিভাগ নিরলসভাবে দায়িত্ব পালন করে যাচ্ছে।

চেয়ারম্যান মহোদয়ের স্বাগত ভাষণ

অনলাইন ব্যাংকিং সার্ভিস প্রবর্তনের পর পরই ব্যাংক ক্রেডিট ও ডেবিট কার্ডের মাধ্যমে সেবার মানকে অত্যাধুনিক করার এক প্রচেষ্টা অব্যাহত আছে। ইতোমধ্যে অত্র ব্যাংকের ক্রেডিট কার্ড যাতে দেশ ও বিদেশের বিভিন্ন স্থানে ব্যবহার করা যায় সে লক্ষ্যে অন্যান্য ব্যাংক ও সংস্থার সঙ্গে চুক্তির মাধ্যমে আমরা একটি নেটওয়ার্ক গড়ে তুলেছি এবং আমাদের কার্ড হোল্ডারগণ যাতে নিরলস সেবা পেতে পারেন তৎজন্য আমরা অত্যাধুনিক যন্ত্রপাতি দিয়ে আমাদের কার্ড ও আইটি বিভাগদ্বয়কে স্বয়ংক্রিয় করে রেখেছি। আমরা ইতোমধ্যে গ্রামীণ ও শহরে যৌথভাবে আমাদের এটিএম বুথ খুলে আধুনিক ব্যাংকিং সুবিধা গ্রাহকবৃন্দের সাথে সহজলভ্য করে তুলেছি।

আধুনিক সেবা প্রদানের লক্ষ্যে এটিএম বুথ, ক্রেডিটকার্ড, ডেবিটকার্ড, এসএমই ব্যাংকিং খাতে সকল প্রযুক্তি সংযোজন ও স্থাপন করা হয়েছে। এ সকল কার্যক্রম এবং কারিগরি উৎকর্ষতা ও প্রতিযোগিতার পটভূমিতে আমাদের সেবার মান অধিকতর উন্নত হবে, ইনশাআল্লাহ। ব্যাংকের প্রত্যশা, আধুনিকীকরণের এই প্রক্রিয়া উন্নত গ্রাহক সেবা প্রদানের লক্ষ্য অর্জনে সহায়ক হবে। এবং দেশে বিদেশে অবস্থানরত সকল গ্রাহককে স্বল্প সময়ে কাঙ্ক্ষিত সেবা প্রদানে সক্ষম হবে।

আর্থিক মন্দা ও প্রতিযোগিতামূলক পরিবেশের মধ্যেও ২০১০ সনে আমাদের ব্যাংক আমানত, ঋণ ও মুনাফার ক্ষেত্রে যে সফলতা অর্জন করেছে তা অত্যন্ত প্রশংসনীয়। ব্যাংকের এ সাফল্য জাতীয় অর্থনীতিতে গুরুত্বপূর্ণ ভূমিকা রাখবে। নিম্নে ২০০৯ সালের তুলনায় ২০১০ সালে কতিপয় ক্ষেত্রে অগ্রগতির একটি বিবরণ দেওয়া হলঃ

আমানত	ঃ ৪২৫৬ কোটি টাকা থেকে ৫৮৩৪ কোটি টাকা
ঋণ ও অগ্রীম	ঃ ৩৮০৬ কোটি টাকা থেকে ৫১৭৬ কোটি টাকা
বৈদেশিক বাণিজ্য	ঃ ৬৯৫৮.৮৩ কোটি টাকা থেকে ৯৮০৮.৫৭ কোটি টাকা
নীট মুনাফা	ঃ ৭৬ কোটি টাকা থেকে ১৩৭ কোটি টাকা
প্রতি শেয়ারে আয়	ঃ ২৪.০৯ টাকা থেকে ৪৩.১৫ টাকা

২০১০ সালে আমরা ২টি গ্রামীণ, ৭টি এসএমই/কৃষি শাখা ও ৮টি শহরভিত্তিক মোট ১৭টি শাখা খুলেছি। ২০১১ সালে বাংলাদেশ ব্যাংকের অনুমোদন সাপেক্ষে আমরা আরো ২০টি নতুন শাখা খোলার পরিকল্পনা গ্রহণ করেছি এবং উক্ত শাখা সমূহের জন্য স্থান নির্বাচন ও আনুষঙ্গিক কার্যক্রমের কাজ দ্রুত গতিতে এগিয়ে চলছে। ব্যাংকের এই সম্প্রসারণ কার্যক্রমকে বাস্তবায়ন করার লক্ষ্যে আমরা আলোচ্য বছরে ১২৭ জন প্রবেশনায়ী অফিসারসহ বিভিন্ন পদবীর অভিজ্ঞ কর্মকর্তা-কর্মচারী নিয়োগ দিয়ে মোট লোকবল ১০১৮ জনে উন্নীত করেছি। ২০১১ সনে আরও ২০০ সংখ্যক কর্মকর্তা কর্মচারী নিয়োগের পরিকল্পনা আমাদের রয়েছে।

সম্মানিত শেয়ারহোল্ডারগণ

আমাদের অঙ্গীকার এই ব্যাংকটিকে একটি আধুনিক প্রযুক্তিনির্ভর, আদর্শ, প্রগতিশীল ও আন্তর্জাতিক মানের ব্যাংক হিসাবে গড়ে তোলা। আপনারা জেনে খুশি হবেন যে, বিগত বছরে আন্তর্জাতিক খ্যাতি সম্পন্ন 'Steller Software' এর সঙ্গে ব্যাংক যে চুক্তি সম্পাদন করেছে তার আওতায় আমরা এখন রিয়েল টাইম অনলাইন এর মাধ্যমে ব্যাংকিং সুবিধা দিচ্ছি। বর্তমানে ব্যাংকের সকল শাখায় অনলাইন কার্যক্রম চালু হয়েছে। এখন আমাদের এক শাখার গ্রাহক আমাদের অন্য শাখা হতে তার ব্যাংকিং লেনদেন নির্বিঘ্নে নিষ্পন্ন করতে পারছে। অনলাইন এর যে কোন সমস্যা দ্রুত সমাধানের জন্য যে বিজনেস টিম গঠন করা হয়েছিল তা নিরলসভাবে কাজ করে যাচ্ছে। অনলাইন কার্যক্রম যাতে সবসময় নির্ভুল ও আস্থার সাথে পরিচালিত হয় তা আইটি অডিট অনুবিভাগ সব সময় পর্যবেক্ষণ ও নিরীক্ষণ করছে।

প্রিয় শেয়ারহোল্ডার গণ

আমাদের ব্যাংকের, শ্রেণীবিন্যাসকৃত ঋণ বা কু-ঋণের পরিমাণ খুবই কম বিধায় ঋণ ও অগ্রীমের অর্থ পারফরমিং আছে। সার্বিকভাবে ব্যাংকের এসেট কোয়ালিটি চমৎকার। তবুও আমরা শ্রেণীবিন্যাসকৃত ঋণ সহ সাধারণ ঋণের জন্য প্রতিশনিং যথাযথভাবে ও যথেষ্ট পরিমাণ সংরক্ষণ করেছি। ব্যাংকের শ্রেণীবিন্যাসকৃত ঋণের পরিমাণকে নিয়ন্ত্রণ ও তদারকি করার জন্য প্রধান কার্যালয়ে 'ঋণ আদায় বিভাগ' শাখা ও খাতকের সঙ্গে যোগাযোগ করছে। উক্ত বিভাগ প্রতিনিয়ত মনিটরিং ও ফলোআপ করছে, ফলে শ্রেণীবিন্যাসকৃত ঋণের উর্ধ্বগতি ইতিমধ্যে নিয়ন্ত্রণে রাখা সম্ভব হয়েছে। এটা সম্ভব হয়েছে পর্যদের সম্মানিত পরিচালকবৃন্দের প্রজ্ঞা, ব্যবস্থাপনা কর্তৃপক্ষের বিচক্ষণতা ও ব্যবস্থাপকবৃন্দের বিশ্লেষণাত্মক কার্যক্রমের জন্য। আমি সবাইকে জানাই আন্তরিক ধন্যবাদ।

প্রিয় শেয়ারহোল্ডারবৃন্দ

আপনারা ইতোমধ্যে অবহিত হয়েছেন যে, আমাদের ২০১০ সালের অপারেটিং মুনাফা ২৭৭ কোটি টাকা এবং নীট মুনাফার পরিমাণ ১৩৭ কোটি টাকা। ব্যাংকের পরিচালনা পর্যদ বাস্তব অবস্থা পর্যালোচনা পূর্বক ২৮% হারে বোনাস শেয়ার লভ্যাংশ হিসাবে প্রদানের সুপারিশ করেছে যা আপনারদের অনুমোদনের জন্য আলোচ্যসূচীতে অন্তর্ভুক্ত করা হয়েছে। গত বছর ২০% বোনাস শেয়ার প্রদান করা হয় যার

ফলশ্রুতিতে পরিশোধিত মূলধন ৩১৭ কোটি টাকায় উন্নীত হয়। তাই ব্যাংকের মূলধন কাঠামো এখন অনেক শক্তিশালী। আমাদের প্রত্যাশা বর্তমানে ব্যাংকের যে আয়ের ধারা আছে তা অব্যাহত থাকলে ইনশাআল্লাহ আমরা ভবিষ্যতে আকর্ষণীয় লভ্যাংশ প্রদান করতে সক্ষম হবো।

প্রিয় শেয়ার হোল্ডারগণ

আমাদের ব্যাংক মুনাফা অর্জনের পাশাপাশি দেশের আর্থ সামাজিক উন্নয়ন ও জনকল্যান মূলক কাজে সরাসরি সম্পৃক্ত হয়েছে। নিম্নে ২০১০ সালে আমাদের এই জনকল্যানমূলক কার্যের বিবরণ দেওয়া হলোঃ

বিবরণ	টাকা
প্রধানমন্ত্রীর ত্রান তহবিল	২৫,০০,০০০
বিডিআর ট্র্যাজিডিতে নিহত সেনা অফিসারদের পরিবারের সহায়তা	১৪,৪০,০০০
মুক্তিযোদ্ধা জাদুঘর নির্মান প্রকল্পে অনুদান	৫০,০০,০০০
জাতির জনক বঙ্গবন্ধু শেখ মজিবুর রহমান মেমোরিয়াল ট্রাস্ট এ সহায়তা	২,০০,০০,০০০
একাদশ দক্ষিণ এশিয় গেমস অনুষ্ঠানে অংশগ্রহনে বাংলাদেশ	
অলিম্পিক এসোসিয়েশনকে প্রদত্ত সহায়তা	৫০,০০,০০০
বিশজন সম্মানিত মুক্তিযোদ্ধাকে সম্মানী প্রদান	৫,০০,০০০
শিক্ষা ও বৃত্তি বাবদ	৬,০০,০০০
দরিদ্র ও আর্ত পীড়িতদের চিকিৎসা খরচ	৯,১৮,০০০
দরিদ্রদের বিবাহ খাতে খরচ ও আর্থিক সহায়তা	৩,০৬,০০০
জাতীয় প্রতিষ্ঠান বাংলাদেশ এসোসিয়েশন অব ব্যাংকস (বিএবি) কে নিউজিল্যান্ড এর বিপক্ষে সিরিজ বিজয়ী বাংলাদেশী জাতীয় দলের ক্রিকেটারদের গাড়ী উপহার প্রদানের জন্য প্রদত্ত	২০,০০,০০০
দরিদ্র শীতাত্তরদের মাঝে শীত বস্ত্র বিতরণ কল্পে এফবিসিসিআইকে প্রদত্ত	৫,৩০,০০০
মোট	৩,৮৭,৯৪,০০০

আমাদের ব্যাংক জনকল্যানমূলক কাজের অঙ্গীকারে অতীতের মত ভবিষ্যতেও দৃঢ়ভাবে পালনে ব্রত আছে।

কৃতজ্ঞতা জ্ঞাপন

আমি ব্যাংকের সার্বিক অগ্রগতি, উন্নয়ন ও সফলতা অর্জনে স্ট্যাভার্ড ব্যাংক পরিবারের প্রত্যেক সদস্যকে তাদের নিরলস পরিশ্রম ও সেবা প্রদানের জন্য জানাচ্ছি পর্ষদের পক্ষ থেকে কৃতজ্ঞতা ও আন্তরিক ধন্যবাদ।

ব্যাংকের পরিচালনা পর্ষদ ও সর্বস্তরের কর্মকর্তা-কর্মচারী এবং আমার নিজের পক্ষ থেকে উপস্থিত সকলকে ধন্যবাদ জ্ঞাপন করছি। আমাদের ব্যাংকের মূল চালিকা শক্তি ব্যাংকের সম্মানিত গ্রাহক ও শেয়ার হোল্ডারগণ। অত্র ব্যাংকের উদ্যোক্তা শেয়ার বা অন্য কোন শেয়ার গ্রহণের বিভাজন নেই। সম্মানিত শেয়ারহোল্ডারগণ ও সম্মানিত গ্রাহকবৃন্দকে তাঁদের সহযোগিতার জন্য সকলকে জানাই আন্তরিক ধন্যবাদ। কৃতজ্ঞতা জ্ঞাপন করছি অর্থ মন্ত্রণালয়, বাংলাদেশ ব্যাংক, সিকিউরিটিজ এন্ড এক্সচেঞ্জ কমিশন, ডিএসই, সিএসই, জয়েন্ট স্টক কোম্পানী সমূহের রেজিস্ট্রার, সিডিবিএল এবং অন্যান্য সকল প্রতিষ্ঠান সমূহের সক্রিয় সহযোগিতার জন্য। আমাদের প্রত্যাশা এসব প্রতিষ্ঠান সমূহ তাদের সহযোগিতা ও সমর্থন ভবিষ্যতেও অব্যাহত রাখবেন।

আল্লাহ হাফেজ

কাজী আকরামউদ্দিন আহমেদ
চেয়ারম্যান, পরিচালনা পর্ষদ



Message from S. A. Farooqui
Managing Director & CEO

In 2010, Standard Bank Limited achieved best results in all areas of business operation. Despite slow down in the advanced economies of industrialized nations, emerging markets like India and China have registered remarkable growth. Bangladesh economy has done better through increase in export and remittance from abroad. The country has shown commendable resilience to grow at a healthy rate which is about GDP growth of 5.83% during the fiscal year concluded in June, 2010. However, in the last quarter of the year, we have seen a rise in import bills and declining trend in remittances. A surge in the commodity price in the international market has increased pressure on our reserve. Money market has remained by and large stable last year except during the last quarter which showed some volatility because of increased CRR by Bangladesh Bank. Later regulatory measures improved the situation and prevented the market from overheating. The World Bank has forecast higher economic growth for the next fiscal year but warned of low inward remittance and high inflation in the days to come. The challenge for the Government lies in handling the inflationary pressures arising out of high food prices, internal revenue mobilization by improving tax administration and focusing on manpower export overseas. The overall outlook is better, and we shall see all sectors of economy will get new momentum to increase economic activities in future.

Against above background, we in Standard Bank believe that we have done relatively better compared to our competitors. The statements that have been attached herewith in the Annual report reflect bank's excellent state of health. The numbers are self evident and self explanatory. Results indicate that we are in a right track and our policies are better suited for steady growth. The bank posted a net profit of TK.1369 million compared to TK.764

million in the year 2009 registering a growth of 79%. The deposits and advances grew by 37% and 36% respectively. At the end of the year bank's deposit stood at TK.58344 million and advances at TK.51758 million. It is quite evident that our credit has shown considerable growth. We have enlarged our business portfolio and enlisted many new customers by demonstrating our strength in the competitive market. The bank's total assets have reached TK.66596 million from TK.49001 million which accounts for 36% increase in a year's time. Imports grew by 39% to TK.56167 million and exports grew by 44% to TK.41919 million. Guarantee business grew by 9.72% to TK.2681million and remittance reached TK.1044 million with 50% growth on year to year basis. We have taken necessary precaution so that assets and liabilities grow in unison and no imbalance is created.

The non-performing loan stands at 1.92% in the year 2010 compared to 1.81% in the year 2009. We have also made adequate provision against all kinds of loans and advances as per guidelines of Bangladesh Bank. The Bank is adequately capitalized and the ratio stands at 10.52% against the risk weighted asset. Strong recovery drive continued throughout the year and regular monitoring is undertaken to reduce the quantum of classified loan.

In the beginning, the bank mainly concentrated on corporate lending and trade related services. But for the last two years, the bank focused on retail banking and small and medium enterprises(SME). In line with Bangladesh Bank's initiatives, we have already undertaken measures to diversify our products and services to include the untapped market of retail banking and SME enterprises. Because of a large population base, these two areas will be major drivers of growth. In the mean time the Bank has opened 6 SME/Krishi centers to promote such business in potential areas. The bank is trying to disburse collateral free loan among the genuine entrepreneurs. In retail area, consumer finance and other personal loans are receiving highest consideration from the bank for eligible middle class people. We have already launched Visa credit card to customers to give them added advantage of buy now and pay later at an affordable installment basis. Our remittance business has shown remarkable growth and we have pulled substantial business from our exchange in London. All preparations are nearly complete for opening an exchange house in New York.

Agriculture in Bangladesh has always remained a top priority for Government and Bangladesh Bank as it has the largest contribution in our GDP. The bank has put in due focus in this area and wants to invest in this sector in an organized fashion. The bank opened a few branches in strategic locations to disburse agriloan and other crop financing among genuine farmers. Moreover, initiatives are underway to bring the marginal and landless farmers under the coverage of bank financing. We believe we shall be able to help alleviate poverty among the poorest of the poor who are at the marginal side and have least access to banking.

We continue our investments in technology to upgrade our hardware and software so that it matches the expectation of our valued customers and emerging needs of the market. Our core banking software is being continually fine tuned to meet the new local requirement. We are also investing to enlarge our own network of ATMs in addition to shared network of Dutch Bangla Bank and Brac Bank's Omnibus. This year our customers will have access to 2000 ATMS all over Bangladesh.

The Bank is not only bigger in size but also richer in experience and knowledge gained of new places and customers and in terms of business opportunities. We believe that highly capable and skilled staff members are our greatest assets. We also attach importance for training and development of bank's staff to enhance their skill and professional knowledge.

Before I conclude, I should say again that we are growing stronger. Our results are impressive compared to the size of the bank. But we pledge bound to turn Standard Bank into a modern dynamic institution. We are committed to remain fair, transparent and we shall do banking business after following all ethical standards and corporate governance.



S. A. Farooqui
Managing Director & CEO

View of 11th Annual General Meeting



A partial view of 11th. Annual General Meeting of Standard Bank Ltd., Hon'ble Chairman of the Board Mr. Kazi Akramuddin Ahmed is seen addressing the honourable shareholders.



A partial view of 11th. Annual General Meeting of the Bank. Hon'ble Shareholders of the Bank are seen.



Hon'ble Chairman Mr. Kazi Akramuddin Ahmed together with the Managing Director are seen visiting the Registration Counter of the 11th. Annual General Meeting of the Bank.

Directors' Report

Dear Shareholders

As Salamu Alaikum

On behalf of the Board of Directors of Standard Bank Limited, I have the pleasure to present the Annual Report and Financial Statement of the Bank for the year ending on December 31, 2010 along with Auditors' Report at the 12th AGM. A brief overview of World Economy and Bangladesh Economy has also been provided in the report. It would reveal from the report that we have risen to the challenge, with record achievements amidst stiff competition among different Banks.

Global Economy

Economic recovery continued globally during the year 2010. Advanced economies of the world proceeded with slow recovery compared to emerging and developing economies where robust growth has been noticed. Industrialized nations remained beset by lingering financial sector weaknesses which impeded lending capacity and job creation. There was slow recovery in households deleveraging debt burdens. This was compounded further by concerns of markets about high public debt levels in western developed economies. IMF's World Economic Outlook calculated the output growth at 4.8 percent for the year 2010 but projected lower figure of 4.2 for the year 2011. Global inflation remained moderate throughout the year. IMF recommendations for restoration of economic balance globally include easy monetary conditions with low interest rate and stimulation of domestic consumption by allowing domestic currency to appreciate. But some analysts question the strength of recovery in the major industrial economies, even speculate that a double dip recession may be on the horizon.

There was dynamism in the emerging markets particularly in Brazil, the Russian Federation, India and China (BRIC). They had strong growth and expansion in the economy and attracted most of the foreign investments. These countries attracted as much as \$194 billion in foreign direct investment that is more than 17% of the global volume. Without firm recovery in the advanced economies, such growth may not sustain for an indefinite period.

Asia stands out in the continuing shift of economic balance globally. In the wake of global contraction, the region's rise has become quite clear. China and India marched quite successfully with robust growth.

Global growth rate has been projected at 4.25 percent for the year 2011, which is an upward revision of about .50 percent in 2010 reflecting strong economic activity. Such forecast depends on implementation of policies to rebuild confidence and stability, particularly in euro zone. There should be more fiscal consolidation and structural reforms within the financial institutions to enhance growth and competitiveness.

Bangladesh Economy

Despite continued global crisis and economic slowdown, Bangladesh economy has performed well and registered steady growth in the year 2010. It has stabilized at 6% growth with improvement in service sector, moderate expansion in industry and positive contribution from agriculture. We have also noticed increased domestic consumption with rise in real disposable income. Inflation remained stable at 6.5 percent during the early part of the year and government took various measures to

Directors' Report

maintain such level throughout the year. In the financial sector monetary stability improved and interest rates remained high despite the presence of excess liquidity during the second quarter of the year. However in the last quarter of the year inflation showed upward trend due to increase of prices of food grains along with rising prices of imported essentials in the international market. Domestic credit increased by 17.9 percent in FY10 as against 16 percent in FY09. Credit to the private sector increased by 24.2 percent in FY10 compared to 14.6 percent in FY09. Deposit rate band remained between 4-10 percent while lending rate band remained between 5-19 percent. The average annual depreciation of Bangladesh Taka was 0.6 percent compared to 0.3 percent appreciation during the last financial year. Domestic savings-GDP ratio decreased from 20.1 percent in FY09 to 19.8 percent in FY10 while investment-GDP ratio increased from 24.3 percent in FY09 to 25.0 percent in FY10.

During the year 2010, food production was as expected and marginally higher than the previous year. The Government budget proposed comprehensive approach to developing the rural economy covering both farm and non farm sectors. A number of important and complementary measures were implemented for improving the delivery of subsidy and fertilizer to the farmers. Beside the Ministry of Agriculture has introduced 'Assistance Card' for the farmers. These measures are believed to have had a favorable impact on the agriculture sector.

Bangladesh Bank's monetary policy was quite supportive and prudent to maintain adequate credit flow for sustainable growth containing inflation within tolerable moderate levels. Bangladesh Bank continued its focus on income generating sectors under SME by providing refinance facilities while discouraging non essential credits. To ensure supply of credit in Agriculture, Bangladesh Bank made lending in this sector mandatory.

Within the broad industry sector, the performance of different sub-sectors was mixed. In particular manufacturing industries oriented to domestic market did better. Investment has traditionally been low in Bangladesh, which is very critical to achieve desirable GDP growth of 8-10 percent. Ironically our savings are not totally invested. Additionally there has been decline in public investment but private



Hon'ble Chairman Mr. Kazi Akramuddin Ahmed is seen presiding over the 164th Meeting of the Board of Directors.

investment stands at about 80 percent of total investment in Bangladesh and it stands at 19 percent of GDP. Low level of investment including foreign investment is mainly due to lack of infrastructure and gas and power. Improvement on these areas features prominently in Government's policy priorities.

Export earnings growth slowed down to 4.1 percent and stood at USD 16.2 billion during FY10. Apparels continued to occupy an overwhelming share (about three fourths) of the export basket. However jute and jute goods recorded phenomenal growth and contributed as single most source of export growth. Import payments stood at Tk21.4 billion in FY10 indicating an increase of 5.4 percent over FY09. Import of capital machinery increased by 12.5 percent while consumer and intermediate goods declined by 1 percent.

Remittances of Bangladesh nationals working abroad increased by 13.4 percent and stood at TK10.99 billion which is about 11 percent of GDP. Largest source of remittances was Saudi Arabia followed by UAE, USA, Kuwait and UK.

The domestic foreign exchange market was stable during the last year with sufficient liquidity. Bangladesh Bank's intervention was aimed at ensuring market order and stability with liquidity at appropriate levels. The interventions moderated the appreciation pressure on Taka, helping protect competitiveness of exports facing weak external demand and incentive for inflows from expatriate workers.

STANDARD BANK LTD (SBL)

The Standard Bank Limited witnessed record achievement in its business performance during the year 2010. 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 extended loans and credits to different



Al-haj. Mohd. Ayub, Chairman Audit Committee is seen presiding over the 31st Meeting of the Audit Committee.

Directors' Report

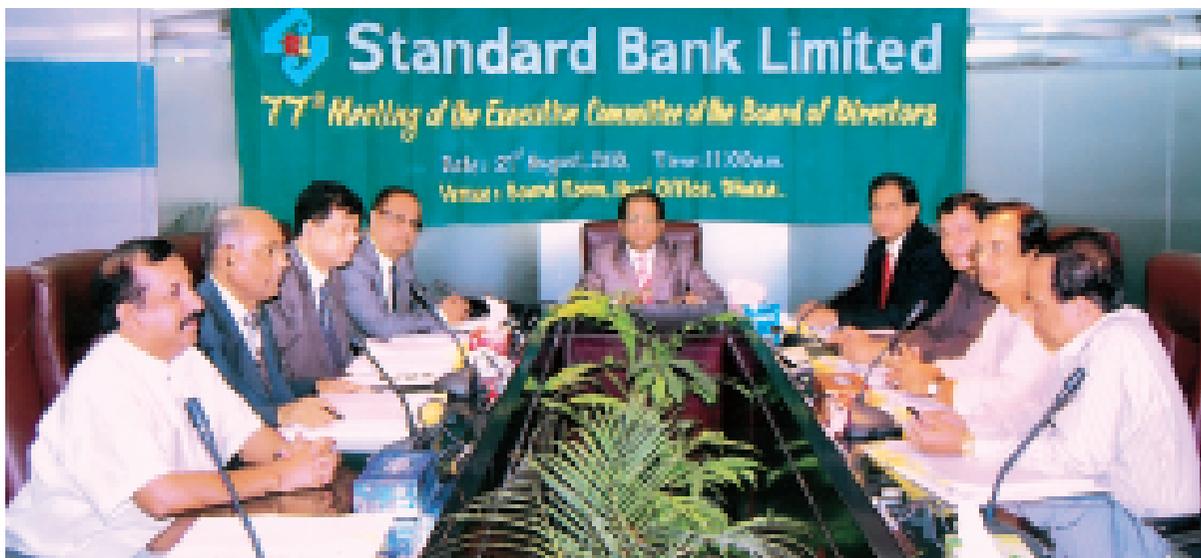
sectors of the economy. Besides, the Bank has already introduced real on-line banking and it is now fully auto-mated. Through all these myriad activities, SBL has created a positive impact in the banking sector of the country.

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 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.

MANAGEMENT

Human Resources Division of Standard Bank Limited plays a very vital role in formulating policies, developing corporate practice and culture in achieving its goal by properly utilizing the existing skilled manpower and also brining in the best talents through an abstract and prudent recruitment policy in the right direction to fulfill the mission and vision of the bank. Proper recruitment policy lays the solid foundation for strong erection towards establishment of an institution at the initial stage and sustainable growth for its consecutive enrichment. The division has been performing the job of recruitment from the very inception of the institution maintaining 100% transparency to establish free and fair selection of its team under a well-regulated system. Total numbers of 244 Executives, Officers and Staffs have been successfully recruited and total human resources of the bank stood at 1020 as on 31.12.2010 including male employees 888 and female employees 132. In the year 2010 total 52 employees of Standard Bank Limited resigned from the services and 04 employees went on retirement after completion of their retirement age.



Mr. Harun Rashid Chowdhury, Chairman Executive Committee is seen presiding over the 77th Meeting of the Executive Committee.

Training Research and Planning

The training institute of the bank has been set up with a view to planning, designing the courses, developing the training materials for arranging training to the officers and staff of the bank. It has also to organize, co-ordinate/conduct seminar, symposium and workshop for the Executives/In-Charge of the branches of the bank. In addition to that research works is inevitable for sustainable growth of the bank and setting a new standard in banking activities to face the challenges of the free economy and globalized world market where survival of the fittest is the common phenomena. In this behalf research and planning strategy will go parallel with the training program of the bank to fulfill the desired goal of our esteemed institution. Now, banking industry demands well educated, well-behaved and quality man-power as they require to deal with money, men, materials, market, mobility of funds and over all national development. Training now a days is inevitable to develop the human resources of the Bank to meet the challenges of the age. As such, the training institute has chalked out an academic activities for the year 2011 and incorporated 22 Training Courses and 8 Workshop through which about 1000 Executives/Officers will be trained to met up the desired demand of time for building up capability of the officials of the bank for implementation of vision and mission of the Bank.

Information Technology Division

IT has been providing solutions to banks by taking care of their accounting and back office requirements, Smooth Business Process Reengineering with robust Communication and Connectivity. This has, however, now given way to large scale usage in services aimed at the customer of the banks. Keeping this in view, Standard Bank Limited has taken a comprehensive business automation plan to provide cost effective sophisticated electronic services to its customers. It enhances customer satisfaction with the ultimate result of increased number of more loyal and trusted customers at lower cost. Instead of providing the service through bank counter, customers are encouraged to enjoy the service through various electronic delivery channels like ATM, POS, Internet Banking, Mobile Banking etc. All information are collected, processed, stored, and propagated through ICT enabled devices.



Hon'ble Chairman of the Bank Mr. Kazi Akramuddin Ahmed is seen presiding over the 170th Mmeeting of the Board of Directors.

Directors' Report

(i) Centralized Core Banking System

Real Time Online Core Banking System (CBS), STELAR has been operating successfully throughout the year. Now a SBL client has unrivaled access to banking from any SBL branch and subsequent new branches will come under same umbrella. At the same time Foreign Exchange Module of STELAR is running at principle branch under a pilot project and we will incorporate it very soon with our Core Online Banking System for different branches.

We are now able to monitor Credit Administration process under Risk Management implementation process by which our Asset Quality is improving day by day. Besides this, monitoring of loans and deposits is very easy which makes management decisions much faster than before.

Moreover, we provide Shariah Based banking Services to our clients in Two Islami Banking Windows by using "Hikmah", the Core Islami Banking System.

(ii) Green Data Center

We have implemented centralized robust Data Center by keeping all type of redundancy in place at Head Office that will run 24X7 hours. Now we are able to maintain proper environmental conditions necessary to keep central servers running smoothly. We have introduced the concept of Green Datacenter by putting the end to end energy efficiency mechanisms by changing the voltage of power distribution and by taking advantage of new, high efficiency, multimode uninterruptible power systems.

(iii) Advanced & Secured Branch Network

By the year 2010, we opened 17 new branches including SME/Krishi Branch with Agriculture Loan module where we deployed lot of new PCs and structured communication network with redundant link. It is also mentioned here that we also put into place strong IT Security measures



Hon'ble Governor of Bangladesh Bank Dr. Atiur Rahman awarding crest and cash money to the disabled Freedom Fighters on the occasion of 11th Anniversary of the Bank. Hon'ble Chairman of the Board Mr. Kazi Akramuddin Ahmed is seen accompanying the Governor.

by implementing Cisco Firewall on the SBL network and latest ESET NOD32 Antivirus for protecting and securing the core network and centralized banking systems. Beside this, Banking Data has been stored and maintained with high priority and security at daily, monthly and yearly basis .At the same time, we took initiative for Insurance Convergence for Sensitive IT equipments like Servers, Routers and Server Rack at Head Office as per compliance of Bangladesh Bank.

(iv) BACPS

We have modernized the payment system of SBL through BACH (Bangladesh Automated Clearing House) by implementing BACPS (Bangladesh Automated Check Processing System) with EMICR Check Processing System from ERA InfoTech. We also delivered MICR check scanner at different branches for acceleration of clearing process following the prudent lines of Bangladesh Bank.

(v) In-house Inventory Management System

We have developed Inventory management software that helps our bill processing as well as Inventory up-to-date. We also implemented human resource management software ORBIT for employee profile maintenance, compensation and leave management .Beside this, various reports and bar coded labels printings are also possible.

(vi) Automation at Board Division

We have automated the resolution process of Board Division which helps the division in processing the Memos in quickest possible time. For smooth management of refund warrant we have also developed refund warrant management software which is running successfully.

(vii) CIB Online System

Recently we have launched CIB online system successfully.



A partial view of the 11th Anniversary of the Bank. Hon'ble Governor of Bangladesh Bank Dr. Atiur Rahman and Hon'ble Chairman Mr. Kazi Akramuddin Ahmed are seen introducing Visa Card of the Bank.

Directors' Report

(viii) IT Policy Version 2.0

In addition to above, we already obtained approval our IT Policy Version 2.0 from Board for putting systematic procedure and policies to guide the users of the system to achieve the mission and vision of the bank and to ensure proper usage of customer information along with the proper protection of the Information System assets. We also are imparting started IT training for users for familiarizing the new STELAR System and as well as making them responsive on ICT Security related issues. Now we are in a better position to comply with maximum observations/findings of the Inspection team of Bangladesh Bank and implementing above we will able to mitigate the rest of Bangladesh Bank ICT Audit issues as well.

(ix) Alternative Delivery Channels (ATM, POS, Third Party Interface, and Internet Banking)

SBL's dedication to innovation has driven our growth and helped our clients and partners to grow their business. It has allowed SBL to create products, systems and services that add up to "better money:" more secure, convenient, accepted and rewarding alternatives to Cash and Cheque. Keeping the above in mind, our management already took strong steps on profitable IT Driven business. For doing it right, we implemented SBL Debit Card project for our existing customers with a reasonable investment. Therefore we have already launched the SBL Debit Cards and also installed ATM Booths at Principal Agrabad, Kotalipara and Cox'sBazar branch. Five more ATM booths will be installed at ChowdhuryHut, Gulshan, Mirpur, Green Road and Ring Road branch. We have planned to introduce Bills Pay machine (KIOSK) at different locations at Dhaka and Chittagong very soon.

We already signed up with OMNIBUS ATM Network and hopefully we will complete the connectivity with our SBL ATM Switching Software soon. After that our clients can access the ATMs of BRAC Bank, Dhaka Bank, Bank Alfalah Ltd, EBL, South East Bank, NCC Bank, UCBL, One Bank, Rupali Bank Ltd, Q-Cash & Cash Link Member Bank and Vice Versa .It also be noted that we are already interfaced with ITCL (DBBL) network where our clients get the facility to do transactions from any DBBL ATMs all over Bangladesh. Moreover, implementation of Branch



Hon'ble Chairman of the Bank Mr. Kazi Akramuddin Ahmed is seen amongst the Directors on the Half yearly Manager's Conference-2010 of Standard Bank Limited.

POS will help our customer to do Cheque less transactions at all branches. By completing the above projects on time, 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.

We already started technology based innovative banking services like Internet Banking. By using our secured I-Banking service anyone can check their account balance and statement quite easily from anywhere around the globe using internet. We will soon introducing integrated SMS & Mobile banking along with internet banking.

(x) Corporate E-Mail & Website

For introducing paperless work as well as for making the internal communication faster and documented, we already introduced in-house E-mail Facility under SBL Domain. We already launched new lucrative website which provided up-to-date and details information about Standard Bank Limited and its wide range of products.

With the success of our automation, we will able to develop new products and new delivery channels, to reach new customer and create the opportunity for greater value proposition. Our IT objective is to achieve maximum use of tried and tested technology, keeping on improving with our offer to the customers with greater value proposition. It is time for business and technology to work more intimately in achieving banking goal for products and services.

Visa Credit Card and Debit/ATM card

Customer satisfaction is the cornerstone of our business strategy. All our initiatives are customer centric so that customers can derive maximum benefit. To achieve this goal, we keep on including new products and services to cater to the emerging needs of the market. Credit card and debit card are such products which truly enhance customer advantages. Through card usage banking services can be delivered regardless of time and location. With this end in view, Standard Bank decided to launch its own proprietary debit card and install a few ATMS in branches which are strategically located. In



The Hon'ble Chairman Mr. Kazi Akramuddin Ahmed is seen witnessing the Signing Ceremony of Agreement between Standard Bank Limited and AAA Financial Advisor Ltd for launching convertible Bond of the Bank.

Directors' Report

the meantime the bank has already installed a robust switch with multiple connectivity at the Head Office and established a network of its own with four ATMS in Principal branch, Agrabad branch, Kotalipara and Cox's bazaar branch. In the year 2011, we have planned to enlarge this network of ours and install as many as 15 ATMs to cover as many customers and branches as possible. In this connection, we can say that our existing infrastructure is good enough to handle even larger network.

We have further decided to join and share other networks available in Bangladesh such as Dutch Bangla Bank (DBBL), Q-cash and Brac Bank. With the participation agreement, our customers can now use DBBL's network which has the largest foot print in Bangladesh. Recently we have also signed agreement with Brac Bank to give maximum coverage to our customers. Once connectivity with Brac Bank is up for which we are working and likely to finish by February end 2011, our customers would be able to use 1500 ATMs in Bangladesh and 3000 POS terminals in different business outlets and merchants. It will be worthwhile to put a snapshot of debit card usage for the year just ended:

Total debit card issued as on 31st December 2010:3200
 Total number of transactions done in ATM:13,182
 Total Amount of Cash Withdrawal:TK.6.67cr
 Total number of transactions done in SBL ATMs:9614
 Total number of transactions in other network:3568
 Total amount of Cash withdrawal from SBL ATMs: TK.4.77cr
 Total amount of Cash withdrawal from other ATMS:TK.1.89Cr

From the above it is quite evident that our customers are getting used to ATM usage and if past transaction record is any indication, it will pick up faster and through ATM, we shall be able to handle more customers and can make extra capacity building.

VISA Credit Card

Credit card is a retail product and has become very popular because of its convenience and ease. As a replacement of cash, it has an appeal which can not be matched with any other product. Standard



Hon'ble Chairman Mr. Kazi Akramuddin Ahmed is found inaugurating the Induction Course on Banking for 6th Batch of Probationary Officer conducted by Standard Bank Limited Training Institute.

Bank can not run its business short of this Credit Card product because of emerging life style of urban customers. Since credit card is to be used home and abroad, the Bank decided to take Associate Membership from VISA through NCCBI. Visa is also one of the top 20 global brands and it has the largest market share in the world. With Visa's license, we have successfully launched VISA credit card in the month of August,2010 and since then our cards are being used across the world. In order to give full thrust to issue cards and create sizable market share in Bangladesh, Card Division has been relocated to a new place and an exclusive floor has been allocated near Head office. Since credit card business brings more profit many banks in the mean time are in card issuance and fierce competition exists in the market. Our challenge will be not only to create a market share but also cover our own customers so that they do not go to other places for enjoying card facilities. We are now issuing single card with dual currency limit for local and international usage. There are two classification of card product such as Classic and Gold depending on the credit limit allowed in the card.

We shall be making conscious efforts to bring in new features with attractive facilities so that our cards can be marketed easily. We have a plan to engage commission based sales executives to market our Visa credit card and at the same time also recruit recovery agents on commission basis for follow up of defaulted cases. We give below Card Division's performance as at December end 2010 since it was launched in the month of August,2010:

No of cards issued:414

Total outstanding in Card Account:TK91lac

Total outstanding in Card Account in Dollars:\$49,722

Total Payment received against outstanding amount:TK48.58lac

Total Payment in Dollar against outstanding amount:\$19,226

Total Income:11.73lac

Last but not the least, credit card is an unsecured loan and mainly a number game. The larger the card base, more opportunities for income and the challenge lies in keeping the defaulted cases and overdue accounts at a desirable level to make card business a profitable one.



Hon'ble Chairman of the Bank Mr. Kazi Akramuddin Ahmed accompanying the Directors is found opening Ring Road Branch, Mohammadpur, Dhaka.

Directors' Report

Merchant Banking Wing (MBW)

The creation of Merchant Banking Wing (MBW) in the year 2009 proved to be a very effective step for the Bank to demonstrate its commitment to enlarge the service horizon through product diversification. Within one and half year of operation MBW became actively involved in capital market arena and established itself as a reputable institution through introduction of investment schemes which broadened the clientele base and also made substantial contribution towards the profitability of the Bank.

Initiative taken to form a Subsidiary Company to continue Merchant Banking Operation

As per Directive of Bangladesh Bank the Board of Standard Bank Limited initiated steps to form a separate Subsidiary Company named SBL Capital Management Limited with an Authorized Capital and Paid Up Capital of Tk.500.00 Crore (Five Hundred Crore) and Tk.150.00 crore (one hundred fifty crore) respectively. Bangladesh Bank accorded approval towards formation of the said subsidiary company under Standard Bank Limited. The Registrar of Joint Stock Companies and Firms have also issued the Certificate of Incorporation and the Certificate of Commencement of business in favour of the said Subsidiary Company. We have approached the Securities and Exchange Commission (SEC) for issuance of a full fledged Merchant Banker license in favour of SBL Capital Management Limited. On receipt of the license from the SEC we expect to launch the operation of SBL Capital Management Limited from early January 2011 to continue our merchant banking operations through this subsidiary company.

Performance of Merchant Banking Wing

The clientele base as well as the operation of Merchant Banking Wing (MBW) registered a significant growth in 2010 and as a result this wing earned the highest profit amongst all the branches of the Bank in the Year 2010.

Plans and Programmes for 2011

- **Launching of operations of SBL Capital Management Limited:** We expect that we would be able to continue our Merchant Banking Operations through our newly formed Subsidiary Company named SBL Capital Management Limited from early January 2011.
- **Opening of new Branches of the Subsidiary Company:** We have initiated steps to expand the activities of SBL Capital Management Limited during the year 2011 through opening of branch at Mirpur, Dhanmondi, Chittagong and Gulshan area.
- **Introduction of New Products:** We also expect to launch a few new products under the Merchant Banking Regulations during the year.

We are confident that we would be able to expand our business through product diversification and quality service and also enlarge our clientele base in future to contribute more towards the business of the Bank.

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 by 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 following & maintaining properly the Guidelines for Islamic Banking issued by Bangladesh Bank. We are maintaining separate CRR/SLR with Bangladesh Bank for our Islamic Banking also. 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.

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)

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, 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 also to conversion the whole Bank into Islami Banking from conventional Banking by obtaining permission from Bangladesh Bank.

Capital Management

Capital Management strategy of the Bank is based on the Risk Based approach. Bank's risk profile complies with the regulatory requirement and implies, among other things, that the Bank must have sufficient capital to cover both Balance Sheet growth and current fluctuations in the Risk exposures. The allocation of financial resources, in general, and capital, in particular, favors business portfolios with the highest positive impact on Bank's profitability and Net Asset Value. Finally it's endeavor is to provide highest possible return to the honorable shareholders.

Directors' Report

A) Capital

Authorized Capital of the Bank is Tk. 880.00 crore. The Paid-up Capital of the Bank stood at Tk. 317.29 crore in 2010. The Statutory Reserve stood at Tk. 151.24 crore. The total equity of the shareholders of the Bank at the end of the 2010 stood at Tk. 562.51 crore. In future we have a plan to enhance both the authorized capital & paid-up capital of the Bank to cope with financial growth and regulatory constraint.

B) Capital Adequacy

In terms of Bangladesh Banks' revised Guidelines from January to June 2010, the Minimum Capital Requirement (MCR) was 8% on Risk Weighted Assets (RWA) and from July to onward 2010 the MCR was fixed at 9% on RWA.

The Tier-1 Capital of SBL stood at Tk.557.67 crore which is increased by Tk. 136.91 crore than 2009. 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 enhanced by Tk.26.32 crore and stood at Tk.79.42 crore at the end of 2010 which includes General Provision on unclassified loans & advances. Total Capital increased by Tk. 163.24 crore during the year 2010.

Capital Adequacy Ratio is measured by the ratio of the total Capital to the Risk weighted asset. Capital Adequacy Ratio (CAR) is stood at 10.32% of RWA at the end of 2010, where requirement was 9% of RWA.

A detail of Disclosures on Risk Based Capital Adequacy as on 30.12.2010 is shown in below:

Quantitative Disclosures as on 30 December, 2010

Quantitative Disclosures are given on the following components in terms of Bangladesh Bank BRPD Circular No. 09, December 31, 2008 & subsequently BRPD Circular No.-35, dated December 29, 2010.

Sl	Particular
1	Assets
2	Credit Risk on Banking Book
3	Market Risk in Trading Book
4	Operational Risk
5	Specific Provisions
6	Regulatory Capital
7	Capital Adequacy

A) Assets**Detailed of Banking Book & Trading Book Assets**

<u>Particular</u>	<u>Tk.in Crore</u>
A. Banking Book Assets	
A.1. Cash in hand & Balance with BB (Excluding FC)	472.18
A.2. Money at call	30.00
A.3. Investment (HTM):	
A.3.a. Governments securities (Investment for SLR is not included)	54.71
A.3.b. Qualifying (Banks, etc.)	
A.3.c. Others	
A.4. Loans & Advances:	
A.4.a. Classified (SMA SS, DF & BL to be shown separately)	
SMA SS DF BL	
Total 16.90 0.04 30.27 71.36	118.57
A.4.b. Unclassified	5,057.20
A.5. Risk Weighted Assets	
a. Below 100% RW	1,305.75
b. 100% RW	422.27
c. Above 100% RW	2,770.62
A.6. Rated Status	
a. Rated Assets	504.11
b. Unrated Assets	2,579.54
<i>Note: Fixed Rated asset is not included.</i>	
A.7. other assets (Including Fixed Assets)	120.15
Total Banking Book Assets A (1+2+3+4+7)	5,852.81

B. Trading Book Assets

<u>Particular</u>	<u>Tk.in Crore</u>
B.1. FC held in hand	3.34
B.2. FC held in BB & Nostro account	76.23
B.3. Investment (trading)	107.84
B.3.a. Govt. (part of govt. HTM if held above the required SLR amount)	
B.3.b. HFT	598.10
B.3.c. AFS (Prize Bond)	0.06
Total Trading Book Assets (1+2+3)	785.57
Total Assets (A+B)	6,638.38

Credit Risk on Banking Book

A) Total Exposures of Credit Risk

<u>Particular</u>	<u>Tk.in Crore</u>
A.1. Funded	
a) Domestic	5,764.38
b) Overseas	

Directors' Report

A.2. Non-Funded	
a) Domestic	829.26
b) Overseas	
A.3. Distribution of risk exposure by claims	
A Claims on sovereigns and central banks	
B Claims on other official entities	
C Claims on banks and securities firms	1,007.41
D Claims on corporate	2,367.55
E Claims included in the retail portfolio & SME	1206.17
F Consumer Loan (Consumer Loan is shown seperately)	10.86
G Claims secured by residential property	43.14
H Claims secured by commercial real estate	97.23
I Other Categories:	
a Past due loans/NPL	118.57
b Off-balance sheet items	829.26
A.4. Credit Risk Mitigation	
- Claims secured by financial collateral	252.67
- Net exposure after the application of haircuts	21.22
- Claims secured by eligible Guarantee	

Market Risk on Trading Book

The capital requirements for Market Risk

Particular	Tk.in Crore
- Interest rate risk	3.97
- Equity position risk	16.57
- Foreign exchange risk	0.76
- Commodity risk	
Total	21.30

Operational Risk

The capital requirements for Operational Risk

Total	39.91
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Maintenance of Specific Provision

Particular

A) Gross Non Performing Assets (NPAs)	118.57
Non Performing Assets (NPAs) to Outstanding Loans and advances	2.29%

B) Movement of Non Performing Assets (NPAs)

1 Opening Balance	112.49
2 Additions	9.27
3 Reductions	3.19
4 Closing balance	118.57

C) Movement of specific provisions for NPAs

1 Opening balance	44.77
2 Provisions made during the period	6.80
3 Write-off	0.38
4 Write-back of excess provisions	
5 Closing balance	51.19

Maintenance of Regulatory Capital**1. Tier-1 (Core Capital)**

1.1 Fully Paid-up Capital/Capital Lien with BB	317.29
1.2 Statutory Reserve	151.24
1.3 Non-repayable Share premium account	-
1.4 General Reserve	-
1.5 Retained Earnings	89.14
1.6 Minority interest in Subsidiaries	-
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)	557.67

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)	557.67

Directors' Report

2. Tier-2 (Supplementary Capital)

2.1 General Provision (Unclassified loans +off Balance Sheet exposure)	77.00
2.2 Assets Revaluation Reserves up to 50%	2.42
2.3 Revaluation Reserves for Securities up to 50%	
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)	79.42
2.9 Deductions if any	

2.10 Total Eligible Tier-2 Capital (2.8-2.9) 79.42

3. Tier-3 (Additional Supplementary Capital)	0.00
3.1 Total Supplementary ---Capital	79.42

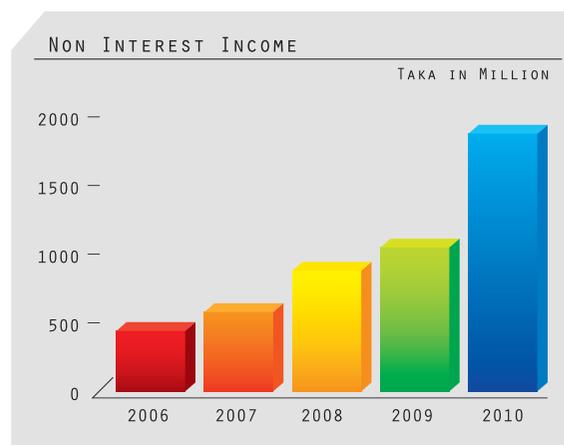
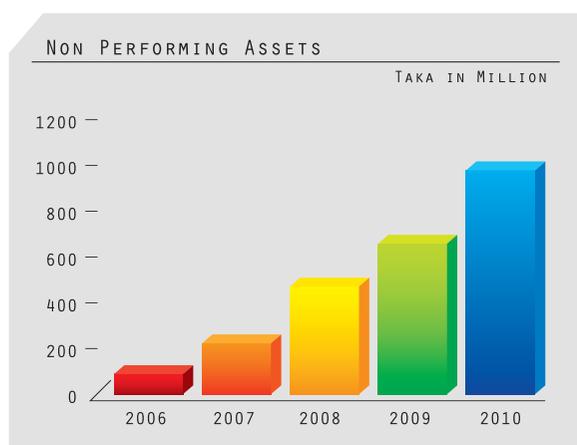
(Maximum up to 100% of Total eligible tier-1 Capital)

4 Total Eligible Capital (1.20 + 3.1)	637.09
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Capital Adequacy

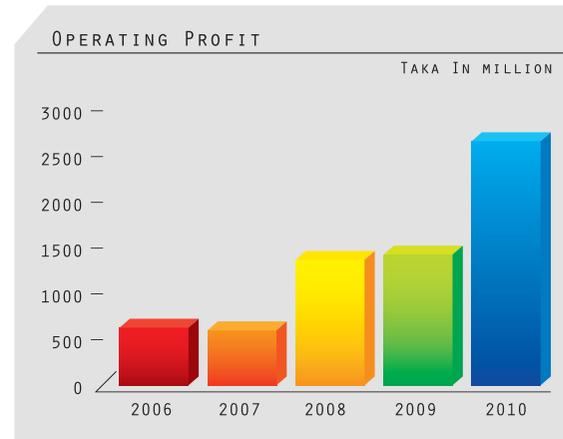
A) Amount of Regulatory Capital to meet unforeseen loss

<u>Particular</u>	<u>Tk.in Crore</u>
A1 Amount to meet Credit Risk	494.67
A2 Amount to meet Market Risk	21.29
A3 Amount to meet Operational Risk	39.91
Total	555.87
B) Some additional Capital over MCR maintained by the Banks	81.24



Operating and Net Profit

Standard Bank Limited generated an operating profit of Tk.277.08 crore in 2010 compared to Tk.152.98 crore in 2009 making a growth of 81.08%. After all provisions including general provisions on unclassified loans, profit before tax stood at Tk.237.64 crore compared to previous year's Tk.128.42 crore registering a growth of 84.98%. Earning per share (EPS) is Tk.43.15 in 2010 compared to Tk.24.09 in 2009.



RISK MANAGEMENT

Risk Management and implementation status of Basel II Accord

Like other peer Bank, Standard Bank Limited also entered into the Risk Based arena, as the Basel II regime is taken place from January 2010 in Bangladesh. The bank is very much concerned to enrich its Risk Management capabilities, particularly assessing, identifying, recognizing, measuring, monitoring, mitigating and controlling the Risks in the organization through a holistic view.

It is a major duty of the Risk Management Unit to identify its key Risk Avenues in addressing the uncaptured risk. Besides, the Bank enriched enough its capabilities in analyzing the risks through risk diagnostic tools like, Gap Analysis, VaR analysis, Sensitivity analysis, Stress Test, Back Test etc. As we know the Base II Accord pursues the Risk Management from three dimensions, which decorated in a fashion with three pillars.

Managing, Controlling and Mitigating Risk (Pillar-1)

The Minimum Capital Requirement (MCR) is calculated based on the Risk Weighted Asset (RWA) determined from Bank's risk profile of Credit risk, Market Risk and Operational risk.

Assessing Risk Based Capital Adequacy Ratio – CAR

To calculating and minimize the MCR, as per Bangladesh Bank guidelines the quarterly Risk Based Capital adequacy position shown below:

(Taka in Crore)						
SI	Quarter end	Total Capital	RWA	MCR	CAR (%)	Excess Capital
01	March-2010	509.88	4978.33	398.27	10.24	111.62
02	June-2010	553.99	5536.38	442.91	10.01	111.35
03	Sep-2010	603.48	5859.75	527.38	10.30	76.10
04	Dec-2010	637.09	6176.34	555.87	10.32	81.22

Directors' Report

Above table shows the Bank has been maintain adequate Capital in each quarter of 2010, and always it has enough extra Capital from above the regulatory minimum.

Credit Risk

Operating under a sound credit granting and approval process:

The Bank operates under sound, well-defined credit-granting criteria. These criteria include a thorough understanding of the borrower or counterparty, as well as the purpose and structure of the credit, and its source of repayment. Bank has a clearly-established process in place for approving new credits as well as the extension of existing credits.

Diverse Credit Portfolio

Portfolio diversification in being done in the form of single borrowers or counterparties, a group of connected counterparties, and sectors or industries, such as trade, agriculture, etc or in the form of common or correlated factors. Now Standard Bank Ltd prefers SME, Retail, Rural/Agri, Solar plant, Bio gas, Power plant, Pharmaceutical, Infrastructure and agro based industries.

Maintaining an appropriate credit administration and monitoring process

The Bank has in place a system for the ongoing administration of their various credit riskbearing portfolios. Banks have in place a system for monitoring the status of individual accounts, including determining the adequacy of provisions and reserves.

Ensuring effective NPL Management and adequate controls over Default Risk

Bank established a system of independent process to ensure sufficient control on Credit Portfolios. An effective Early Alert system is in place. The ongoing credit review and the results of such reviews are communicated directly to the management.



Hon'ble Chairman of the Bank Mr. Kazi Akramuddin Ahmed alongwith the Directors is found opening Green Road Branch, Dhaka.

Credit Risk Mitigation and Rating of Corporate Borrower

In mitigation drive Bank has been pursuing to conduct Credit Rating of its Corporate Client (Large Loan Borrower) from January 2009. So far 30 Nos of Clients brought under Credit Rating having total exposure of TK 347.03 Crore.

However, Standard Bank has been undertaken a comprehensive work Plan to bring all its Corporate Client under Credit Rating process by 2011, where above Tk. 2500.00 can be covered. Upon conducting Rating, the net exposure may be downsized up to Tk.1250.00 Crore.

Market Risk

Standard Bank Ltd realizes that the 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, foreign exchange rates, equity and commodity prices. Besides, Liquidity Risk also included in recent days.

Interest rate risk

Interest rate risk arises when there is a mismatch between pricing and maturity 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 and advance under market condition.

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.

Liquidity Risk

SBL is very much concern on its Liquidity Position. Effective liquidity management process in line with efficient Asset Liability Management has been taken place, and the same is closely monitored by higher Management. The Asset Liability Committee (ALCO) is enough vigilant to address the issues. Optimum use of Fund and complete in a volatile market environment has been ensured.

Operational Risk

Standard Bank Ltd recognizes, understand and have defined all categories of operational risk applicable to the institution. Bank ensures operational risk management framework adequately covers all of these categories of risk derived from internal and external sources.

Business operations are being taken place by People, Process and System. SBL always concerned to have skilled, sincere and efficient Human Resources; establishing adequate and standard Policy and Process; Effective internal Governance; finally Robust Information Technology in place.

Directors' Report

The Bank has been maintaining a full-bodied CBS (Core Banking System) and enriches its IT infrastructure in terms of demand of time. Besides, in order to capacity building of its Human Resources Bank follows the process of skill development and introduced incentives, award and reward evaluating performance of the members of staff.

Internal Supervision and Higher management oversight (Pillar-2)

Supervisory Review Process – SRP

The Bank constitutes an effective SRP team to ensure oversight function from higher Management. The SRP Team also designated for conducting dialogue with Bangladesh Bank in Risk Management issues, as and when necessary as per provision of RBCA guidelines.

Capital Planning

Under the purview of the SRP, of RBCA guidelines, SBL also formulated a strategic plan for maintaining Adequate Capital; so that SBL has been always remain in a position of sufficient Capital. The Capital Planning process of SBL is shown below:

Internal Capital Adequacy Assessment Process – ICAAP

The Capital Adequacy Ratio (CAR) is re-fixed 9% on Risk Weighted Asset (RWA) from July 2010 to June-2011 and 10% on RWA onward from July-2011 as per revised regulation of Bangladesh Bank.



Hon'ble Chairman Mr. Kazi Akramuddin Ahmed is seen at a Meeting between Hon'ble Finance Mnister Mr. A. M. A. Muhit and BAB held at Bangladesh Secretariat, Dhaka.

Capital Rising

From the commencement of Business, Standard Bank Ltd., has been very much conscious in the issue of strengthening its Capital. In Capital raising campaign, the Bank has been taken numbers of steps so far as under:

- Distributing Stock dividend instead of cash, started from 2003.
- Issuance of 50% Right share for Tk. 73.44 Cr. in 2007.

For the purpose of maintaining Minimum capital Requirement (MCR), Bank will continue distributing stock instead of cash as dividend as capital rising drive.

Strengthening capital in Tier-II apart from Tier-I, Standard Bank Ltd has been conducting an assessment to resize its capital structure by issuing subordinate debt for Tk. 200.00 Cr in Tier-II.

Calculating the Risk Appetite

Business appetite refers to Risk Appetite. In course of overall business growth the Balance sheet of the Bank will be wider day by day. The pace of growth shall determined by Corporate Business Plan and Target. Therefore, matching with the up coming Business growth SBL has aware enough the need of extra Capital accordingly.

Maintain Buffer Capital using Stress Testing Result

In order to sustain in an unexpected adverse situation or shock event, Bank needed to maintain some buffer capital which will be calculated by Stress Test.



Hon'ble Chairman Mr. Kazi Akramuddin Ahmed is seen receiving a trophy of the 'Best Bank Award' under CSR programme from Dr. Salehuddin Ahmed, Ex-Governor of Bangladesh Bank and prominent singer Mrs. Runa Laila.

Directors' Report

The Stress Testing Result as on 31 Dec. 2010 as per Bangladesh Bank Guidelines

While total capital was Tk. 637.09 Crore and buffer capital position as on 31 Dec. 2010 was Tk. 81.22 Crore.

Figure in Crore

Cumulative impact of all shocks Credit,	Minor Level	Moderate Level	Major Level
Interest rate FEx & Equity Prices Shock	Tk. 233.61	Tk. 414.18	Tk. 602.19
Revised CAR(%)	6.79%	3.87%	.57%
Fall in CAR(%)	3.53%	6.45%	9.75%

This result reflected that the Bank will sustain even if it will face any Major shock event. However, Bank determined to keep an amount of Tk. 100.00 Crore or CAR 1% above the MCR as capital buffer.

Market Disclosure Framework (Pillar-3)

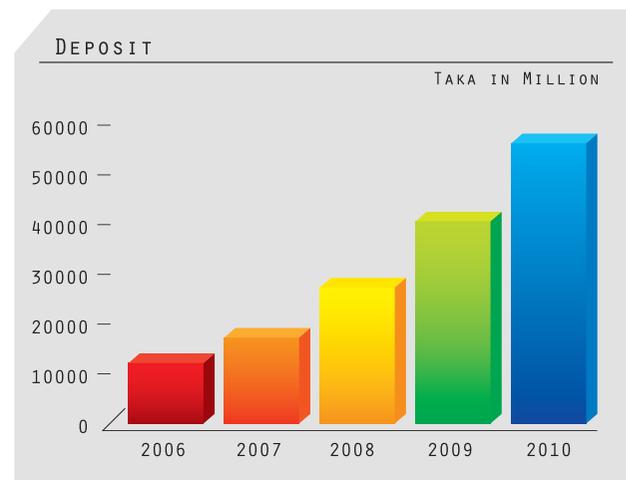
SBL has adapted a Disclosure Framework in line with Risk Based Capital Adequacy guideline of Bangladesh Bank to be made in public in periodically. The Framework is covering the following components:

1. Total Asset
2. Credit Risk on Banking Book
3. Market Risk in Trading Book
4. Operational Risk
5. Specific Provisions
6. Regulatory Capital and
7. Capital Adequacy.

The Basel II Implementation in SBL is significantly enriched its Risk Management practices and ensure an effective corporate governance in this Bank. SBL's objective of Risk Management is not only to prohibit or prevent risk taking activity, but to ensure that the risks are consciously taken with full knowledge, clear purpose and understanding, so that it can be measured and mitigated duly. Profile and process of Risk Management of SBL is dictated by the size and quality of the balance sheet, area and environment of business operation as well.

DEPOSITS

SBL always tried to give the highest return on the deposits from the customers. The deposits of SBL reached the level of Tk.5,834.44 crore during 2010 from Tk.4,255.55 crore of previous year. The growth rate is 37.10%. Cost of deposit for the year stood at 7.83% compared to the previous year's cost of 9.33%. 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

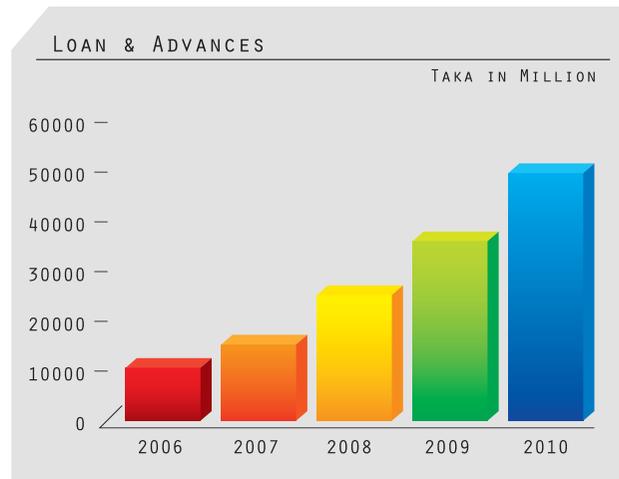


products, Fixed Deposits, Scheme Deposits of different types, savings deposits, short-term deposits remained the core deposits of the Bank. SBL Regular Income program (SRIP), Double Income Plus (DI+), SBL Regular Deposit Program (SRDP), Life Secured Double Income Program (LSDIP) etc. are some attractive products, which contributed to the growth of deposit.

LOAN AND ADVANCES

Total loans and advances figure of the Bank has raised up-to Tk.51,757.69 million as on December 31, 2010 in comparison to Tk.38,399.43 million as on December 31, 2009, which indicates an increase by 36% over the figure of last year. During this time Bank has concentrated to explore new and diversified avenues for investment with the objective of developing and maintaining a sound portfolio ensuring profitability and risk mitigation. In recent time the Bank has given emphasis on service sector like

telecommunication, tourism, hotel, motel, Housing and other emerging sectors like pharmaceuticals, Power, Iron & Steel, Ceramic, Jute etc. Credit has also been extending in those sectors for contributing into GDP of the economy. The Bank is also looking for said financing in the rising sector like ship building & information technology.



For setting a big size project Syndication Finance has become popular mode of financing from the viewpoint of both sides i. e. borrower and lender. We are entering in to the window of Syndication Financing with a slow and steady manner. Total participation in the syndicated loan at the end of December 31, 2010 is about Tk.1,168.72 million including telecommunication, airlines, power generation, pharmaceuticals, steel rerolling and ceramic sectors. All loans & advances under syndication loan are performing well. For up coming year some potential clients have been solicited to extend the credit facility and our Bank will act as Lead Bank which will enhance our position in the Banking sector of the country.

The Bank is also giving emphasize on Agriculture sector, other rural activities and Small & Medium Enterprise loan and allocated fund of Tk.3,395.74 million for Agricultural sector towards contributing to poverty alleviation program. More funds will be allocated considering the requirement in future.

Bank's careful and continuous effort in operation of credit has resulted in a very negligible percentage of nonperforming loan which is 1.96% i.e TK.1,016.67 million as on December 31, 2010 out of total loan

Directors' Report

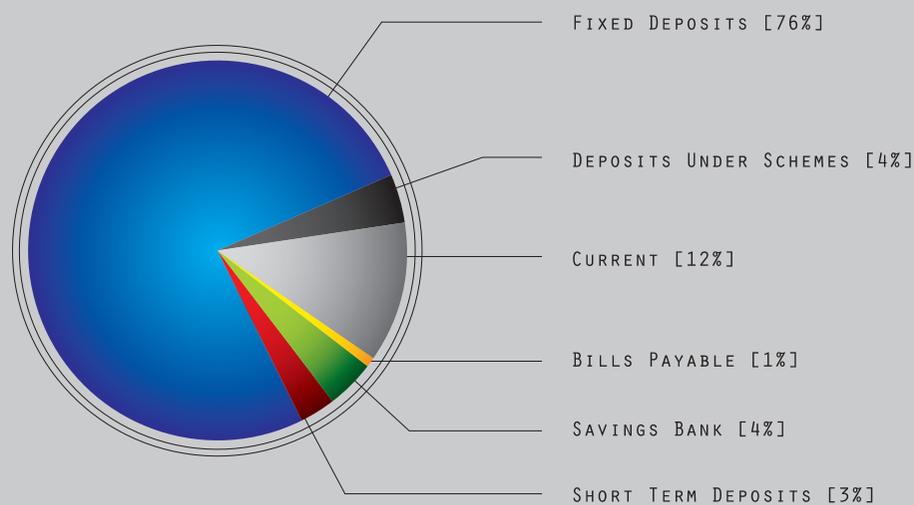
of Tk.51,757.69 million, last year this percentage was 1.81%. The Bank is very much aware of this marginal increasing trend of NPL and recovery effort has been geared to reduce the non performing loan amount. Further more our bank has good effort to recover loans and advances which is invaluable part of the banking operation. Bank is also careful and due steps are being taken to maintain asset quality.

Analysis of Deposits

(Figure in million Taka)

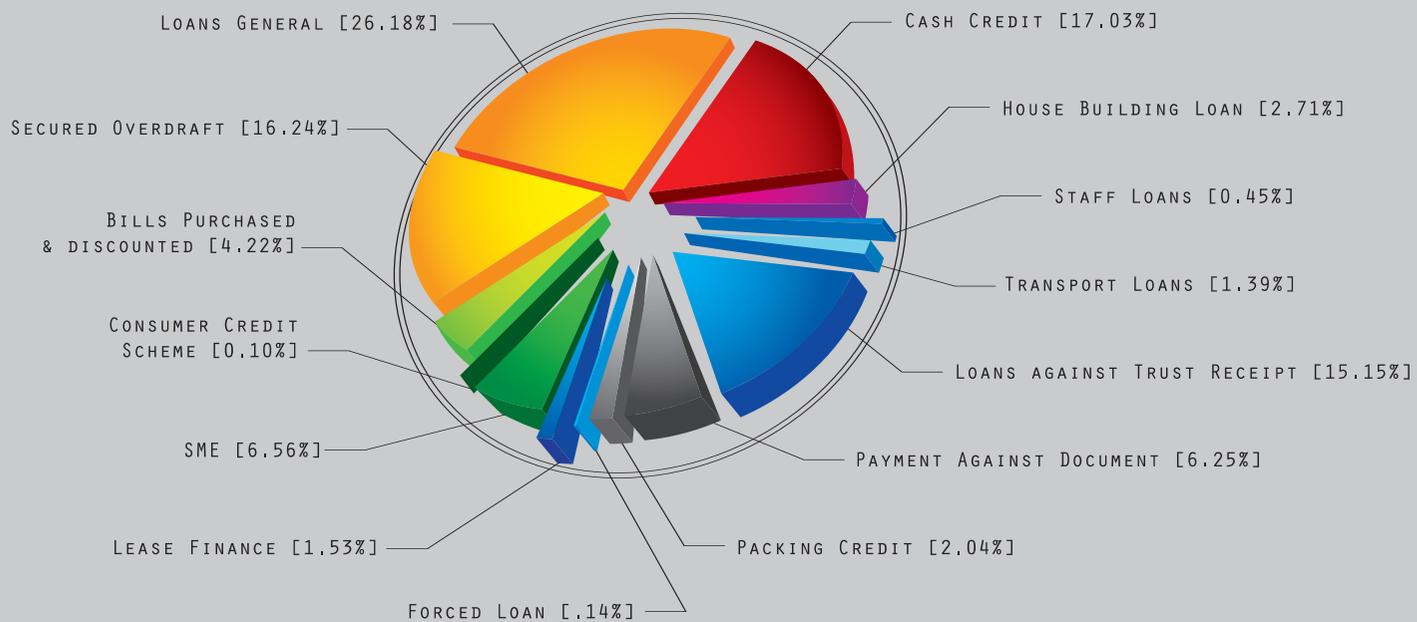
Items	2005	2006	2007	2008	2009	2010
Current	1,583	1,700	3,173	4,385	4,947	7,219
Bills Payable	149	156	343	329	453	646
Savings Bank	453	573	854	1,085	1,773	2,456
Short Term Deposits	604	594	933	1,224	1,722	1,804
Fixed Deposits	8,878	10,573	12,965	20,912	31,706	43,988
Deposits Under Schemes	395	626	946	1,369	1,947	2,232
Total Deposits	12,062	14,222	19,214	29,304	42,548	58,344

PORTFOLIO MIX 2010



Analysis of Loans and advances

Particulars	2006	2007	2008	2009	2010
1 Secured overdraft	1662	1917	3411	4965	8405
2 Loans General	1862	3223	4597	9092	13552
3 Cash credit	3635	4303	5617	6946	8814
4 House Building loans	195	444	720	946	1404
5 Staff Loans	1	25	48	180	233
6 Transport Loans	92	223	441	551	717
7 Loans against trust receipt	2600	3234	5573	7529	7843
8 Payment against document	980	1854	3043	3114	3234
9 Packing credit	211	269	567	655	1056
10 Forced Loan	0	55	55	80	74
11 Lease Finance	156	288	627	810	793
12 SME	623	802	1206	1834	3396
13 Consumer Credit Scheme	40	54	65	23	53
14 Bills purchased and discounted	577	619	1220	1332	2184
	12634	17310	27190	38057	51758

LOAN PORTFOLIO MIX 2010

Directors' Report

RETAIL BANKING

SMALL & MEDIUM ENTERPRISE FINANCING

The success of micro-finance and the improvement of banking system in the country calls for an increased focus on the needs of SMEs. Globally it is now recognized that the need of development of SMEs specially the small enterprises is crucial for economy. The growth of SME sector is the key driving force behind employment generation, increased productivity and creation of new wealth as well as distribution thereof. SME development therefore can be regarded as a major weapon to fight against poverty. As per directive of Bangladesh Bank our Management has taken active role to divert the loan portfolio increasing SME financing.

Present Governor of Bangladesh Bank has taken leadership role to give a wake up call to our small & medium entrepreneurs. He organized a "Road Show" from Teknaf to Tetulia for awareness among the Small & Medium Entrepreneurs in participation with different private and public Banks. Standard Bank Limited participated in the Road Shows.

Performance of Standard Bank Ltd at a glance

To exploit rapidly increasing opportunities in the fast expanding SME sector, we have upgraded 06 (Six) SME Centers to SME & Agriculture Branch during 2010 and 02 (Two) new SME & Agriculture Branches were opened as under:

- 1) Kamarpara SME-Krishi Branch.
- 2) Savar SME-Krishi Branch.

Women Entrepreneur Desk

As per Bangladesh Bank instruction we have opened Women Entrepreneur Dedicated Desk to serve Women Entrepreneur to make friendly relation with them, help them to fulfill formalities and render them special service. We are lending Women Entrepreneur @ interest 10%.

Refinance Agreement with Bangladesh Bank

Refinance Agreement was signed with Bangladesh Bank on 06.04.2010.

So far we have received Tk.64.00 (Sixty Four) Lac refinance from Bangladesh Bank for lending Women Entrepreneur.

Global Copmarative Business Performance on SME Financing as on 31.12.2010.

(Fig in Crore)

Enterprise	As on	As on 31.12.2010		Yearly Target	Achievement (%)
	31.12.2009	Disbursement during the year	Disbursement during the year		
	2009	2010		2010	
Small	52.49	128.17	144.17%	228	63.48%
Medium	78.75	153.67	95.13%	313	49.09%
Total	131.24	281.84	114.75%	541	52.09%
No. of Beneficiary	507	861			

Agriculture & Rural credit Division

Agriculture sector is the prime driving force of Bangladesh economy. As 80% of total population of Bangladesh directly or indirectly depend for their livelihood on agriculture, over all development of economic growth of Bangladesh depend on development of farmers. To assure full sufficiency in food there is no other alternative than to improve the lot of farmers. Moreover, Agriculture sector is the highest manpower generating sector. Besides these, agriculture sector has tremendous contribution in poverty elimination, and effect on balance of payment minimizing import of food grains. Bangladesh Bank has set a loan disbursement program of Tk.12617.40 crore for Agriculture & Rural credit for the fiscal year 2010-2011.

After Successful disbursement of Agriculture/Rural credit loan of Tk.30.00 crore for the fiscal year 2009-2010, Standard Bank Ltd has taken a target of Tk.50.00 crore for disbursement Agriculture loan for the year 2010-11. In the first five months bank disbursed total Tk.9.77 crore through our branches and Tk.7.00 Crore disbursed through NGO linkage program.

Under Combined Village development Program for poverty alleviation

Standard bank Ltd. conducted baseline survey of 2(Two) villages named” Kurpala” under Kotalipara Upazilla and ‘Tungipara’ under Tungipara upazilla of Gopalganj, After completion of survey, we disbursed Tk.12.22 lac among 88 beneficiaries as a step to improve the socio economic condition of above noted 2(two) villages under combined village development program as a bank’s commitment to social responsibility. On satisfactory recovery of the loans, we have disbursed 2nd round loan of Tk.7.25 lac among 28 beneficiaries through our kotalipara, and Gopalganj Branch. Standard Banak Ltd has planned to select 1(One) village of each district phase by phase.

To bring rural farmers under banking channel, we have introduced Tk.10/- deposit savings account facility through our Rural & SME/ Krishi Branches.

Area Approach/ Cluster Policy

As per policy guide line of Bangladesh Bank we have disbursed Tk.27.00 lac loan to 40 nos of flower cultivators of Godkahli union under Jhikargacha Upazilla, jessore and 100 nos. loans Total Tk.50.00 lac is under process of disbursement.

Training Program

Since Agriculture and rural credit are supervisory loans, requires intensive monitoring. Keeping above facts, we have taken training program for the loan officers of Rural & SME/ Krishi Branches to improve skill for handling Agriculture loans disbursement and recovery; we will bring all loan officers of rural & SME/ krishi branches under training program phase by phase.

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 5 Years at par Bangladesh Government Treasury Bonds in our holding. Diversified Investment portfolio also reflects distribution of liquidity performance. In the year 2010, the size of Investment portfolio raised at Tk.652.81 Crore against

Directors' Report

Tk.471.27 Crore in the year 2009 showing an increase of 38.52%. Within the portfolio of 2010, 91.62% are in the HFT (Held for Trading) mode and the rest 8.38% are in the HTM (Held to Maturity) mode. Besides the investment of Government Treasury Bills/Bonds, SBL invested Tk.10.00 crore to the Fixed Rate Subordinated Bond of Dhaka Bank Limited and National Bank Limited.

INTERNATIONAL BANKING

Correspondent Banking

Increase of foreign exchange business calls for enhanced correspondent 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 efforts to establish correspondent banking relationship with internationally reputed banks all over the world is in continued process. Now the bank has correspondent banking network with 105 renowned banks around the globe along-with RMA (Relationship Management Application) under SWIFT covering their all branches abroad. During the year 2010, we have made new relationship with 11 banks.

The bank is enjoying credit line of substantial amount from most of the renowned banks where Standard Chartered Bank, Citibank NA, Mashreqbank psc, HSBC Ltd, The Bank of Nova Scotia, Commerzbank, Germany, Wachovia Bank, AB Bank Mumbai, AB International Finance Hong Kong, Banca UBAE of Italy are mentionable. This helps us to honor our LCs and to fulfill our payment commitment abroad. In addition, we have signed an agreement with Asian Development Bank (ADB) in December 2009. Under the arrangement, they will confirm our LCs for big amount through our correspondent banks abroad.



Hon'ble Managing Director of the Bank Mr. S A Farooqui is found opening SME Krishi Branch at Gazipur.

International Trade

Standard Bank Limited 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 Product through its 17 Authorized Dealer (AD) including International Division, Head Office. In 2010, AD license has been obtained for two branches namely, Panthapath Branch and Banani Branch to undertake foreign exchange business.

Import

During the year 2010, the import volume of the bank was USD 782.51 million equivalents to BDT 56,167 million. Import volume increased with a growth rate of 39% over the previous year 2009 with import volume of USD 564.33 million equivalents to BDT 40411.16 million.

Export

During the year 2010, total export volume stood at USD 612.87 million equivalents to BDT 41,919 million. Export volume increased with a growth rate of 43.59% over the previous year 2009 with export volume of USD 428.51 million equivalents to BDT 29,177.10 million.

The bank emphasized on export of both traditional items like Raw Jute, Jute Goods, Readymade Garments, Leather and non-traditional items like Tiles, Bi-Cycle, Shrimp, Handicrafts, Betel leaf, Betel Nut, Coriander seed etc.



Hon'ble Chairman of the Bank Mr. Kazi Akramuddin Ahmed accompanying the Directors is found opening Faridpur Branch, Faridpur.

Directors' Report

Inward Remittance

Presently, the bank has remittance drawing arrangements with Wall Street Finance, USA and MoneyGram Inc., USA. Wall Street Finance covers remittance from USA, Canada & UK sent by Bangladeshi expatriates. MoneyGram facilitates remittance made by the Bangladeshi expatriates all over the world by using their Global network. Remittance drawing arrangement with Wall Street Exchange Centre, LLC., UAE is near to finalization which is expected to commence early 2011. The bank continues its efforts to make remittance arrangements with different exchange houses in the potential countries. The bank has signed agreement with Universal Exchange center and Economic Exchange center of UAE.

Remittance received from Exchange Companies

During the year 2010, we have received USD 14.88 million equivalents to BDT 1043.78 million through exchange companies including remittance of USD 13.37 million equivalents to BDT 937.62 million from Standard Exchange Co. (UK) Ltd. In 2009, remittance received through exchange companies was USD 5.10 million equivalents to BDT 347.98 including BDT 263.11 million received from Standard Exchange Co. (UK) Ltd.

Other remittance

The bank received remittance from other sources amounting to USD 10.20 million equivalents to BDT 704.65 in the year 2010 while it was USD 3.59 million equivalents to BDT 250.72 million in 2009.

Total Remittance

In total, Foreign Remittance Business of the bank stood at USD 25.08 million equivalents to BDT 1748.43 million for the Year 2010, which is higher by 192.04%, compared to previous year-2009 remittance (BDT). The same for 2009 was USD 8.69 million equivalents to BDT 598.70 million.



Hon'ble Chairman of the Bank Mr. Kazi Akramuddin Ahmed accompanying the Directors is found opening Mymensingh Branch, Mymensingh.

Bank's Own Exchange Company

Standard Exchange Co (UK) Ltd., 100% owned subsidiary company of Standard Bank Limited is operating in UK since August, 2009 at 101, whitechapel Road, London E1 1DT, UK. We have received remittance of BDT 937.62 million through Standard Exchange Co. (UK) Ltd. in 2010 as against BDT 263.11 million in 2009 reflecting an increase of BDT 674.51 million.

With the approval of Bangladesh Bank, opening of exchange co. in USA namely Standard Co (USA) Inc, DBA (Doing Business As) "Standard Express" is at the final stage. The license for the exchange company in USA is expected to be obtained soon. On receipt of the license and completion of infrastructural works, commencement of the business will take place. The bank is also processing opening of exchange companies in Australia, Spain, Italy, etc. subject to Bangladesh Bank approval. As a result, Bangladeshi expatriates will be able to remit money with ease, comfort and confidence.

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 2010 total income from the Treasury was Tk.61.61 Crore from which Tk.30.57 Crore earned from the Foreign Exchange Transactions and Tk.31.04 Crore earned from the Local Currency Transactions in the money market.

Strategic Business Outlook

Standard Bank Ltd. has put in strong endeavor to involve in banking sectors of the country with the vision to grow with the economy of the country. It considers the entire spectrum of businesses activities



Signing Ceremony of Agreement between Standard Bank Ltd and Bangladesh Bank regarding refinancing on SME loan.

Directors' Report

irrespective of size, not only for the better service to its clients, but for all stake holders and people as a whole.

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 numbers 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 concentration 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.

Branch Expansion and business diversification

The year 2010 for our Bank was, of course, remarkable as well as worth noting 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 epoch making steps in matters of business dissemination and diversification had taken place during the year.

Keeping in mind the existing on going strategy plan set beforehand, we, during the year 2010, opened 17 (Seventeen) new branches including 07 SME Krishi Branches with the total number of branches coming at 58 (Fifty Eight) out of which 14 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 20 (Twenty) new branches including 03 rural and 06 SME Krishi branches in the year 2011 across the country in order to reach the general masses and make available banking services to every sectors/areas of the country, thus speeding up the pace of growth of economy.

Standard Exchange Company (UK) Ltd, a subsidiary organization of Standard Bank Limited started functioning in 2009 for sending valuable foreign currency back to country by expatriate Bangladeshi living in United Kingdom (UK). We feel gratified to note that so far, through our exchange house, we have received 19783 nos foreign remittance equivalent to US\$16.10 million. Another 02 exchange houses one in USA and another in UAE are on the cards.

Moreover, Islami Banking Window, banking based on Islamic Shariah (Principle), has been added to our fleet by inaugurating Topkhana and Agrabad Islami Banking Window and several others are in the pipeline. Through the novelty of Islami Banking, we have been striving to bring a large portion of

people to our flagship assuring them to provide top-notch services vis-à-vis public expectation and aspiration.

Merchant Banking Wing of our bank, first of its kind, had been in place and accomplishing activities relating to merchant banking significantly. Progress is, as has been anticipated, so far, much to the pleasure of our own, prospective.

The spontaneity and steadiness with which we have been marching forward and the manner in which future landscape has been mapped taking into account our long cherished object of becoming the beacon of hope and aspiration of all and sundry is something which is constantly being pursued and nurtured under the dynamic leadership and precise guidance of our sage management without which it could have not been possible where we are today. Better and brighter tomorrow is awaiting us.

INTERNAL CONTROL & COMPLIANCE DIVISION

Internal Control is the process, effected by a company's Board of Directors, Management and other personnel, designed to provide reasonable assurance regarding the achievement of objectives in the effectiveness and efficiency of operations, the reliability of financial reporting and compliance with applicable laws, regulations and internal policies.

Internal Control & Compliance Division on a regular basis independently verifies compliance with all approved risk management and internal control policies. Deviations are identified, reported and corrected to mitigate risk on a continuous basis and to ensure that the Bank is operating in compliance with all approved and established policies. Internal Control & Compliance Division directly reports to the Managing Director / Audit Committee of the Board.

The bank has designed its internal control system based on the guidelines framed by Bangladesh Bank in Managing Core Risks in Banking. In order to have effective, efficient and complaint Internal control system the bank has segregated its Internal Control & Compliance Division into three separate departments namely:

1. Audit & Inspection Department
2. Monitoring Department
3. Compliance Department

The units have been functioning independently & separately with direct reporting lines to the Head of ICCD. In addition, Departmental Control Function Check List has been introduced in the branches & divisions at head office under direct supervision of Monitoring Unit of ICCD which ensures compliance with regulatory rules and regulations as well as general banking norms and procedures. Loan Documentation Check List has been brought in practice under supervision of dedicated unit. Exceptions are addressed, monitored and corrected on a regular basis.

Policy guidelines on RISK BASED INTERNAL AUDIT (RBIA) system have been introduced and the branches have already been brought under RBIA networks. As per RBIA, marks have been allocated for rating of the branches in terms of business risk & control risks. The branches scoring more are being subjected to audit with more frequency. It is the policy of the Bank to put all branches of the Bank under any form of audit once in a year and ICCD has been working in that direction. All these activities of the Internal Control & Compliance Division are devoted to address and mitigate operational risks of the Bank in a more effective way to ensure efficiency & effectiveness of performance, ensure reliability and completeness of financial and management information and to ensure compliance with legal and regulatory requirements.

Internal audit is part of the ongoing monitoring of Bank's internal control system. Internal audit provides an independent assessment of the adequacy and compliance with, the Bank's established policies and

Directors' Report

procedures. As such, the internal audit function assist the senior management and the Board of Directors in the efficient and effective discharge of their responsibilities.

Internal Control & Compliance Division prepared a audit plan for 2010. Accordingly 41 (Forty one) branches have been audited in the year 2010. The implementation of annual plan begins with developing audit programme covering the scope of identifying the control and weaknesses along with the risk exposure. Then fieldwork takes place to review and justify the control and weaknesses along with the risk which is concluded by developing audit findings.

Besides above, Bangladesh Bank Inspection teams conducted different types of inspection on our different branches and different units of our Head Office. Details are furnished hereunder:

Nature of Inspection	Head Office/		Total
	Division	Branches	
Comprehensive	01	13	14
Anti Money Laundering	-	03	03
Special Inspection on Credit Risk Management	02	02	04
Special Inspection on ICC	01	-	01
Special Inspection on Foreign Exchange Risk Management	01	-	01
Foreign Exchange Transaction	01	04	05
Special Inspection on IRC Renewal	-	01	01
Special Inspection on ICT	01	01	02
		Total	31

All the reports complied within prescribed deadline.

The Management Committee (MANCOM) of the Bank monitors the effectiveness of internal control system time to time. The MANCOM provided certificate on overall adequacy & effectiveness of internal control system based on Bank's policy & procedure to the Board of Directors in the year – 2009.

Above picture definitely demonstrates the working capability and perfectness of officers and executives of Internal Control & Compliance Division as well as all employees of the Bank.

Anti Money Laundering

Standard Bank Limited has been maintaining some specific Policy and Process in line with national and international best practices, to address Money Laundering (AML) and Combating Financial Terrorism (CFT) affairs. Bank has a separate Division sufficiently equipped to look after the AML and CFT issues.

There is also a Central Compliance Unit (CCU) Headed by Chief Anti Money Laundering Compliance Officer (CAMLCO) to ensure proper implementation of its AML and CFT program. The CCU has been ensured close monitoring and supervising function among the Branches and all operational parts of the Bank to strictly enforce its AML and CFT affairs.

The Bank follows Risk based approach to address AML issues. Bank also follows standard Customer Due Diligence (CDD) and / or Expanded Due Diligence (EDD) process in accordance with domestic regulatory framework and International Standard Best Practices. Besides, the Bank also ensures Due Diligence in its all subsidiaries and correspondences home and abroad.

With the intention of adhere to national and International AML and CFT program, Bank has a precise policy not to establish or continue any relationship with any Entity listed by United Nations (UN),

Financial Action Task Force (FATF) and Asia Pacific group (APG). Apart from disagreement for establish or continue relationship with any Shell Bank / Company or Anonymous customer.

The Bank has some standard process to assert Suspicious Account / Transaction in all of its client base, product lines and walk in customers.

To educating its members of staff, Bank follows pragmatic training and staff development program with its Training Institute, external Training provider, and in-house awareness procedures. Besides, Bank has been continuing Customers awareness program in its all service delivery point.

As part of the Risk Based Self Assessment process Branches are being assessed and profile their own Risk for determining and review their AML work plan. Bank ensures all internal and external reporting requirements as per regulatory framework.

Bank has been maintaining a particular Record keeping Policy in line with domestic legal and regulatory framework, apart from maintaining international standard best practices.

Standard bank Limited has been conceived the keen commitment to pursue strictly AML and CFT program, so that the organization can capable to keep its all operational activities away from any type of threat derived from Money Laundering and Terrorist Financing.

APPOINTMENT OF AUDITORS

M/s. Howladar Yunus & Co. a renowned audit firm having wide experience, has been appointed as Auditors of the Bank for the year 2010 by the shareholders in their 11th Annual General Meeting until the next AGM. They have completed audit of the bank in time.

BOARD OF DIRECTORS

In compliance of Bangladesh Bank's rule, the Bank has constituted Board of Directors with 21 members of high academic caliber and excellent professional knowledge, experience and skills together with the Managing Director as Ex-officio Director. During the year 2010 there had been 16 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 & programmes on monthly basis and provides guidelines to the Management for upholding and protecting the interest of the Bank.

EXECUTIVE COMMITTEE

The Executive Committee(EC) of the Board consisted of 08 members (Seven Directors and the Managing Director). The Committee approved the credit proposal and expenditure etc. as per approved guidelines and policy of the Board. The EC of the Board used to ensure the implementation of policy and guidelines of the Board. There were 12 meetings of the Executive Committee during the year 2010.

AUDIT COMMITTEE

The Audit Committee of the Bank has been reconstituted with 3 (three) Directors and the Board Secretary of the Bank as Member Secretary of the Committee in terms of the guidelines (Bangladesh Bank) BRPD Circular. The Committee undertakes manifold tasks specially following agenda for discussion and review and suggests measures for correction, improvement and progression:

- i. All Financial Report including quarterly, half-yearly & yearly Balance Sheet of the Bank.
- ii. Comprehensive inspection report of Bangladesh Bank.
- iii. Internal audit report and Special audit reports.
- iv. Review of the recovery position of all categories of stuck-up, overdue, slow, sticky, and classified loans of the Bank.

The Committee held 5 meetings during the year 2010.

Directors' Report

CORPORATE SOCIAL RESPONSIBILITY (CSR) OF STANDARD BANK LTD

Standard Bank, in addition to contributing to economic growth, wants to achieve significant change in the communities. Standard Bank tries to improve community relations to cultivate understanding and credibility. The Bank is internally devoted to maintain Corporate Social Responsibility in numerous ways. It has excellent track record of support for charitable causes. In 2010, Standard Bank has spent Tk.38.79 million as donations for education, healthcare, community development, infrastructure development, relief operations etc. We keep ourselves accountable for the social, environmental and economic impact of our operations. We design our policies and business practices to reflect the highest standards of corporate governance, transparency and social and religious ethics.

Our CSR program consists of three main dimensions:

- a) Contribute to National Economy through financial service & support;
- b) Community involvement welfare programs through donations and sponsorships;
- c) Employee welfare initiatives.

During the year 2010, we have extended support and donation for the welfare of the mass people as a part of social responsibilities as follows:

Particulars	Amount
Prime Minister's Relief and Welfare Fund	2,500,000.00
Contribution to the family of deceased army officers, who were killed at BDR Darbar Hall	1,440,000.00
Donation of Tk.50.00 lac for the construction of Muktijudha Jadughar in the name of "Muktijudha Jadughar Nirman"	5,000,000.00
Contribution to "Jatir Janak Bangabandhu Sheikh Mujibur Rahman Memorial Trust"	20,000,000.00
Bangladesh Olympic Association on the occasion of 11th South Asian Games	5,000,000.00
Honorarium to 20 freedom fighters	500,000.00
Social Welfare activities through FBCCI (Distribution of Winter Cloths)	530,000.00
Education & Scholarship	600,000.00
Contribution to the poor people for medical treatment	918,000.00
Contribution to the poor people for marriage purpose & financial Assistance	306,000.00
Contribution to BAB against procurement of 16 cars of similar brand presented to the National Cricketers for winning against Newzeland.	2,000,000.00
Total	38,794,000.00

The Bank firmly believes in social uplift and wants to carry out social programs systematically and for that end in view the Board has formed “Standard Bank Foundation” through which such welfare activities / plans will be implemented in future.

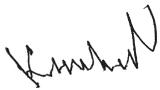
DIVIDEND

The Board of Directors recommended 28% stock dividend subject to the approval of the Hon’ble Shareholders for the year ended 31st December 2010 as well as obtaining no objection from Bangladesh Bank in order to maintain satisfactory capital base of the Bank.

ACKNOWLEDGEMENT

Standard Bank Ltd. has achieved a satisfactory level of progress in all the areas of its operation during the year 2010. The members of the Board of Directors of Standard Bank Ltd. take this opportunity to offer their sincere thanks to the Government of the People’s Republic of Bangladesh, different Ministries, Bangladesh Bank and other regulatory bodies for their guidance, support, help and co-operations towards the overall growth and development of the bank during the year 2010. The directors have expressed their deepest sense of gratitude and thanks to the valued clients, patrons and well-wishers for the support and cooperation extended to the Bank. Finally, we cordially thank and appreciate the Executives, Officers and members of the Staff for their commitment, devotion, dedication, loyalty and hard work that they have rendered towards overall growth, development and progress of the Bank.

On behalf of the Board of Directors



Ln. Kazi Akramuddin Ahmed
Chairman

Project Financed by Standard Bank Ltd.



Outside view of Anwar Khan Modern Medical College & Hospital financed by Standard Bank Limited.



A view M/S. Kazi Sobhan Auto Rice Mill & Company, Khulna financed by Standard Bank Limited.



A partial view of Rose Sweaters Ltd. financed by SBL, Gulshan Branch, Dhaka.



Inside view of M/S. Zaara Composite Textile Ltd. financed by SBL, Gulshan Branch, Dhaka.



Inside view of M/S. Diganta sweaters Ltd. financed by SBL, Gulshan Branch, Dhaka.



A view of Golden Beej Himagar Ltd. Financed by Standard Bank Limited.



A view of team of senior Management of Standard Bank Limited.



A view of team of Management Committee of Standard Bank Limited.

Status of Compliance of Bangladesh Bank's guideline for
Corporate Governance (BRPD circular no 16 dated 24.07.2003)

Sl. No.	Particulars	Compliance status
1	Responsibilities and authorities of the Board of Directors	
	(a) Work-planning and strategic management:	
	(i) The board shall determine the objectives and goals and to this end shall chalk out strategies and work-plans on annual basis. It shall specially engage itself in the affairs of making strategies consistent with the determined objectives and goals and in the issues relating to structural change and reorganization for enhancement of institutional efficiency and other relevant policy matters. It shall analyze/monitor at quarterly rests the development of implementation of the work-plans.	Complied
	(ii) The board shall have its analytical review incorporated in the Annual Report as regard the 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 other senior executives and have it evaluated at times.	Complied
	(b) Lending and risk management:	
	(i) The policies, strategies, procedures etc. in respect of appraisal of loan/investment proposal, sanction, disbursement, recovery, reschedulement and write-off thereof shall be made with the board's approval under the purview of the existing laws, rules and regulations. The board 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.	Complied
	(ii) The board shall frame policies for risk management and get them complied with and shall monitor at quarterly rests the compliance thereof.	Complied
	(c) Internal control management:	
	The board shall be vigilant on the internal control system of the bank in order to attain and maintain satisfactory qualitative standard of its loan/investment portfolio. It shall review at quarterly rests the reports submitted by its audit committee regarding compliance of recommendations made in internal and external audit reports and the Bangladesh Bank inspection reports.	Complied
	(d) Human resources management and development:	
	(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 board. The chairman or the directors shall in no way involve themselves or interfere into or influence over any	Complied

Sl. No. Particulars	Compliance status
administrative affairs including recruitment, promotion, transfer and disciplinary measures as executed under the set service rules. No member of the board of directors shall be included in the selection committees for recruitment and promotion to different levels. Recruitment and promotion shall have to be carried out complying with the service rules i.e., policies for recruitment and promotion.	
(ii) The board shall focus its special attention to the development of skills 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 board shall get these programs incorporated in its annual work plan.	Complied
(e) Financial management: (i) The annual budget and the statutory financial statements shall finally be prepared with the approval of the board. It shall at quarterly rests review/monitor the positions in respect of bank's income, expenditure, liquidity, non-performing asset, capital base and adequacy, maintenance of loan loss provision and steps taken for recovery of defaulted loans including legal measures.	Complied
(ii) The board shall 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 adopted with the approval of the board.	Complied
(f) Formation of supporting committees: For decision on urgent matters an executive committee, whatever name called, may be formed with the directors. There shall be no committee or sub-committee of the board other than the executive committee and the audit committee. No alternate director shall be included in these committees.	Complied
(g) Appointment of CEO: The board shall appoint a competent CEO for the bank with the approval of the Bangladesh Bank.	Complied
2 Responsibilities of the Chairman and Board of Directors (a) As the chairman of the board of directors (or chairman of any committee formed by the board or any director) does not personally possess the jurisdiction to apply policymaking or executive authority, he shall not participate in or interfere into the administrative or operational and routine affairs of the bank.	Complied

Sl. No. Particulars	Compliance status
(b) The chairman may conduct on-site inspection of any bank-branch or financing activities under the purview of the oversight responsibilities of the board. He may call for any information relating to bank's operation or ask for investigation into any such affairs; he may submit such information or investigation report to the meeting of the board or the executive committee and if deemed necessary, with the approval of the board, he shall 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 Bangladesh Bank through the board along with the statement of the CEO.	Complied
(c) The chairman may be offered an office-room, a personal secretary/assistant, a telephone at the office and a vehicle in the business-interest of the bank subject to the approval of the board.	Complied
<p>3 Responsibilities of Advisor</p> <p>The advisor, whatever name called, shall advise the board of directors or the CEO on such issues only for which he is engaged in terms of the conditions of his appointment. He shall neither have access to the process of decision-making nor shall have the scope of effecting executive authority in any matters of the bank including financial, administrative or operational affairs.</p>	No Advisor
<p>4 Responsibilities and authorities of CEO</p> <p>The CEO of the bank, whatever name called, shall discharge the responsibilities and effect the authorities as follows:</p>	
(a) In terms of the financial, business and administrative authorities vested upon him by the board, 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 Companies Act, 1991 and/or other relevant laws and regulations in discharge of routine functions of the bank.	Complied
(c) The CEO shall report to Bangladesh Bank of issues violative of the Bank companies Act, 1991 or of other laws/regulations and, if required, may apprise the board post facto.	Complied
(d) The recruitment and promotion of all staff of the bank except those in the two tiers below him shall rest on the CEO. He shall act in such cases in accordance with the approved service rules on the basis of the human resources policy and sanctioned strength of employees as approved by the board. The board or the chairman of any committee of the board or any director shall not get involved or interfere into such affairs. The authority relating to transfer of and disciplinary measures against the staff, except those at one tier below the CEO, shall rest on him, which he shall apply in accordance with the approved service rules. Besides, under the purview of the human resources policy as approved by the board, he shall nominate officers for training etc.	Complied

Compliance Report on SEC's Notification

The Securities and Exchange Commission (SEC) requires all listed companies to report on the compliance of the conditions described in SEC's notification dated 20 february 2006 on "comply or Explain" basis. The Board of directors of the Company has taken

Annexture-I

Number of Board Meetings and the attendance of Directors:

Name of Directors	Position	Meeting Held	Attended	Remarks
Mr. Kazi Akramuddin Ahmed	Chairman	16	16	-
Mr. Kamal Mostafa Chowdhury	Director	16	16	-
Mr. Mohammed Nurul Islam	Director	16	16	-
Mr. Ashok Kumar Saha	Director	16	13	03 days leave was granted by the Board
Al -Haj Mohammad Ayub	Director	16	10	03 days leave was granted by the Board Relieved from Directorship from 07.11.2010
Mr. Ferozur Rahman	Director	16	14	02 days leave was granted by the Board
Mr. Harun Rashid Chowdhury	Director	16	13	03 days leave was granted by the Board
Mr. Md. Monzurul Alam	Director	16	6	10 days leave was granted by the Board
Mr. S.A.M. Hossain	Director	16	10	06 days leave was granted by the Board
Mr. Mohammed Abdul Aziz	Director	16	16	-
Al-haj Mohammed Shamsul Alam	Director	16	16	-
Mr. Abdul Ahad	Director	16	13	03 days leave was granted by the Board
Mr. Md. Zahedul Hoque	Director	16	15	01 day leave was granted by the Board
Mr. Ferdous Ali Khan	Vice-Chairman	16	14	02 days leave was granted by the Board
Mr. Harun Or Rashid	Director	16	12	04 days leave was granted by the Board
Al-haj Mohd. Yousuf Chowdhury	Director	16	11	05 days leave was granted by the Board
Mr. Moshfeque Mamun Rizvi	Director	16	14	02 days leave was granted by the Board
Investment Corporation of Bangladesh (ICB), Head Office, 8, RAJUK Avenue (12th Floor), Dhaka to be represented by The Managing Director	Director	16	12	04 days leave was granted by the Board
Mr. Shaikh Mesba Uddin	Director	16	15	01 day leave was granted by the Board
Mr. Sahazada Syed Nizamuddin Ahmed	Independent Director	16	14	02 days leave was granted by the Board

SL.	Name of Directors	Designation	Percentage of share as on 31.12.2008
1	Mr. Kazi Akramuddin Ahmed	Chairman	2.35
2	Mr.Kamal Mostafa Chowdhury	Director	2.41
3	Mr. Mohammad Nurul Islam	Director	1.47
4	Mr. Ashok Kumar Shaha	Director	1.00
6	Mr. Ferozur Rahman	Director	1.64
7	Mr. Harun Rashid Chowdhury	Director	0.93
8	Mr. Mohammad Monzurul Alam	Director	1.58
9	Mr. Serajul Anowar Mohammad Hossain	Director	2.72
10	Mr. Mohammed Abdul Aziz	Director	2.83
11	Al-Haj Mohammed Shamsul Alam	Director	2.60
12	Mr. Abdul Ahad	Director	3.41
13	Mr. Mohammad Zahedul Hoque	Director	0.59
14	Mr. Ferdous Ali Khan	Vice Chairman	1.37
15	Mr. Harun or Rashid	Director	3.97
16	Al-Haj Moammad Yousuf Chowdhury	Director	1.63
17	Mr. Moshfeque Mamun Rizvi	Director	0.45
18	Investment Corporation of Bangladesh (Including ICB Investors' A/c.) to be represented by Mr. Md. Fayekuzzaman, Managing Director	Director	6.46
19	Mr. Shaikh Mesbauddin	Director	0.94
20	Mr. Sahazada Syed Nizamuddin Ahmed	Indipendent Director	0.03
21	Mr. S. A. Farooqui, Managing Director	Ex-Officio Director	Nil

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

Chief Financial Officer & his spouse and minor children	N/A
Company Secretary & his spouse and minor children	0.009%
Head of Internal Audit & his spouse and minor children	N/A

iv) Share holding of Senior Executive (Top five salried persons other than CEO,CFO,CS,HIA)

1) Mr. Md. Nazmus Salehin	AMD	N/A
2) Mr. Md. Alauddin Al Azad	DMD-I	N/A
3) Mr. Md. Abul Hossain	DMD-II	0.008%
4) Mr. A. F. Zamal Uddin	SEVP	0.002%
5) A. F. M. Nizamul Islam Chowdhury	EVP	0.009%
v) Shareholder(s) holding 10% or more voting interest in the company as at 31.12.2010		-

Annexure-II

Status of compliance with the conditions imposed by the Securities and Exchange Commission's Notification No. SEC/CMRRCD/2006-158/Admin/02-08 dated 20 th February 2006:

Conditions		Compliance status	
		Complied	Non-complied
1.0	Board of Directors & its reports		
1.1	The members of the Board should not be less than 5 (five) and more than 20(Twenty)	√	
1.2	Appointment of Independent Non-shareholder Director		
	i) Independent Director : at least 1/10 th i.e. minimum one	√	
	ii) Appointment of Independent Director by elected Directors	√	
1.3	Chairman of the Board and Chief Executive Officer be different person with different roles and responsibilities	√	
1.4	Director's Report to include declarations on		
	a. Fairness of Financial Statements	√	
	b. Maintenance of proper books of accounts	√	
	c. Consistent application of Accounting Policies in preparation of Financial Statements	√	
	d. Observance of Bangladesh Accounting Standards (BAS)	√	
	e. Soundness and efficiency of Internal Control	√	
	f. Ability to continue as a going concern	√	
	g. Significant deviations in operating results from last year	√	
	h. Presentation of key operating and financial data for at least last three years	√	
	i. Declaration of Dividend	√	
	j. Number of Board Meeting held during the year and attendance by each Directors	√	
	k. Shareholding pattern	√	
2.0	Appointment of CFO, Company Secretary etc.		
2.1	Appoinment of CFO,Company Secretary and Head of Internal Audit and defining their responsibilities	√	
2.1	Attendance of CFO and Company Secretary in the Board of Directors meeting	√	

Annexure-III

Conditions		Compliance Status
3.0	Formation of Audit Committee & Its reporting	
3.1	i) Number of members of Audit Committee	4
	ii) Inclusion of Independent Directors in the Audit Committee	Yes
	iii) Fill the casual vacancy in Audit Committee	Yes
3.2	i) Chairman of the Board Audit Committee	Mr. S.S Nizamuddin Ahmed
	ii) Qualification and experience of Audit Committee Chairman	M.Com and Rtd. MD of NCB & also PCB.
3.3.1	i) Reporting by Audit Committee on its activities to the Board	Furnished reports to the Board
	ii) Report to the Board by the Audit Committee on conflict of interest etc.	NA
3.3.2	Report by Audit Committee on the qualified point to the SEC	Audit Committee usually furnished reports to the Board
3.4	Report to the shareholders in the event of findings of certain occurrences under condition 3.3.1 (ii) above	Audit Committee reports only to the Board
4.0	Statutory Auditors not to engage in :	
	i) Appraisal or valuation services	No
	ii) Financial information systems design and implementation	Yes
	iii) Book Keeping or other services related to financial statements	Yes
	iv) Broker-dealer services	No
	v) Actuarial services	No
	vi) Internal audit services	Yes
	vii) Any other services that the Audit Committee determines	Yes, on recovery of outstanding stuck-up loan

5 Years Financial Highlights

(Figure in million Taka)

Income Statement	2006	2007	2008	2009	2010
Interest Income	1,705	2,153	3,227	4,434	5,850
Interest Expenses	1,150	1,745	2,253	3,351	4,126
Net Interest Income	555	408	974	1,083	1,724
Non-Interest Income	501	645	938	1,112	1,945
Non-Interest Expense	323	356	443	664	898
Net Non-Interest Income	178	289	495	448	1,047
Profit before Provision & Tax	733	697	1,469	1,531	2,771
Provision for Loans & Assets	75	84	385	246	394
Profit After Provision Before Tax	658	613	1,084	1,285	2,376
Provision for Tax (Including Deferred Tax)	306	266	427	520	1,007
Profit After Tax	352	347	657	765	1,369
Balance Sheet					
Authorised Capital	3,000	3,000	3,000	8,800	8,800
Paid-up Capital	1,093	1,967	2,203	2,644	3,173
Shareholders' Equity (Capital & Reserve)	1,764	2,767	3,426	4,222	5,625
Borrowings	-	-	-	-	-
Deposits	14,221	19,214	29,305	42,556	58,344
Other Liabilities	875	969	1,480	2,224	2,627
Liquid Assets	3,680	4,715	6,291	9,686	13,637
Money at call & on short notice	220	20	20	630	300
Loans & Advances	12,634	17,311	27,190	38,056	51,758
Investments	1,623	2,014	3,218	5,340	7,607
Fixed Assets	72	94	115	179	379
Other Assets	475	829	614	1,081	823
Total Assets(excluding Off-balance sheet items)	16,861	22,949	34,210	49,001	66,596
Off-Balance Sheet exposure	7,557	9,806	13,423	13,860	22,168
Others Business					
Import Business	18,270	26,155	35,689	40,411	56,167
Export Business	15,169	17,788	25,072	29,177	41,919
Capital Measures					
Total Risk Weighted Assets	11,498	16,083	24,780	34,939	61,763
Core Capital(Tier I)	1,764	2,767	3,423	4,208	5,577
Supplementary Capital(Tier II)	153	226	399	531	794
Total Capital	1,917	2,993	3,822	4,739	6,371
Tier I Capital Ratio	15.34%	17.20%	13.81%	12.04%	9.03%
Tier II Capital Ratio	1.33%	1.41%	1.61%	1.52%	1.29%
Total Capital Ratio	16.67%	18.61%	15.42%	13.56%	10.32%

	2006	2007	2008	2009	2010
Credit Quality					
Volume of Non-performing Loans	127	263	509	697	1,017
% of NPLs to Total Loans & Advances	0.98%	1.52%	1.87%	1.83%	1.96%
Provision for Unclassified Loans	151	180	282	391	559
Provision for Classified Loans	52	61	245	365	512
Provision for Off-Balance Sheet Items	-	44	115	130	211
Share Information					
Number of Share Outstanding	13	20	22	26	32
Earning Per Share(Taka)	26.83	17.62	24.83	24.09	43.15
Book Value Per Share(Taka)	100.00	100.00	100.00	100.00	100.00
Market price Per Share(Taka)	288.00	329.00	227.25	332.25	646.00
Price Earning Ratio(Times)	11	19	8	14	15
Dividend per Share:					
Cash Dividend (%)	-	-	-	-	-
Bonus Share (%)	20%	12%	20%	20%	28%
Rights Share Issue	-	2:1	0	0	0
Operating Performance Ratio					
Net Interest Margin on Average Earning Assets	4.07%	2.33%	3.72%	3.27%	3.80%
Net Non-Interest Margin on Average Earning Assets	1.30%	1.65%	1.89%	1.35%	2.31%
Credit / Deposit Ratio(%)	89%	90%	93%	89%	89%
Return on Equity(ROE) %	22.16%	15.32%	21.22%	20.01%	27.81%
Return on Assets(ROA)%	2.40%	1.74%	1.95%	1.84%	1.84%
Yield on Average Advance (%)	14.94%	14.38%	14.50%	13.59%	13.03%
Total cost of Fund					
Cost of Deposit(%)	8.89%	9.67%	9.29%	9.33%	7.83%
Administrative cost (%)	2.55%	1.99%	1.69%	1.57%	1.61%
Other Information					
Number of Branches	26	29	32	41	58
Urban	21	23	25	32	42
Rural	5	6	7	9	10
Number of SME & Agriculture Branches	-	-	3	6	6
Number of Employees	556	610	734	821	1,018
Number of Shareholders	5713	15,723	22,034	26	32
Number of Foreign Correspondents	21	22	21	21	22
Average Earning Assets	13,649	17,493	26,194	33,087	45,317
Average Total Assets	15,647	19,905	28,580	41,606	57,799
Average Deposits	13,142	16,718	24,260	35,931	50,450
Average Advance	11,409	14,973	22,251	32,623	44,907
Average Equity	1,589	2,266	3,096	3,824	4,924

Auditors' Report

To The Shareholders of Standard Bank Limited

We have audited the accompanying consolidated financial statements of Standard Bank Limited ("the Bank") and its subsidiaries as well as financial statements of Standard Bank Limited ("the Bank") for the year ended 31 December 2010 which comprise the balance sheet, profit and loss account, cash flow statement and statement of changes in equity and the related notes thereto.

Management of Standard Bank Limited is responsible for the preparation of consolidated financial statements that give a true and fair view in accordance with Bangladesh Financial reporting Standards and Bangladesh Bank Guidelines and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Bangladesh Standards on Auditing, 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 are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated financial statements.

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

- There exists a shortfall in the provision for income tax in respect of earlier years details of which have been shown under note 35(a) of the annexed Financial Statements.
- The audit of Standard Exchange Company (UM) Ltd. a fully subsidiary company of Standard Bank Limited is yet to be finalized the annexed accounts have been prepared based on draft audited financial statement.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements referred to above which has been prepared in accordance with Bangladesh Financial Reporting Standards give a true and fair view of the state of affairs of the Bank and its subsidiary as at 31 December 2010 and of their financial performance and cash flows for the year then ended and comply with the Companies Act 1994 the Bank Company Act 1991, the rules and regulations issued by Bangladesh Bank, the Securities and Exchange Rules 1987 and other applicable laws and regulations.

We also report that:

- i. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit and made due verification thereof;
- ii. in our opinion, proper books of account as required by law have been kept by the Bank so far as it appeared from our examination of those books and proper returns adequate for the purposes of our audit have been received from branches not visited by us;

- iii. the records and statements submitted by the branches have been properly maintained and consolidated in the financial statements;
- iv. the Balance sheet, Profit and Loss Account dealt with by the report are in agreement with the books of account and returns,
- v. the financial statements have been drawn up in conformity with the Bank Companies Act 1991 and in accordance with the accounting rules and regulations issued by the Bangladesh bank and the financial statements conform to the prescribed standards set in the accounting regulations issued by Bangladesh Bank after consultation with the professional accounting bodies of Bangladesh as per BRPD circular 15 dated 09 November 2009;
- vi. the financial position of the Bank as of December 31, 2010 and the profit for the year then ended have been properly reflected in the financial statements have been prepared in accordance with the generally accepted accounting principles;
- vii. adequate provisions have been made for advances which are, in our opinion, doubtful of recovery;
- viii. the expenditures incurred during the year were for the purposes of the business of the Bank;
- ix. the information and explanations required by us have been received and found satisfactory;
- x. guidelines of Core Risk Management issued by Bangladesh Bank vide BROD Circular # 17 dated 7-10-2003 are in the process of implementation. Full compliance of the above guidance is yet to be made;
- xi. 80% of the risk-weighted assets have been reviewed spending over 4,500 manhours.

Howladar Yunus

Howladar Yunus & Co.
Chartered Accountants

Dated, Dhaka
March 27, 2011



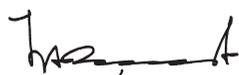
Hon'ble Chairman Mr. Kazi Akramuddin Ahmed seen signing the Balance Sheet of the Bank for the year ended as on 31st December, 2010

Standard Bank Limited

Consolidated Balance Sheet as at 31st December, 2010

	Notes	2010 Taka	2009 Taka
PROPERTY & ASSETS			
CASH			
	3(a)	4,755,177,454	3,077,120,314
Cash in Hand (including foreign currencies)		351,093,652	294,146,477
Balance with Bangladesh Bank & its agent Banks (including Foreign Currencies)		4,404,083,802	2,782,973,837
BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS			
	4(a)	974,534,555	638,246,698
In Bangladesh		212,186,357	44,542,377
Outside Bangladesh		762,348,198	593,704,321
MONEY AT CALL AND ON SHORT NOTICE INVESTMENTS			
	5	300,000,000	630,000,000
	6(a)	7,607,141,670	5,340,338,439
Government		6,528,758,390	4,714,071,198
Others		1,078,383,280	626,267,241
LOANS AND ADVANCES / INVESTMENTS			
	7(a)	51,757,689,073	38,055,753,147
Loans, Cash Credits, Over Draft etc./ Investments		49,573,605,198	36,723,327,850
Bills Purchased and Discounted		2,184,083,875	1,332,425,297
FIXED ASSETS INCLUDING PREMISES, FURNITURE & FIXTURE			
	8(a)	378,692,231	178,511,495
OTHER ASSETS			
	9(a)	822,776,643	1,080,929,421
NON-BANKING ASSETS			
		-	-
TOTAL ASSETS		66,596,011,626	49,000,899,514
LIABILITIES & CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents	10	-	-
DEPOSITS AND OTHER ACCOUNTS			
	11(a)	58,344,441,292	42,555,505,380
Current / Al-Wadeeah Deposits & Other Deposits		7,218,704,574	4,946,955,629
Bills Payable		645,871,688	453,829,597
Savings Bank / Mudaraba Savings Deposits		2,456,147,283	1,772,761,675
Short Term Deposits / Mudaraba Short Term Deposits		1,804,483,845	1,722,311,722
Fixed Deposits / Mudaraba Term Deposits		43,987,607,133	31,713,109,811
Deposits Under Schemes / Mudaraba Deposit Schemes		2,231,626,769	1,946,536,946
OTHER LIABILITIES			
	12(a)	2,626,514,473	2,223,670,282
TOTAL LIABILITIES		60,970,955,765	44,779,175,662
CAPITAL / SHAREHOLDERS' EQUITY			
Paid-up Capital	13	3,172,906,532	2,644,088,832
Statutory Reserve	14(a)	1,512,356,644	1,033,683,881
General Reserve	15	-	20,000,000
Revaluation Reserve on Investment	15(b)	48,388,943	14,126,086
Bonus Share		-	-
Surplus in Profit and Loss Account/ Retained earnings	16(a)	891,403,742	509,825,053
TOTAL SHAREHOLDERS' EQUITY		5,625,055,861	4,221,723,852
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY		66,596,011,626	49,000,899,514

These financial statements should be read in conjunction with annexed notes



Managing Director

Signed as per our Annexed report of same Date

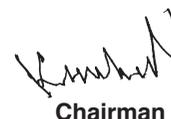
Dated, Dhaka
March 27, 2011



Director



Vice Chairman



Chairman



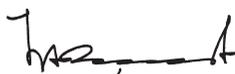
HOWLADAR YUNUS & CO.
Chartered Accountants

Standard Bank Limited

Consolidated Balance Sheet as at 31st December, 2010

	Notes	December 31, 2010 Taka	December 31, 2009 Taka
OFF-BALANCE SHEET ITEMS			
CONTINGENT LIABILITIES			
	17(a)		
Acceptances and Endorsements		10,315,488,412	4,612,826,972
Letters of Guarantee		2,680,917,550	2,443,391,420
Irrevocable Letters of Credit		8,146,602,051	6,014,153,980
Bills for Collection		672,950,762	789,499,946
Other Contingent Liabilities		352,378,207	-
TOTAL:		22,168,336,982	13,859,872,318
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		22,168,336,982	13,859,872,318

These financial statements should be read in conjunction with annexed notes



Managing Director

Signed as per our Annexed report of same Date

Dated, Dhaka
March 27, 2011



Director



Vice Chairman



Chairman

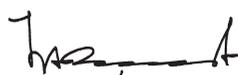
Howladar Yunus
HOWLADAR YUNUS & CO.
Chartered Accountants

Standard Bank Limited

Consolidated Profit & Loss Account for the year ended 31st December, 2010

	Notes	December 31, 2010 Taka	December 31, 2009 Taka
Interest Income / Profit on Investment	18(a)	5,849,984,579	4,433,634,888
Interest / Profit paid on Deposits & Borrowings etc.	19(a)	4,126,218,727	3,351,065,292
Net Interest / Net Profit on Investments		1,723,765,852	1,082,569,596
Investment Income	20	1,011,527,081	386,151,427
Commission, Exchange Earnings & Brokerage	21(a)	752,339,450	570,906,395
Other Operating Income	22(a)	181,397,079	154,643,061
TOTAL OPERATING INCOME (A)		3,669,029,462	2,194,270,479
Salary & Allowances	23(a)	501,211,132	323,411,763
Rent, Taxes, Insurance, Electricity etc.	24(a)	95,037,555	67,963,166
Legal Expenses	25(a)	1,691,418	1,576,897
Postage, Stamp, Telecommunication etc.	26(a)	20,123,320	18,094,538
Stationery, Printing, Advertisement etc.	27(a)	39,079,108	36,240,577
Managing Director's salary & fees	28	5,700,000	3,785,000
Directors' Fee & Other benefits	29	6,156,789	5,321,745
Audit Fees	30	571,185	407,334
Charges on loan losses	31	-	65,530,932
Depreciation and Repair of Bank's Assets	32(a)	61,284,997	38,679,801
Other Expenses	33(a)	167,345,423	103,481,343
TOTAL OPERATING EXPENSES (B)		898,200,927	664,493,096
Profit / (Loss) Before Provision (C) = (A - B)		2,770,828,535	1,529,777,383
Specific Provision	34	146,450,268	120,706,000
General Provision		167,214,561	109,479,677
Provision for Off-Balance Sheet items		80,726,356	15,342,193
Provision for diminution in value of investments		-	-
Other Provision		-	-
Total Provision (D)		394,391,185	245,527,870
Total Profit / (Loss) before Taxes (E)=(C - D)		2,376,437,350	1,284,249,513
Provision for Taxation	35(a)	1,007,368,197	520,000,000
Current Tax		1,010,904,881	520,000,000
Deferred Tax		(3,536,684)	-
Net Profit / (Loss) after Taxation		1,369,069,153	764,249,513
Retained earnings brought forward from previous year	16.1	1,007,353	2,425,443
Net Profit available for distribution		1,370,076,506	766,674,956
Appropriations			
Statutory Reserve	14	478,672,764	256,849,903
Proposed Bonus Shares		-	-
Retained Earnings carried forward		891,403,742	509,825,053
Earning per Share (EPS)	36(a)	43.15	24.09

These financial statements should be read in conjunction with annexed notes



Managing Director

Signed as per our Annexed report of same Date

Dated, Dhaka
March 27, 2011



Director



Vice Chairman



Chairman



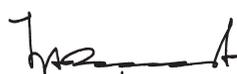
HOWLADAR YUNUS & CO.
Chartered Accountants

Standard Bank Limited

Consolidated Cash Flow Statement for the year ended 31st December, 2010

	Notes	2010 Taka	2009 Taka
A) CASH FLOW FROM OPERATING ACTIVITIES			
Interest receipts in cash		5,665,221,290	4,436,832,082
Interest payments in cash		(3,890,207,822)	(3,035,783,421)
Dividend receipts		8,993,783	3,518,702
Income from investment		1,002,533,298	382,632,725
Fee and commission receipts in cash		401,775,426	286,628,908
Recoveries on loans previously written off		-	-
Cash payments to employees		(506,722,399)	(327,196,763)
Cash payments to suppliers		(38,864,894)	(36,240,577)
Income taxes paid		(576,015,810)	(449,356,188)
Receipts from other operating activities	37 (a)	181,388,517	154,643,061
Payments for other operating activities	38 (a)	(304,517,687)	(206,159,571)
Cash generated from operating activities before changes in operating assets and liabilities		1,943,583,702	1,209,518,958
Increase / (Decrease) in operating assets and liabilities			
Statutory deposits		-	-
Purchase of trading securities		(452,148,664)	(249,692,732)
Loans and advances to other banks		-	-
Loans and advances to customers		(13,701,935,926)	(10,931,340,947)
Other assets	39(a)	(149,488,355)	(20,942,801)
Deposits from other banks		-	-
Deposits from customers		15,560,314,330	12,935,483,912
Other liabilities account of customers		-	-
Trading liabilities		-	-
Other liabilities	40(a)	157,796,762	(4,696,602)
Net cash flow from operating activities (A)		3,358,121,849	2,938,329,788
B) CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of non-trading securities		-	-
Payments for purchase of securities		-	-
Purchase of property, plant & equipment		(242,008,380)	(89,513,564)
Sale of property, plant & equipment		-	-
Purchase / sale of subsidiary		-	-
Net cash flow from investing activities (B)		(242,008,380)	(89,513,564)
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		-	-
Net cash flow from financing activities (C)		-	-
D) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)		3,116,113,469	2,848,816,224
E) EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS		348,655,863	284,277,487
F) CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		9,045,312,124	5,912,218,413
G) CASH AND CASH EQUIVALENTS AT END OF THE YEAR (D+E+F)		12,510,081,456	9,045,312,124
CASH AND CASH EQUIVALENTS AT END OF THE YEAR			
Cash in hand (including foreign currencies)		351,093,652	294,146,477
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)		4,404,083,802	2,782,973,837
Balance with other banks and financial institutions note-4 (c)		974,534,555	638,246,698
Money at call and On short notice		300,000,000	630,000,000
Govt. security/reverse repo		6,479,734,147	4,698,586,312
Prize bonds		635,300	1,358,800
		12,510,081,456	9,045,312,124

These financial statements should be read in conjunction with annexed notes



Managing Director

Signed as per our Annexed report of same Date

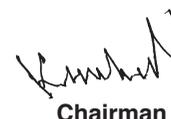
Dated, Dhaka
March 27, 2011



Director



Vice Chairman



Chairman

Howladar Yunus
HOWLADAR YUNUS & CO.
Chartered Accountants

Standard Bank Limited

Consolidated Statement of Changes in Equity for the year ended 31st December, 2010

Particulars	Paid up Capital	Statutory Reserve	General Reserve	Revaluation Gain/Loss on investment	Profit & Loss surplus A/c	Total Taka
Balance as on 1-1-2010	2,644,088,832	1,033,683,880	20,000,000	14,126,086	509,825,053	4,221,723,851
Changes in accounting policy	-	-	-	-	-	-
Restated Balance	2,644,088,832	1,033,683,880	20,000,000	14,126,086	509,825,053	4,221,723,851
Surplus/Deficit on revaluation of properties	-	-	-	-	-	-
Adjustment of last year revaluation gain on investments	-	-	-	(14,126,086)	-	(14,126,086)
Surplus/Deficit on revaluation of investment	-	-	-	48,388,943	-	48,388,943
Currency translation difference	-	-	-	-	-	-
Net gains and losses not recognised in the income statement	-	-	-	-	-	-
Adjustment of last year	-	-	(20,000,000)	-	20,000,000	-
Net profit for the period	-	-	-	-	1,369,069,153	1,369,069,153
Dividends (Bonus shares)	528,817,700	-	-	-	(528,817,700)	-
Issue of Rights Shares	-	-	-	-	-	-
Appropriation made during the year	-	478,672,764	-	-	(478,672,764)	-
Balance as on 31-12-2010	3,172,906,532	1,512,356,644	-	48,388,943	891,403,742	5,625,055,861

These financial statements should be read in conjunction with annexed notes



Managing Director

Signed as per our Annexed report of same Date

Dated, Dhaka
March 27, 2011



Director



Vice Chairman



Chairman



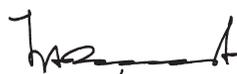
HOWLADAR YUNUS & CO.
Chartered Accountants

Standard Bank Limited

Balance Sheet as at 31st December, 2010

	Notes	2010 Taka	2009 Taka
PROPERTY & ASSETS			
CASH			
	03	4,751,389,579	3,068,753,069
Cash in Hand (including foreign currencies)		347,305,777	285,779,232
Balance with Bangladesh Bank & its agent Bank (including Foreign Currencies)		4,404,083,802	2,782,973,837
BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS			
	04	966,758,103	638,246,698
In Bangladesh		212,186,357	44,542,377
Outside Bangladesh		754,571,746	593,704,321
MONEY AT CALL AND ON SHORT NOTICE			
	05	300,000,000	630,000,000
INVESTMENTS			
	06	7,643,463,045	5,359,121,941
Government		6,528,758,390	4,714,071,198
Others		1,114,704,655	645,050,743
LOANS AND ADVANCES / INVESTMENTS			
	07	51,757,689,073	38,055,753,147
Loans, Cash Credits, Over Draft etc./ Investments		49,573,605,198	36,723,327,850
Bills Purchased and Discounted		2,184,083,875	1,332,425,297
FIXED ASSETS INCLUDING PREMISES, FURNITURE & FIXTURE			
	08	373,937,653	172,847,893
OTHER ASSETS			
	09	819,700,643	1,077,598,945
NON-BANKING ASSETS			
		-	-
TOTAL ASSETS			
		66,612,938,096	49,002,321,693
LIABILITIES & CAPITAL			
Liabilities			
Borrowings from other banks, financial Institutions and agents	10	-	-
DEPOSITS AND OTHER ACCOUNTS			
	11	58,344,441,292	42,548,116,057
Current / Al-Wadeeah Deposits & Other Deposits		7,218,704,574	4,946,955,629
Bills Payable		645,871,688	453,829,597
Savings Bank / Mudaraba Savings Deposits		2,456,147,283	1,772,761,675
Short Term Deposits / Mudaraba Short Term Deposits		1,804,483,845	1,722,311,722
Fixed Deposits / Mudaraba Term Deposits		43,987,607,133	31,705,720,488
Deposits Under Schemes / Mudaraba Deposit Schemes		2,231,626,769	1,946,536,946
OTHER LIABILITIES			
	12	2,626,514,473	2,223,670,282
TOTAL LIABILITIES			
		60,970,955,765	44,771,786,339
CAPITAL / SHAREHOLDERS' EQUITY			
Paid-up Capital	13	3,172,906,532	2,644,088,832
Statutory Reserve	14	1,512,356,644	1,035,446,181
General Reserve	15	-	20,000,000
Revaluation Reserve on Investment	15(a)	48,388,943	14,126,086
Bonus Share		-	-
Surplus in Profit and Loss Account/ Retained earnings	16	908,330,212	516,874,255
TOTAL SHAREHOLDERS' EQUITY			
		5,641,982,331	4,230,535,354
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY			
		66,612,938,096	49,002,321,693

These financial statements should be read in conjunction with annexed notes



Managing Director

Signed as per our Annexed report of same Date

Dated, Dhaka
March 27, 2011



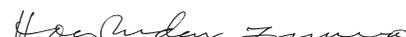
Director



Vice Chairman



Chairman

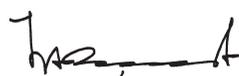

HOWLADAR YUNUS & CO.
Chartered Accountants

Standard Bank Limited

Balance Sheet as at 31st December, 2010

	Notes	December 31, 2010 Taka	December 31, 2009 Taka
OFF-BALANCE SHEET ITEMS			
CONTINGENT LIABILITIES			
Acceptances and Endorsements	17.1	10,315,488,412	4,612,826,972
Letters of Guarantee	17.2	2,680,917,550	2,443,391,420
Irrevocable Letters of Credit	17.3	8,146,602,051	6,014,153,980
Bills for Collection	17.4	672,950,762	789,499,946
Other Contingent Liabilities	17.5	352,378,207	-
TOTAL:		22,168,336,982	13,859,872,318
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		22,168,336,982	13,859,872,318

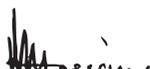
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Managing Director

Signed as per our Annexed report of same Date

Dated, Dhaka
March 27, 2011



Director



Vice Chairman



Chairman



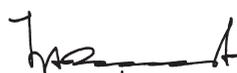
HOWLADAR YUNUS & CO.
Chartered Accountants

Standard Bank Limited

Profit & Loss Account for the year ended 31st December, 2010

	Notes	December 31, 2010 Taka	December 31, 2009 Taka
Interest Income / Profit on Investment	18	5,849,984,579	4,433,634,888
Interest / Profit paid on Deposits & Borrowings etc.	19	4,126,218,727	3,351,065,292
Net Interest / Net Profit on Investments		1,723,765,852	1,082,569,596
Investment Income	20	1,011,527,081	386,151,427
Commission, Exchange Earnings & Brokerage	21	740,844,608	568,443,503
Other Operating Income	22	181,388,517	154,643,061
TOTAL OPERATING INCOME (A)		3,657,526,058	2,191,807,587
Salary & Allowances	23	491,467,356	318,598,034
Rent, Taxes, Insurance, Electricity etc.	24	90,194,298	65,456,266
Legal Expenses	25	1,691,418	1,139,510
Postage, Stamp, Telecommunication etc.	26	19,928,590	17,785,523
Stationery, Printing, Advertisement etc.	27	38,722,354	35,753,279
Managing Director's salary & fees	28	5,700,000	3,785,000
Directors' Fee & Other benefits	29	6,156,789	5,321,745
Audit Fees	30	300,000	300,000
Charges on loan losses	31	-	65,530,932
Depreciation and Repair of Bank's Assets	32	60,330,114	37,507,711
Other Expenses	33	164,091,637	102,040,702
TOTAL OPERATING EXPENSES (B)		878,582,556	653,218,702
Profit / (Loss) Before Provision (C) = (A - B)		2,778,943,502	1,538,588,885
Specific Provision	34	146,450,268	120,706,000
General Provision		167,214,561	109,479,677
Provision for Off-Balance Sheet items		80,726,356	15,342,193
Provision for diminution in value of investments		-	-
Other Provision		-	-
Total Provision (D)		394,391,185	245,527,870
Total Profit / (Loss) before Taxes (E)=(C - D)		2,384,552,317	1,293,061,015
Provision for Taxation	35	1,007,368,197	520,000,000
Current Tax		1,010,904,881	520,000,000
Deferred Tax		(3,536,684)	-
Net Profit / (Loss) after Taxation :		1,377,184,120	773,061,015
Retained earnings brought forward from previous year	16.1	8,056,555	2,425,443
Net Profit available for distribution		1,385,240,675	775,486,458
Appropriations :			
Statutory Reserve		476,910,463	258,612,203
Proposed Bonus Shares		-	-
Retained Earnings carried forward		908,330,212	516,874,255
Earning per Share (EPS):	36	43.40	24.36

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Managing Director

Signed as per our Annexed report of same Date

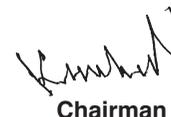
Dated, Dhaka
March 27, 2011



Director



Vice Chairman



Chairman

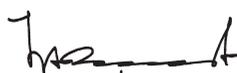

HOWLADAR YUNUS & CO.
Chartered Accountants

Standard Bank Limited

Cash Flow Statement for the year ended 31st December, 2010

	Notes	2010 Taka	2009 Taka
A) CASH FLOW FROM OPERATING ACTIVITIES			
Interest receipts in Cash		5,665,221,290	4,436,832,082
Interest payments in Cash		(3,890,207,822)	(3,035,783,421)
Dividend receipts		8,993,783	3,518,702
Income from Investment		1,002,533,298	382,632,725
Fee and commission receipts in Cash		390,280,577	284,166,016
Recoveries on loans previously written off		-	-
Cash Payments to employees		(497,167,356)	(322,383,034)
Cash Payments to suppliers		(38,722,354)	(35,753,279)
Income taxes paid		(576,015,810)	(449,356,188)
Receipts from other operating activities	37	181,388,517	154,643,061
Payments for other operating activities	38	(295,546,214)	(200,186,204)
Cash generated from operating activities before changes in operating assets and liabilities		1,950,757,909	1,218,330,460
Increase / (Decrease) in operating assets and liabilities			
Statutory deposits		-	-
Purchase of trading securities		(460,842,409)	(268,476,234)
Loans and advances to other banks		-	-
Loans and advances to customers		(13,701,935,926)	(10,931,340,947)
Other assets	39	(150,089,477)	(17,612,325)
Deposits from other banks		-	-
Deposits from customers		15,560,314,330	12,928,094,589
Other liabilities account of customers		-	-
Trading liabilities		-	-
Other liabilities	40	157,796,762	(4,696,602)
Net cash flow from operating activities (A)		3,356,001,189	2,924,298,941
B) CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of non-trading securities		-	-
Payments for Purchase of securities		-	-
Purchase of property, plant & equipment		(243,084,802)	(83,849,962)
Sale of property, plant & equipment		-	-
Purchase / sale of subsidiary		-	-
Net cash flow from investing activities (B)		(243,084,802)	(83,849,962)
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		-	-
Net Cash flow from financing activities (C)		-	-
D) NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)		3,112,916,387	2,840,448,979
E) EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS		348,655,863	284,277,487
F) CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		9,036,944,879	5,912,218,413
G) CASH AND CASH EQUIVALENTS AT END OF THE YEAR (D+E+F)		12,498,517,129	9,036,944,879
CASH AND CASH EQUIVALENTS AT END OF THE YEAR			
Cash in hand (including foreign currencies)		347,305,777	285,779,232
Balance with Bangladesh Bank and its agent bank(s) (including foreign currencies)		4,404,083,802	2,782,973,837
Balance with other Banks and financial institutions Note-4(c)		966,758,103	638,246,698
Money at Call and Short Notice		300,000,000	630,000,000
Govt. Security/Reverse repo		6,479,734,147	4,698,586,312
Prize Bonds		635,300	1,358,800
		12,498,517,129	9,036,944,879

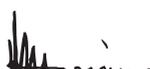
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Managing Director

Signed as per our Annexed report of same Date

Dated, Dhaka
March 27, 2011



Director



Vice Chairman



Chairman



HOWLADAR YUNUS & CO.
Chartered Accountants

Standard Bank Limited

Statement of Changes in Equity for the year ended 31st December, 2010

Particulars	Paid up Capital	Statutory Reserve	General Reserve	Revaluation gain/loss on investments	Profit & Loss surplus A/c	Total Taka
Balance as on 1-1-2010	2,644,088,832	1,035,446,181	20,000,000	14,126,086	516,874,255	4,230,535,354
Changes in accounting policy	-	-	-	-	-	-
Restated Balance	2,644,088,832	1,035,446,181	20,000,000	14,126,086	516,874,255	4,230,535,354
Surplus/Deficit on revaluation of properties	-	-	-	-	-	-
Adjustment of last year revaluation gain on investments	-	-	-	(14,126,086)	-	(14,126,086)
Surplus/Deficit on revaluation of investment	-	-	-	48,388,943	-	48,388,943
Currency translation difference	-	-	-	-	-	-
Net gains and losses not recognised in the income statement	-	-	-	-	-	-
Adjustment of last year	-	-	(20,000,000)	-	20,000,000	-
Net profit for the period	-	-	-	-	1,377,184,120	1,377,184,120
Dividends (Bonus shares)	528,817,700	-	-	(528,817,700)	-	-
Issue of Right Shares	-	-	-	-	-	-
Appropriation made during the year	-	476,910,463	-	(476,910,463)	-	-
Balance as on 31-12-2010	3,172,906,532	1,512,356,644	-	48,388,943	908,330,212	5,641,982,331

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Managing Director

Signed as per our Annexed report of same Date

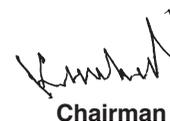
Dated, Dhaka
March 27, 2011



Director



Vice Chairman



Chairman

Howladar Yunus
HOWLADAR YUNUS & CO.
Chartered Accountants

Standard Bank Limited

Liquidity Statement (Asset and Liability Maturity Analysis) for the year ended 31st December, 2010

Particulars	Upto 1 Month	1 - 3 Months	3 - 12 Months	1 - 5 Years	More than 5 Years	Total
Assets:						
Cash in hand	3,408,728,000	-	-	1,342,661,579	-	4,751,389,579
Balance with other banks and financial institutions	893,696,771	15,306,332	57,755,000	-	-	966,758,103
Money at call & on short notice	300,000,000	-	-	-	-	300,000,000
Investment	937,427,455	445,048,000	735,598,000	4,886,303,897	639,085,693	7,643,463,045
Loans and Advances	4,832,772,333	20,291,804,700	8,615,315,150	11,606,853,200	6,410,943,690	51,757,689,073
Fixed assets including premises, furniture and fixtures	-	-	-	169,249,619	204,688,034	373,937,653
Other assets	46,483,060	105,871,075	14,736,347	651,642,350	967,811	819,700,643
Non-banking assets	-	-	-	-	-	-
Total Assets	10,419,107,619	20,858,030,107	9,423,404,497	18,656,710,645	7,255,685,228	66,612,938,096
Liabilities:						
Borrowing from Bangladesh Bank, Other banks, financial institutions and agents	-	-	-	-	-	-
Deposits	8,766,842,535	20,432,673,188	8,509,115,743	14,429,228,549	6,206,581,277	58,344,441,292
Other Accounts	-	-	-	-	-	-
Provision and other liabilities	10,126,489	112,138,989	35,319,738	2,468,929,257	-	2,626,514,473
Total Liabilities	8,776,969,024	20,544,812,177	8,544,435,481	16,898,157,806	6,206,581,277	60,970,955,765
Net Liquidity Gap	1,642,138,595	313,217,930	878,969,016	1,758,552,839	1,049,103,951	5,641,982,331

Net result of the liquidity statement represents the shareholders equity of the Bank.



Managing Director

Signed as per our Annexed report of same Date

Dated, Dhaka
March 27, 2011



Director



Vice Chairman



Chairman

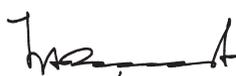


HOWLADAR YUNUS & CO.
Chartered Accountants

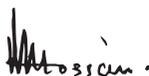
Standard Bank Limited

Balance Sheet of Islami Banking Window as at 31st December, 2010

	Notes	2010 Taka	2009 Taka
PROPERTY & ASSETS			
CASH			
		17,375,211	495,100
Cash in Hand (including foreign currencies)		2,097,425	495,100
Balance with Bangladesh Bank & its agent Banks (including Foreign Currencies)		15,277,786	-
BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS			
		8,677,615	20,000,000
In Bangladesh		8,677,615	20,000,000
Outside Bangladesh		-	-
MONEY AT CALL AND ON SHORT NOTICE			
		-	-
INVESTMENTS			
		73,061,332	-
Government		-	-
Others		73,061,332	-
INVESTMENTS			
		38,964,670	-
General Investment		38,964,670	-
Bills Purchased and Discounted		-	-
FIXED ASSETS INCLUDING PREMISES, FURNITURE & FIXTURE			
		-	-
OTHER ASSETS			
		1,512,774	-
NON-BANKING ASSETS			
		-	-
TOTAL ASSETS		139,591,602	20,495,100
LIABILITIES & CAPITAL			
Liabilities			
Borrowings from other banks, financial institutions and agents			
DEPOSITS AND OTHER ACCOUNTS			
		114,513,966	20,495,100
Current / Al-Wadeeah Deposits & Other Deposits		5,588,801	62,500
Bills Payable		2,890,435	-
Savings Bank / Mudaraba Savings Deposits		12,647,758	429,600
Short Term Deposits / Mudaraba Short Term Deposits		214,628	-
Fixed Deposits / Mudaraba Term Deposits		92,427,505	20,000,000
Deposits Under Schemes / Mudaraba Deposit Schemes		744,839	3,000
OTHER LIABILITES			
		26,148,880	-
Total profit/(loss) before taxes		(1,071,244)	-
TOTAL LIABILITIES		139,591,602	20,495,100
OFF-BALANCE SHEET ITEMS			
CONTINGENT LIABILITIES			
Acceptances and Endorsements		-	-
Letters of Guarantee		-	-
Irrevocable Letters of Credit		-	-
Bills for Collection		-	-
Other Contingent Liabilities		-	-
OTHER COMMITMENTS			
TOTAL OFF - BALANCE SHEET ITEMS			



Managing Director



Director



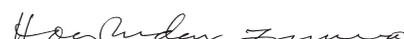
Vice Chairman



Chairman

See annexed auditors' report to the shareholders of the date

Dated, Dhaka
March 27, 2011

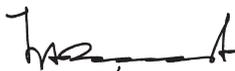

HOWLADAR YUNUS & CO.
Chartered Accountants

Standard Bank Limited

Profit & Loss Account of Islami Banking Window for the year ended 31st December, 2010

	Notes	2010 Taka	2009 Taka
Interest Income / Profit on Investment		2,400,625	-
Interest / Profit paid on Deposits & Borrowings etc.		5,880,698	-
Net Interest / Net Profit on Investments		(3,480,073)	-
Investment Income		4,640,902	-
Commission, Exchange Earnings & Brokerage		17,064	-
Other Operating Income		260,993	-
TOTAL OPERATING INCOME (A)		<u>1,438,886</u>	<u>-</u>
Salary & Allowances		2,492,000	-
Rent, Taxes, Insurance, Electricity etc.		-	-
Legal Expenses		-	-
Postage, Stamp, Telecommunication etc.		-	-
Stationery, Printing, Advertisement etc.		4,530	-
Managing Director's Salary & Fees		-	-
Directors' Fee & Other Benefits		-	-
Audit Fees		-	-
Charges on Loan Losses		-	-
Depreciation and Repair of Bank's Assets		-	-
Other Expenses		13,600	-
TOTAL OPERATING EXPENSES (B)		<u>2,510,130</u>	<u>-</u>
Profit / (Loss) Before Provision (C) = (A - B)		(1,071,244)	-
Specific provision		-	-
General provision		-	-
Provision for off-balance sheet items		-	-
Provision for diminution in value of investments		-	-
Other provision		-	-
Total Provision (D)		<u>-</u>	<u>-</u>
Total Profit / (Loss) before Taxes (E)=(C - D)		<u>(1,071,244)</u>	<u>-</u>

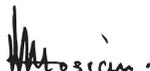
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Managing Director

Signed as per our Annexed report of same Date

Dated, Dhaka
March 27, 2011



Director



Vice Chairman



Chairman



HOWLADAR YUNUS & CO.
Chartered Accountants

Standard Bank Limited

Balance Sheet of Merchant Banking Wing as at 31st December, 2010

	Notes	2010 Taka	2009 Taka
PROPERTY & ASSETS			
CASH			
CASH		-	-
Cash in Hand (including foreign currencies)		-	-
Balance with Bangladesh Bank & Its Agent Banks (including foreign currencies)		-	-
BALANCE WITH OTHER BANKS AND FINANCIAL INSTITUTIONS			
		45,236,481	9,632,307
In Bangladesh		45,236,481	9,632,307
Outside Bangladesh		-	-
MONEY AT CALL AND ON SHORT NOTICE			
		-	-
INVESTMENTS			
		893,142,871	334,937,255
Government		-	-
Others		893,142,871	334,937,255
LOANS AND ADVANCES / INVESTMENTS			
		1,150,944,380	822,450,864
Loans, Cash Credits, Over Draft etc.		1,150,944,380	822,450,864
Bills Purchased and Discounted		-	-
FIXED ASSETS INCLUDING PREMISES, FURNITURE & FIXTURE			
		7,206,792	7,065,886
OTHER ASSETS			
		254,998,166	849,650
NON-BANKING ASSETS			
		-	-
TOTAL ASSETS		2,351,528,690	1,174,935,962
LIABILITIES & CAPITAL			
Liabilities			
Borrowings from Standard Bank Limited		1,549,089,075	1,100,842,380
DEPOSITS AND OTHER ACCOUNTS			
		100,933,732	7,004,395
Current Deposits		100,933,732	7,004,395
Bills Payable		-	-
Savings Bank / Deposits		-	-
Short Term Deposits		-	-
Fixed Deposits		-	-
Deposits Under Schemes		-	-
OTHER LIABILITIES			
		2,068,419	1,808,000
Total profit/(loss) before taxes		699,437,464	65,281,187
TOTAL LIABILITIES		2,351,528,690	1,174,935,962

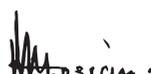
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Managing Director

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Dated, Dhaka
March 27, 2011



Director



Vice Chairman



Chairman

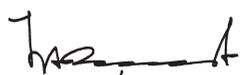
Howladar Yunus
HOWLADAR YUNUS & CO.
Chartered Accountants

Standard Bank Limited

Profit and Loss Account of Merchant Banking wing for the year ended December, 2010

	Notes	2010 Taka	2009 Taka
Interest Income		198,147,433	16,276,253
Interest paid on Deposits & Borrowings etc.		197,644,885	18,741,504
Net Interest / on Investments		502,548	(2,465,251)
Investment Income		570,736,022	54,582,868
Settlement Fees		153,363,617	10,453,963
Other Operating Income		10,933,915	7,732,108
TOTAL OPERATING INCOME (A)		735,536,102	70,303,688
Salary & Allowances		7,234,549	2,123,035
Rent, Taxes, Insurance, Electricity etc.		1,906,780	324,300
Legal Expenses		-	-
Postage, Stamp, Telecommunication etc.		40,654	8,000
Stationery, Printing, Advertisement etc.		658,285	99,764
Managing Director's Salary & Fees		-	-
Directors' Fee & Other Benefits		150,000	-
Depreciation and Repair of Bank's Assets		999,797	249,268
Other Expenses		25,108,573	2,218,134
TOTAL OPERATING EXPENSES (B)		36,098,638	5,022,501
Profit / (Loss) Before Provision (C) = (A - B)		699,437,464	65,281,187
Specific provision		-	-
General provision		-	-
Provision for diminution in value of investments		-	-
Other provision		-	-
Total Provision (D)		-	-
Total Profit / (Loss) before Taxes (E)=(C - D)		699,437,464	65,281,187

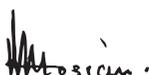
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Managing Director

Signed as per our Annexed report of same Date

Dated, Dhaka
March 27, 2011



Director



Vice Chairman



Chairman



HOWLADAR YUNUS & CO.
Chartered Accountants

Standard Bank Limited

Notes to the Financial Statements for the year ended 31st December, 2010

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 on in 2003 and its shares are listed with Dhaka Stock Exchange and Chittagong Stock Exchange. Now it has 58 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.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation Financial Statements

The Financial statements of the Bank are made upto 31 December 2010 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."

2.1 Consolidation of Branches

A separate set of records for consolidating the statement of Affairs and Income & Expenditure Statements of the Branches are maintained at Head Office of the Bank from which these financial statements have been prepared.

2.2 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.

2.3 Reporting Period

These financial statements cover on calendar year from January 1 to December 31, 2010.

2.4 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.

2.5 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 areas where assumptions and estimates are significant to the Financial Statements are described in the following:

1. Income Taxes
2. Deferred Taxation
3. Depreciation

2.6 Revenue Recognition

Loans and Advances

- i) Interest on unclassified loan and advance is calculated on a daily product basis but charged and accounted for quarterly and in some cases yearly on accrual basis.
- ii) No interest is charged on loan classified as bad and loss.
- iii) Interest is charged on classified loans and advances as per BCD Circular No. 34 of 1989, BCD Circular No. 20 of 1994, BCD Circular No. 12 of 1995, BRPD Circular No. 16 of 1998 and BRPD Circular No. 9 of 2001 and such interest is not included in income and credited to interest suspense account.
- iv) Interest suspense and penal interest, if any, calculated on classified advances is taken as income in the year of receipt of such interest from the defaulting borrowers.
- v) Commission and discounts on Bills Purchased and discounted are recognized at the time of realization.

Foreign Currency transaction are converted into equivalent local currency using the ruling exchange rate on the date of such transaction.

Investments

All investment's values and Classification are assessed under the "Accounting for Investment" Bangladesh Accounting Standard (BAS-25) which is shown below :

Items	Applicable Accounting Value
Government Treasury Bill	Present value
Prize Bond & Other Bond	Cost Price
Shares & Debentures	Cost Price

2.7 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.

2.8 Loan and Advances

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 respectively at the following rates:

A. For Unclassified Loans and Advances	Rate
General Provision on Standard Loans and Advances	1%
General Provision on Standard Loans to Small Enterprises & Medium Enterprise	1%
General Provision on Standard Loans to housing finance and on loans for professionals	2%
General Provision on Standard Consumer Financing	2%
General Provision on Special Mention Account	5%
B. For Classified Loans and Advances	
Specific Provision on Substandard Loans and Advances	20%
Specific Provision on Doubtful Loans and Advances	50%
Specific Provision on Bad/Loss Loans and Advances	100%

2.9 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 Banks 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 follow 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.

2.10 Provisions for off balance sheet exposures

BRPD Circular No- 10 (18 September, 2007) requires a general provisions for off balance sheet exposures to be calculated at 1% (2007:0.50%) on off balance sheet exposures . Accordingly, we have recognized a provision of 1% on the following off balance sheet items.

- Acceptance and endorsements
- Letter of Credit
- Letter of Guarantee

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 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 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	5%
Furniture & Fixtures	10%
Office Appliances	20%
Vehicles	20%

2.13 Deposits and Other Accounts

Deposits and other accounts includes bills payable have been analyzed in terms of the maturity grouping showing separately other deposits and inter-bank deposits.

2.14 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 2009 of the accounting profit made by the Bank after considering some of the Taxable add backs of income and disallowances of expenditures.

2.15 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).

2.16 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 Trustee 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 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 2010 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.

2.17 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 Trustee consisting of seven members.

2.18 Risk Management

In the ordinary course of business, the Bank is exposed to a variety of risks the most important of which are credit risk, market risk and liquidity risk. These risks are identified, measured and monitored through various control mechanisms across the Bank in order to price facilities and products on a risk adjusted basis and to prevent undue risk concentration.

2.19 Credit Risk Management

Credit risk is the risk of default by counter parties to transactions.

The management of specific credit risk is devolved to individual business units. The Banks credit risk management function ensures that appropriate policies are established and ensures compliance with the related credit sanction monitoring procedures and controls at the business unit level. Credit exposures are aggregated from individual business units and are monitored at the Bank level on a regular basis.

Portfolio monitoring is carried out by asset quality (credit rating), sector of the economy and country. As in other parts of the Bank business, a program of regular audits is followed by the Banks credit control staff.

The Banks exposure to risk from its lending activities is diversified both geographically and in the various sectors of the economy.

2.20 Market Risk

Market risk is the risk of adverse movements in the level of interest rates, in the rate of exchange between currencies and market price of securities and other financial contracts. Accordingly, these movements may affect the Bank's profitability. Market risk is actively managed at an individual business unit level and is monitored and reviewed at both individual business and the Bank level by an independent bank risk management function to ensure compliance with market risk limits.

Interest rate risk is the Banks exposure to adverse movements in interest rates. It arises as result of timing differences on the repricing of assets and liabilities. Interest rates on assets and liabilities denominated in Bangladeshi Taka are regulated by the Bangladesh Bank and the fluctuations are relatively predictable. The Bank closely monitored interest rates movements in other currencies and the interest rate level and repricing maturity structure of its assets and liabilities.

Currency risk results from adverse movements in the rate of exchange between currencies if there is a net currency position in one or more currencies. The net position in any currency is monitored on a continuous basis so that it is limited within set limits.

2.21 Liquidity Risk

Liquidity risk is the risk that the Bank is unable to meet payments obligations and potential payment obligation as and when these fall due without incurring unacceptable losses.

The businesses of the Bank require a stable flow of funds both to replace existing deposits as they mature and to satisfy demands of customers for additional borrowing. Undrawn borrowing facility commitments and the level of outstanding contingent obligation are taken into consideration in monitoring the Banks liquidity position.

To manage the risk, the Bank maintains at all times a diversified stock of highly liquid assets in the principal currencies.

The responsibility for liquidity rest with assets and liability management committee at each location subject to overall control by Bank treasury.

2.22 General

- a) Wherever considered necessary figures of previous year have been rearranged for comparison purposes.
- b) Figures appearing in these accounts have been rounded off to the nearest Taka.

	2010 Taka	2009 Taka
3. CASH		
3.1 Cash in hand		
In local Currency	317,716,755	272,484,421
In Foreign Currency	29,589,022	13,294,811
Total	347,305,777	285,779,232
3.2 Balance with Bangladesh Bank and its agent bank(s) (including foreign currency)		
In local Currency	3,504,055,109	2,050,693,519
In Foreign Currency	753,953,728	701,470,018
Total	4,258,008,837	2,752,163,537
Sonali Bank as agent of Bangladesh Bank Local currency	146,074,965	30,810,300
	4,404,083,802	2,782,973,837
Total	4,751,389,579	3,068,753,069
3.3 Cash Reserve Requirement (CRR) and Statutory Liquidity Requirement (SLR)		
Cash Reserve Requirement and Statutory Liquidity Requirement have been calculated and maintained in accordance with section 33 of Bank Companies Act 1991 and BRPD circular No. 11 and 12, dated August 25, 2005 and MPD circular No.04 dated 01.12.2010.		
The Cash Reserve Requirement on the Bank's time and demand liabilities at the rate of 6% has been calculated and maintained with Bangladesh Bank in current account and 19% Statutory Liquidity Ratio, including CRR, 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:		
a) Cash Reserve Requirement (CRR) 6% of Average Demand and Time Liabilities :		
Required Reserve	3,197,300,000	1,897,759,000
Actual Reserve maintained	3,504,055,109	2,081,503,819
Surplus/(Deficit)	306,755,109	183,744,819
b) Statutory Liquidity Requirement (SLR) 19% of average Demand and Time Liabilities:		
Required Reserve (including CRR)	10,124,784,000	6,831,933,000
Actual Reserve maintained (including CRR)	10,526,194,241	7,081,354,249
Surplus/(Deficit)	401,410,241	249,421,249
Total Required Reserve	10,124,784,000	6,831,933,000
Total of actual reserve held	10,526,194,241	7,081,354,249
Total Surplus	401,410,241	249,421,249
3.4 Held for Statutory Liquidity Ratio		
Cash in hand	347,305,777	285,779,232
Balance with Bangladesh Bank and its agent bank(s)	3,650,130,074	2,078,256,570
Government Securities (note-6.ii)	6,066,949,897	4,297,512,398
Government bonds (note-6.ii)	461,808,493	416,558,800
	10,526,194,241	7,078,107,000
Less: Repo from Held for Trading (Treasury Bill & Bond)	-	-
	10,526,194,241	7,078,107,000
3(a) Consolidated cash		
ai Cash in hand		
Standard Bank Limited (note-3.1)	347,305,777	285,779,232
Standard Exchange Co.(UK) Ltd.	3,787,875	8,367,245
	351,093,652	294,146,477
aii Balance with Bangladesh Bank and its agent bank(s)		
Standard Bank Limited (note-3.2)	4,404,083,802	2,782,973,837
Standard Exchange Co.(UK) Ltd.	-	-
	4,404,083,802	2,782,973,837
	4,755,177,454	3,077,120,314
4. Balance with other Bank and financial institutions		
In Bangladesh (note 4.1)	212,186,357	44,542,377
Outside Bangladesh (note 4.2)	754,571,746	593,704,321
	966,758,103	638,246,698

	2010	2009
	Taka	Taka
4.1 In Bangladesh		
Current Deposits	-	-
Short Term Deposit (STD)		
Basic Bank Limited	1,805,733	100,586
Prime Bank Limited	670	670
IFIC Bank Limited	51,834	53,006
National Bank Limited	7,318	7,318
Agrani Bank Limited	3,009,292	228,140
Janata Bank Limited	11,250,549	5,362,213
The City Bank Limited	79,046	8,149,500
Eastern Bank Limited	50,240	3,008,048
SBL Principal Branch	45,236,481	9,632,306
Dutch Bangla Bank	411,593	-
Trust Bank Ltd.	483,751	-
Standard Chartered Bank	1,737,928	-
Premier Bank Limited	590	590
	64,125,025	26,542,377
Savings Deposit	-	-
Fixed Deposits		
Hajj Finance Company Ltd.	39,755,000	18,000,000
Lankabangla Finance Ltd.	50,000,000	-
Al-Arafa Islami Bank Ltd.	33,306,332	-
Islami Bank Window (Topkhana)	25,000,000	-
	148,061,332	18,000,000
	212,186,357	44,542,377
4.2 Outside Bangladesh (Nostro Accounts)		
In Current account		
Interest Bearing		
Standard Chartered Bank, New York	80,986,907	94,592,729
Mashreq Bank Psc, New York	91,963,758	12,164,571
HSBC Bank, New York	224,361,493	323,558,633
Wachovia Bank , N.A., New York	23,345,803	19,356,820
Citi Bank, N.A., New York	136,302,974	24,945,541
ICICI Bank Ltd., Mumbai, India	13,530,155	9,892,689
A.B. Bank LTD. MUMBAI	10,038,936	12,713,546
Non Interest Bearing		
HSBC, Mumbai, India	3,567,089	3,603,536
AXIS Bank Limited, Kolkata	60,753	59,479
Standard Chartered Bank Ltd., Kolkata, India	-	1,613,679
Standard Chartered Bank Ltd., Mumbai, India	6,656,094	138,533
Standard Chartered Bank Ltd.,Frankfurt	3,984,589	117,916
Standard Chartered Bank Ltd., Tokyo	1,030,056	63,601
ICICI Bank Ltd., Hongkong	9,335,312	6,856,157
Nepal Bangladesh Bank Ltd, Kathmundu	268,665	35,423
HSBC Bank, Karachi, Pakistan	5,623,436	4,890,379
Bhutan National Bank, Bhutan	17,737	3,459,920
Commerz Bank, Frankfurt	13,197,477	38,370,852
Habib American Bank Ltd.	114,875,329	-
Mashreq Bank ,London	103,556	125,571
HSBC Bank Plc, London, UK	14,888,964	37,097,289
HSBC Bank Australia Ltd, Sydney, Australia	432,663	47,457
	754,571,746	593,704,321
Total	966,758,103	638,246,698

(Annexure-A may kindly be seen for details)

	2010 Taka	2009 Taka
4.3 Maturity grouping of balance with other banks and financial institutions		
Payable on demand	-	-
Up to 1 month	818,696,771	620,246,698
Over 1 month but not more than 3 months	33,306,332	-
Over 3 months but not more than 1 year	114,755,000	18,000,000
Over 1 year but not more than 5 years	-	-
Over 5 years	-	-
	966,758,103	638,246,698
4(a) Consolidated Balance with other banks and financial institutions In Bangladesh		
Standard Bank Limited (note-4.1)	212,186,357	44,542,377
Standard Exchange Co.(UK) Ltd.	-	-
	212,186,357	44,542,377
Outside Bangladesh		
Standard Bank Limited (note-4.2)	754,571,746	593,704,321
Standard Exchange Co.(UK) Ltd.	7,776,452	-
	762,348,198	593,704,321
	974,534,555	638,246,698
4(b) Net Balance with other banks and financial institutions		
Balance with other banks and financial institutions(note-4)	966,758,103	638,246,698
Less: Borrowing from other banks and financial institutions(note-10)	-	-
	966,758,103	638,246,698
4(c) Consolidated Net Balance with other banks and financial institutions		
Balance with other banks and financial institutions(note-4a)	974,534,555	638,246,698
Less: Borrowing from other banks and financial institutions(note-10)	-	-
	974,534,555	638,246,698
5. Money at Call and Short Notice		
Banking Company		
Dhaka Bank Limited	30,000,000	-
Bank Asia Limited	-	150,000,000
Uttara Bank Limited	-	100,000,000
Mutual Trust Bank	70,000,000	-
National Bank Of Pakistan	50,000,000	-
AB Bank Limited	-	380,000,000
	150,000,000	630,000,000
Non-Banking Financial Institutions		
ICB	150,000,000	-
Total	300,000,000	630,000,000
5.1 Maturity grouping of Money at Call and Placements:		
Payable on demand	300,000,000	630,000,000
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	-	-
	300,000,000	630,000,000
6. Investments		
I) Investment classified as per Bangladesh Bank Circular:		
Held for trading (HFT)	5,981,005,000	4,084,905,398
Held to maturity (HTM)	547,118,090	627,807,000
Other Securities	1,115,339,955	646,409,543
	7,643,463,045	5,359,121,941

	2010 Taka	2009 Taka
ii) Investment classified as per nature:		
a) Government securities		
Treasury Bill-at market value		
28 days Treasury Bills	-	-
91 days Treasury Bills	445,048,000	29,989,000
182 days Treasury Bills	735,598,000	1,346,440,398
364 days Treasury Bills	4,886,303,897	2,921,083,000
2 years Treasury Bills	-	-
5 years Treasury Bills	-	-
	6,066,949,897	4,297,512,398
	6,066,949,897	4,297,512,398
b) Government bonds		
Prize bonds	635,300	1,358,800
5 years Government bonds	461,173,193	415,200,000
	461,808,493	416,558,800
	461,808,493	416,558,800
Total Government Investment	6,528,758,390	4,714,071,198
c) Subordinated Bond		
Dhaka Bank	50,000,000	-
National Bank Ltd	50,000,000	-
	100,000,000	-
d) Other Investments		
Quoted Shares (Note-6.3)	971,055,371	621,816,549
Unquoted Shares (Note-6.3)	43,649,284	23,234,194
	1,014,704,655	645,050,743
Total other Investment	1,114,704,655	645,050,743
Total Investment	7,643,463,045	5,359,121,941
6.1 Maturity grouping of Investments :		
On demand	937,427,455	646,409,543
Up to 1 month	-	-
Over 1 month but not more than 3 months	445,048,000	29,989,000
Over 3 months but not more than 1 year	735,598,000	1,346,440,398
Over 1 year but not more than 5 years	4,886,303,897	2,921,083,000
Over 5 years	639,085,693	415,200,000
	7,643,463,045	5,359,121,941
6.2 Government Bond		
5 years Government Bond	461,173,193	415,200,000
	461,173,193	415,200,000
6.3 Investment in shares		
Quoted Shares		
Aftab Auto Ltd	100,000,019	-
Atlas Bangladesh	287	702,105
Al-Arafa Bank Ltd.	-	3,845,760
Bxpharma	-	10,790,418
Bextex Ltd.	-	25,366,709
BSRM Steels Ltd	34,232,495	-
Bank Asia Limited	-	3,136,588

	2010	2009
	Taka	Taka
BRAC Bank Ltd.	-	6,915,608
BIFC	-	9,430,063
BD Com Preference Share	1,500,000	-
Dhaka Bank Limited	9,051,744	-
Eastern Cables	-	27,690,839
EXIM Bank Ltd.	-	9,095,915
Fareast Islamic life insurance	27,350,688	27,101,478
First Security Bank Ltd.	-	3,508,725
Fu-wang Food	540,181	-
Fuwang Ceramics	-	8,359,405
Grameen Phone Ltd	130,070,325	-
Grameen Mutual Fund-2	9,931,220	-
Green Delta Mutual Fund	3,316,038	-
Global Insurance	5,656,542	-
ICB AMCL 2nd NRB Mutual Fund	69,792,096	-
ICB AMCL 2nd Mutual Fund	6,981,332	-
ICB Islami Bank Ltd.	13,765,133	-
IFIC Bank 1st Mutual Fund	8,585,880	-
Islamic Finance	-	17,812,607
Islami Bank Ltd.	-	7,919,444
Islami Insurance Bd. Ltd.	5,996,932	-
IDLC	-	-
ICB 2nd NRB	-	6,407,435
Jamuna Bank Ltd.	2,478,865	-
Jamuna Oil Co. Ltd.	49,155,197	-
Janata Bank 1st Mutual Fund	4,167,338	-
Khulna Power Company Ltd	34,234,511	-
Lafarge Surma Cement	-	39,104,306
Lanka Bangla Finance	24,092,210	7,150,331
Mercantile Bank Ltd.	133	4,648,399
Mutual Trust Bank Ltd.	-	8,989,946
Meghna Life Insurance Ltd	15,593,688	-
Meghna Petroleum	16,124,203	-
Midas Finance	24,459,577	-
Marico Bangladesh Limited	-	21,175,246
M I Cement Factory Ltd	3,007,505	-
Navana CNG Ltd	-	2,701,958
National Housing Finance	16,704,830	-
Nitol Insurance	9,741,520	-
One Bank Ltd.	-	3,471,242
Power Grid	-	32,828,523
Prime Bank Ltd.	16,532,117	4,655,630
Premier Bank Ltd.	-	12,447,472
Prime Finance	11,717,964	5,974,600
Prime Islami Life Ins. Co.	22,374,892	2,901,846
Paramount Insurance	4,697,007	-
Phonenix Finance 1st Mutual Fund	3,913,354	-
Popular life 1st Mutual Fund	10,009,000	-
Prime Bank 1st Mutual Fund	2,712,658	-
Pragati Insurance	37,760,113	-
RAK Ceramics BD Ltd	8,448	-
Reneta Limited	19,264	288,958
Square Pharma	-	46,909,443
Summit Alliance port ltd	-	449,123
Summit Power ltd	57,492,381	68,590,712

	2010	2009
	Taka	Taka
Summit Power (Preference Share) Ltd.	1,000,000	-
Sandhani Life Insurance	-	697,632
Standard Insurance	16,318,487	-
Southest Bank Ltd.	-	24,118,471
Shahjalal Islami Bank Ltd.	-	5,278,500
Social Investment Bank Ltd.	-	2,174,991
Trust Bank 1st Mutual Fund	2,697,199	2,000,000
Titas Gas	59,140,841	157,176,121
Union Capital	2,411,333	-
United Airways(BD) Ltd.	17,807,324	-
Preference share of SUPCL & SPPCL	77,912,500	-
	971,055,371	621,816,549
Unquoted Shares		
Central Depository Bangladesh Limited (CDBL)	8,833,340	2,000,000
SWIFT	1,198,135	1,198,135
Standard Exchange Co. (UK) Ltd.	33,617,809	20,036,059
	43,649,284	23,234,194
(Details of Investment in shares have been shown in Annexure-B)		
6(a) Consolidated Investments		
Government		
Standard Bank Limited (note-6)	6,528,758,390	4,714,071,198
Standard Exchange Co.(UK) Ltd.	-	-
	6,528,758,390	4,714,071,198
Others		
Standard Bank Limited (note-6.3)	1,114,704,655	645,050,743
Standard Exchange Co.(UK) Ltd.	(36,321,375)	(18,783,502)
	1,078,383,280	626,267,241
	7,607,141,670	5,340,338,439
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	8,404,599,361	4,964,970,381
Loans (General) (Including Bai-Muajjal)	12,383,350,261	8,340,441,617
Cash credit/ Murabaha	8,814,386,973	6,945,548,645
House Building Loans	1,403,691,599	945,775,652
Staff Loans	233,365,004	180,330,663
Transport Loans	716,811,223	550,534,817
Loans Against Trust Receipt	7,842,811,953	7,528,662,308
Payment Against Document	3,233,821,393	3,113,696,518
Packing Credit	1,055,703,883	654,657,791
Forced Loan	74,478,320	80,084,874
Lease Finance / Izara	792,835,726	810,272,403
Syndicate/Club Finance	1,168,721,489	1,076,016,231
SME/SE	3,395,742,480	1,509,435,430
Consumer Credit Scheme/Hire purchase	53,285,533	22,900,520
	49,573,605,198	36,723,327,850
Outside Bangladesh	-	-
	49,573,605,198	36,723,327,850

	2010 Taka	2009 Taka
ii) Bills purchased and discounted		
Payable inside Bangladesh		
Inland bills purchased	1,805,640,798	1,103,427,939
Payable outside Bangladesh		
Foreign bills purchased and discounted	378,443,077	228,997,358
	2,184,083,875	1,332,425,297
Total	51,757,689,073	38,055,753,147
7.1 Net loans and advances/Investments		
Loans and advances/Investments(note-7)	51,757,689,073	38,055,753,147
Less:		
Non-performing loans and advances/Investments(note-7.9)	1,016,670,868	696,521,000
Interest suspense (note-12.4)	111,029,237	67,480,183
Provision for loans and advances/Investments(note-12.2)	1,070,460,006	756,795,177
	2,198,160,111	1,520,796,360
	49,559,528,962	36,534,956,787
7.2 Residual maturity grouping of loans and advances/Investments including bills purchased and discounted		
Repayable on demand	-	-
Up to 1 month	4,832,772,333	734,742,672
Over 1 month but not more than 3 months	20,291,804,700	10,871,356,184
Over 3 months but not more than 1 year	8,615,315,150	6,111,375,363
Over 1 year but not more than 5 years	11,606,853,200	17,067,047,928
Over 5 years	6,410,943,690	3,271,231,000
	51,757,689,073	38,055,753,147
7.3 Loans and advances/Investments under the following broad categories		
Loans	32,354,618,864	24,812,808,824
Cash Credit	8,814,386,973	6,945,548,645
Overdraft	8,404,599,361	4,964,970,381
	49,573,605,198	36,723,327,850
Bills purchased and discounted	2,184,083,875	1,332,425,297
	51,757,689,073	38,055,753,147
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)	150,730,000	100,531,000
b) Loans and advances/Investments to Chief Executive and other senior executives (including staff)	239,640,000	180,331,000
c) Loans and advances/Investments to customers group :		
i) Commercial lending	11,205,125,715	10,166,800,000
ii) Export financing	3,191,500,000	1,846,600,000
iii) House building loan	1,474,609,000	825,524,000
iv) Consumers Credit Scheme	121,077,805	90,600,000
v) Small and medium enterprises	3,395,742,480	787,800,000
vi) Special program loan	331,900,000	213,200,000
vii) Other Loans and advances/Investments	3,218,700,000	2,648,967,147
	22,938,655,000	16,579,491,147

	2010	2009
	Taka	Taka
d) Industrial Loans/Investments		
i) Agricultural Industries	357,800,000	309,700,000
ii) Textile Industries	10,287,789,073	6,833,400,000
iii) Food and allied Industries	775,300,000	495,700,000
iv) Pharmaceuticals Industries	469,800,000	610,500,000
v) Leather, Chemical and Cosmetics etc	144,200,000	155,200,000
vi) Cement and Ceramic Industries	1,129,875,000	1,159,900,000
vii) Service Industries	3,281,900,000	2,038,400,000
viii) Transport and Communication Industries	2,483,700,000	1,366,500,000
ix) Other Industries	9,498,300,000	8,226,100,000
	<u>28,428,664,073</u>	<u>21,195,400,000</u>
Total Loans and advances/Investments	<u>51,757,689,073</u>	<u>38,055,753,147</u>
7.5 Geographical Location-wise Loans and advances/Investments:		
Urban:		
Dhaka Region	32,507,229,872	23,244,666,137
Chittagong Region	15,037,980,488	12,179,767,029
Sylhet Region	231,390,774	220,728,782
Rajshahi Region	347,952,022	204,469,247
Khulna Region	2,115,845,009	1,657,914,264
Rangpur Region	280,974,702	583,414
Barisal Region	41,503,397	27,129,501
	<u>50,562,876,264</u>	<u>37,535,258,374</u>
Rural :		
Dhaka Region	953,235,009	466,918,568
Chittagong Region	90,898,065	52,468,583
Sylhet Region	22,092,914	1,107,622
Rajshahi Region	-	-
Barisal Region	3,538,203	-
Khulna Region	125,048,618	-
	<u>1,194,812,809</u>	<u>520,494,773</u>
Outside Bangladesh	-	-
Total	<u>51,757,689,073</u>	<u>38,055,753,147</u>
7.7 Details of pledged collaterals		
Collateral of movable/immovable assets	33,900,912,000	21,372,186,683
Export documents	1,391,185,000	1,551,048,149
Fixed deposit receipts (FDR)	2,738,760,000	1,953,776,552
Personal guarantee	11,654,770,000	7,330,741,570
Others securities	2,072,062,073	5,848,000,193
	<u>51,757,689,073</u>	<u>38,055,753,147</u>
7.8 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 648.72 crore as at 31 December, 2010 (Taka 473.85 Crore in 2009)		
Number of Clients	64	46
Amount of outstanding advances/Investments /Investments	3430.30 Crore	2104.82 Crore
Amount of classified advances/Investments/Investments	-	-
Measures taken for recovery	Not applicable	Not applicable

Name of Clients	Outstanding as on 31.12.10		Total Taka in Crore	
	Funded	Non-Funded	2010	2009
Navana Group	37.99	22.35	60.34	72.92
Meghna Group of Industries	-	2.31	2.31	0.51
Abdul Monem Group	18.63	0.91	19.54	34.97
Intramex Group	47.20	48.92	96.12	65.40
Anwar Group	56.56	21.72	78.28	64.52
Paradise Group	51.73	3.64	55.37	76.82
Paramount Group	61.30	2.25	63.55	60.05
Metro Group	37.16	2.50	39.66	55.30
Meghna Group	37.28	38.94	76.22	47.14
Concord Group	33.11	11.74	44.85	17.34
Radiance Group	16.38	11.75	28.13	28.13
Cosmos Group	17.92	56.41	74.33	72.94
Keya Group	37.33	5.87	43.20	57.20
Nitol Group	60.33	2.67	63.00	49.59
Baly Group	26.73	67.64	94.37	84.33
Madina Group	39.76	18.26	58.02	61.57
Chaity Group	60.31	165.92	226.23	81.47
KDS Group	20.23	30.51	50.74	40.48
PHP Group	-	-	-	27.88
Saad Musa Group	48.78	59.17	107.95	50.57
TK Group	-	-	-	18.68
Ambia Group	125.90	-	125.90	49.89
Zyta Apparels Ltd	14.21	43.78	57.99	52.50
Seven Circle (Bgh) Ltd.	9.81	7.17	16.98	8.07
Lakhsma Fashion Ltd.	16.42	73.63	90.05	38.35
Rose Sweaters Ltd	29.17	60.23	89.40	7.97
MAM Garments Ltd	61.61	41.94	103.55	54.28
Rangs properties Ltd	54.47	-	54.47	29.32
Iris Fabrics Ltd.	33.26	32.00	65.26	54.73
Everway Yarn Dyeing Ltd	41.20	71.75	112.95	113.23
Computer Source Ltd	12.67	36.13	48.80	37.64
Sinha Group	52.68	25.25	77.93	52.76
Mostafa Group	34.07	-	34.07	-
SR Synthetic Fibers Ltd	28.37	0.80	29.17	39.56
Anwer Khan Modern Hospital Ltd & Diagonistic Centre	48.75	0.21	48.96	41.57
Bashundhara Group	40.56	17.55	58.11	-
Partex Rotor Spinning Mills Ltd	32.99	5.81	38.80	60.20
Gemcon Group	24.82	8.83	33.65	54.52
Glory Group	49.57	7.22	56.79	-
Ehsan Steel Re-rolling Mills Ltd	-	-	-	28.77
Super Knitting & Dyeing Mills Ltd	22.57	39.01	61.58	44.64
Super Tread Ltd	29.60	6.48	36.08	50.86
Habib Steels Ltd	16.36	-	16.36	12.63
Kabir Steel Re-rolling Mills Ltd	-	-	-	16.55
Bengal Synthetic Fibers Ltd	22.24	7.41	29.65	29.55
Incontrade Ltd	61.11	11.45	72.56	53.00
SS Engineering & construction group Ltd	37.66	13.02	50.68	-
Nuruzzaman Khan Joni Textile Mills Ltd	29.64	53.74	83.38	75.37
ATCO International Parisha trade	25.92	25.46	51.38	31.05
Mir Akter Hossain ltd	16.20	17.67	33.87	-
Masud & Brothers	22.16	8.91	31.07	-
Bengal Trading	43.70	-	43.70	-
Premier cement mills Ltd	38.78	29.98	68.76	-
Shah cement industries Ltd	6.63	8.62	15.25	-
Masud Trading Co.	44.90	-	44.90	-
Nasir Tobacco ind. Ltd	16.20	-	16.20	-
Zaara Composite Textile Ltd	41.89	20.43	62.32	-
Libas Textile Ltd	8.31	30.90	39.21	-
B.J Geo Textile Ltd	43.46	30.75	74.21	-
Shezads Ltd	35.74	7.99	43.73	-
M/S Friends Traders	33.16	9.70	42.86	-
Ocean Group	78.60	8.91	87.51	-
Total	1,664.36	1,162.35	3,430.30	2,104.82

	2010 Taka	2009 Taka
7.9 Particulars of loans and advances/Investments		
i) Loans/Investments considered good in respect of which the Bank is fully secured	32,408,114,687	22,475,113,989
ii) Loans/Investments considered good against which the bank holds no security other than the debtors' personal guarantee	12,185,622,762	11,319,917,137
iii) Loans/Investments considered good secured by the personal undertaking of one or more parties in addition to the personal guarantee of the debtors	7,163,951,624	4,260,722,021
iv) Loans/Investments adversely classified; provision not maintained there against	<u>51,757,689,073</u>	<u>38,055,753,147</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	<u>239,640,000</u>	<u>180,331,000</u>
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	<u>150,730,000</u>	<u>100,531,000</u>
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.	<u>256,701,504</u>	<u>198,363,729</u>
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	<u>173,339,500</u>	<u>115,610,650</u>
ix) Due from banking companies	-	-
x) Total amount of Classified advances/Investments on which interest is not credited to income	<u>996,209,000</u>	<u>696,521,000</u>
a) Movement of Classified Loans and advances/Investments		
Opening Balance	696,521,000	508,869,000
Increase/(decrease) during the year	<u>299,688,000</u>	<u>187,652,000</u>
	996,209,000	696,521,000
b) Provision kept against loan classified as bad debts	<u>491,466,400</u>	<u>365,478,000</u>
c) Interest credited to interest suspense Account (note-12.4)	<u>111,029,237</u>	<u>67,480,183</u>
xi) Cumulative amount of written off loans/Investments		
Opening Balance	65,530,932	4,990,635
Amount written off during the year	-	65,530,932
	<u>65,530,932</u>	<u>70,521,567</u>
Amount realized against loan/Investments previously written off	<u>-</u>	<u>-</u>
The amount of written off / classified loans/Investments for which law suits have been filed	<u>716,937,495</u>	<u>464,804,966.11</u>

	2010 Taka	2009 Taka
7.10 Classification of loans and advances/Investments		
Unclassified:	50,741,018,205	37,359,232,147
Standard including staff loans/Investments	50,309,541,825	37,346,583,147
Special Mention Account (SMA)	431,476,380	12,649,000
Classified:	1,016,670,868	696,521,000
Sub standard	372,000	30,339,000
Doubtful	302,691,000	59,073,000
Bad/Loss	713,607,868	607,109,000
	<u>51,757,689,073</u>	<u>38,055,753,147</u>

7.11 Particulars of required provision for loan and advances/Investments

Status	Base for Provision	Rate %		
General Provision				
Unclassified loans/Investments (excluding SMA)	50,451,511,825	*Various	536,957,919	384,218,677
Special Mentioned Account	431,476,380	-	21,573,819	21,350
			558,531,738	384,240,027

* Provision on unclassified loan/Investments is kept @ 1% on general loans and advances/Investments and 2% on small enterprise financing and 5% on consumer financing.

Status	Base for Provision	Rate %		
Classified-specific provision				
Sub Standard	372,000	20	74,400	1,113,000
Doubtful	176,534,000	50	88,267,000	9,620,000
Bad/Loss	423,586,868	100	423,586,868	354,745,000
			511,928,268	365,478,000
Required provision for loans and advances/Investments			1,063,361,506	749,718,027
Total Provision maintained (note-12.2)			1,070,460,006	756,795,177
Excess/(Short) provision at 31 December			7,098,500	7,077,150

7.12 Particulars of required provision on Off-Balance Sheet Exposures

	Base for Provision	Rate %		
Acceptance and endorsements less margin	10,315,488,412		103,154,884	46,128,270
Letter of guarantee less margin	2,680,917,550	1%	26,809,176	24,433,914
Letter of credit less margin	8,146,602,051		81,466,021	60,141,540
Required provision of Off-Balance Sheet Exposures			211,430,080	130,703,724
Total provision maintained (note-13.4)			211,430,080	130,703,724
Excess/(short) provision at 31 December			-	-

	2010 Taka	2009 Taka
7.13 Suits filed by the bank (Branch wise details)		
Principal Branch	107,158,890	254,446,000
Topkhana Branch	5,400,000	4,514,000
Khulna Branch	144,644,351	2,536,000
Gulshan Branch	39,876,000	-
Sylhet Branch	16,989,727	17,074,000
Uttara Branch	73,705,448	69,675,347
Rajshahi Branch	6,198,699	6,198,699
Khatungonj Branch	230,286,380	2,504,920
Imamgonj Branch	40,208,000	58,956,000
Panthapath Branch	52,470,000	48,900,000
	716,937,495	464,804,966
7(a) Consolidated Loans and advances/Investments		
Standard Bank Limited (note-7)	49,573,605,198	36,723,327,850
Standard Exchange Co.(UK) Ltd.	-	-
	49,573,605,198	36,723,327,850
Consolidated bills purchased and discounted		
Standard Bank Limited (note-7)	2,184,083,875	1,332,425,297
Standard Exchange Co.(UK) Ltd.	-	-
	2,184,083,875	1,332,425,297
	51,757,689,073	38,055,753,147
7.14 Bills purchased and discounted		
Payable in Bangladesh	1,805,640,798	1,103,427,939
Payable outside Bangladesh	378,443,077	228,997,358
	2,184,083,875	1,332,425,297
7.15 Maturity grouping of bills purchased and discounted		
Payable within one month	-	-
Over one month but less than three months	378,443,077	228,997,358
Over three months but less than six months	1,805,640,798	1,103,427,939
Six months or more	2,184,083,875	1,332,425,297
8. Fixed assets including premises, furniture and fixture		
Land and Building	101,513,499	-
Furniture & Fixture	135,357,432	99,026,054
Office Appliance	188,350,920	129,856,508
Software	29,198,586	-
Bank's Vehicle	48,844,899	31,297,972
Total cost	503,265,336	260,180,534
Less: Accumulated Depreciation	129,327,683	87,332,641
Net book value at the end of the year (See Annexure-C for details)	373,937,653	172,847,893
8(a) Consolidated fixed assets including premises, furniture and fixture		
Standard Bank Limited (note-8)	373,937,653	172,847,893
Standard Exchange Co.(UK) Ltd.	4,754,578	5,663,602
	378,692,231	178,511,495

	2010	2009
	Taka	Taka
9. Other assets		
Stock of Stationery	12,302,127	9,868,205
Stamps in hand	602,540	446,919
Suspenses A/c (note-9.1)	105,268,535	72,876,476
Advance Deposit	1,382,831	876,612
Branch adjustments accounts (note-12.8)	-	3,369,597
Sundry Assets (note-9.2)	700,144,610	990,161,136
	819,700,643	1,077,598,945
9.1		
Suspense account includes amount paid against opening of proposed branches, advances against TA/DA, suspense others etc.		
9.2 Sundry Assets		
Advance Rent	116,648,540	35,771,559
Interest Receivable (note - 9.4)	277,025,541	91,988,749
Prepaid expenses	35,953,068	11,192,698
Advance Tax (note-9.3)	257,968,269	850,992,840
Excise duty adjustment on FDR	2,434,220	-
Demand Draft without advice	10,114,972	215,290
	700,144,610	990,161,136
9.3 Advance Tax		
Advance Corporate Tax	239,588,951	807,702,408
Advance Income tax on L/C Commission	12,121,242	26,179,371
Advance Income tax on Tr.Bill	-	10,742,398
Advance Income tax on Share dividend	1,061,835	1,222,970
Advance Income tax on Interest Balance with other banks	5,196,241	5,145,693
	257,968,269	850,992,840
9.4 Interest Receivable		
Amount represents interest receivable on Loan and advances/Investments, Treasury bills and other receivables etc.		
9(a) Consolidated other assets		
Standard Bank Limited (note-9)	819,700,643	1,077,598,945
Standard Exchange Co.(UK) Ltd.	3,076,000	3,330,476
	822,776,643	1,080,929,421
10. Borrowings from other banks, financial institutions and agents		
In Bangladesh (note-10.1)	-	-
Outside Bangladesh	-	-
	-	-
10.1 In Bangladesh		
Call Deposits	-	-
	-	-
Other Borrowings	-	-
	-	-
10.2 Security against borrowing from other banks, financial institutions and agents		
Secured	-	-
Unsecured	-	-
	-	-

	2010 Taka	2009 Taka
10.3 Maturity grouping of borrowing from other banks, financial institutions and agents		
Repayable on demand	-	-
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	-	-
	<u>-</u>	<u>-</u>
11. Deposits and other deposits		
Deposits from banks (note-11.1)	800,000,000	-
Deposits from customers (note.11.3)	57,544,441,292	42,548,116,057
	<u>58,344,441,292</u>	<u>42,548,116,057</u>
11.1 Despots' from banks		
Current deposits and other deposits	-	-
Bills payable	-	-
Savings bank/Mudaraba Savings deposits	-	-
Short-term deposits	-	-
Fixed deposits/Mudaraba Fixed Deposits	800,000,000	-
	<u>800,000,000</u>	-
11.2 Despots' from banks (Fixed Deposits)		
Sonali Bank Limited	800,000,000	-
	<u>800,000,000</u>	<u>-</u>
11.3 Customer Deposits		
i) Current deposits and other Deposits		
Current / Al-wadeeah current deposits	2,665,065,359	1,673,814,806
Foreign Currency deposits	1,227,621,122	1,001,009,530
Sundry deposits (note - 11.4)	3,326,018,093	2,272,131,293
	<u>7,218,704,574</u>	<u>4,946,955,629</u>
ii) Bills payable		
Pay orders issued	556,793,217	396,864,573
Pay slips issued	600	600
Demand draft	89,077,871	56,964,424
	<u>645,871,688</u>	<u>453,829,597</u>
iii) Savings bank Deposits/Mudaraba savings deposits	2,456,147,283	1,772,761,675
iv) Term Deposits/Fixed Deposits		
Fixed deposits/Mudaraba Fixed Deposits	43,187,607,133	31,705,720,488
Short term deposits	1,804,483,845	1,722,311,722
Deposits Under Schemes	2,231,626,769	1,946,536,946
	<u>47,223,717,747</u>	<u>35,374,569,156</u>
Total	<u>57,544,441,292</u>	<u>42,548,116,057</u>

	2010 Taka	2009 Taka
11.4 Sundry deposits		
Sundry creditors	35,010,443	123,907,479
Foreign currency held against back to back L/C	302,356,944	103,024,199
Margin on Letter of Guarantee	205,488,066	158,694,518
Margin on Letter of Credit	466,218,596	392,467,042
Margin on FDBP/IBP/Export bills etc.	421,843,858	227,054,283
Sales proceeds of PSP/BSP etc.	4,301,980	3,531,980
Risk Fund	3,098,852	1,612,452
Service charge	687,601	422,919
Security Money	2,388,938	1,202,747
SBL Employees Provident Fund	17,293	3,453,990
SBL Employees W. Fund	1,000,000	622,607
SBL Foundation	10,000,000	5,000,000
Interest payable on deposits	1,283,503,331	1,047,492,426
VAT, Excise Duty and Income Tax	171,583,470	117,999,510
Others	418,518,721	85,645,141
	3,326,018,093	2,272,131,293
11.5 Maturity analysis of inter-bank deposits		
Repayable on demand	-	-
Up to 1 month	-	-
Over 1 month but within 3 months	800,000,000	-
Over 3 months but within 1 year	-	-
Over 1 year but within 5 years	-	-
Over 5 years but within 10 years	-	-
Over 10 years	-	-
	800,000,000	-
11.6 Maturity analysis (Deposits received from other than banks)		
Other deposits		
Repayable on demand	4,538,558,169	3,128,653,934
Up to 1 month	4,228,284,366	741,680,915
Over 1 month but within 3 months	20,432,673,188	11,411,187,428
Over 3 months but within 1 year	8,509,115,743	5,534,700,829
Over 1 year but within 5 years	14,429,228,549	18,852,686,740
Over 5 years but within 10 years	6,206,581,277	2,729,206,211
Over 10 years	-	-
	58,344,441,292	42,398,116,057

	2010 Taka	2009 Taka
11.7 Maturity analysis (Bills payable)		
Other deposits		
Repayable on demand	645,871,688	453,829,597
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	-	-
	645,871,688	453,829,597
11.8 Payable on Demand and Time Deposits		
a) Demand Deposits		
Current / Al-wadeeah current Deposits	2,665,065,359	1,673,814,806
Savings Deposits/Mudaraba Savings deposits (10%)	245,614,728	159,548,551
Foreign Currency Deposits (non interest/profit bearing)	1,227,621,122	1,001,009,530
Sundry deposits	3,326,018,093	2,272,131,293
Bills payable	645,871,688	453,829,597
	8,110,190,990	5,560,333,777
b) Time Deposits		
Savings deposits/Mudaraba savings deposits (90%)	2,210,532,555	1,613,213,124
Fixed deposits/Mudaraba Term Deposits	43,187,607,133	31,705,720,488
Short term deposits/Mudaraba short term deposits	1,804,483,845	1,722,311,722
Deposits under schemes	2,231,626,769	1,946,536,946
Foreign currency deposits (interest/profit bearing)	-	-
	49,434,250,302	36,987,782,280
	57,544,441,292	42,548,116,057
11.9 Fixed Deposits- Maturity wise Grouping		
Repayable within 01 month	851,651,545	181,685,340
Repayable over 1 months but within 06 months	28,432,673,188	16,925,888,257
Repayable over 6 months but within 1 year	14,509,115,743	14,487,278,381
Repayable over 1 year but within 5 years	182,585,380	98,711,543
Repayable over 5 years but within 10 years	11,581,277	12,156,967
Unclaimed Deposits for 10 years and above	-	-
	43,987,607,133	31,705,720,488
11.10 Deposits Under Schemes		
Standard Bank Regular Deposit Programme(SRDP)	416,657,526	377,881,869
Double Income Plus (DI+)	1,165,053,695	1,073,448,990
Standard Bank Regular Income Programme(SRIP)	85,867,471	100,472,928
Savings scheme for Tk.10.00 lac	256,934,476	173,152,540
Savings scheme for Tk.5.20 lac	301,041,531	212,694,131
Marriage SB Insurance Scheme	727,951	721,385
SBL Lakhopati Plus Programme	115,500	-
SBL Millionaire Plus Programme	434,600	-
Life secured Deposit Insurance Programme(LSDIP)	4,794,019	8,162,102
	2,231,626,769	1,946,533,945

	2010 Taka	2009 Taka
11(a) Consolidated deposits and other deposits		
Current deposits and other deposits		
Standard Bank Limited (note-11.3)	7,218,704,574	4,946,955,629
Standard Exchange Co.(UK) Ltd.	-	-
	7,218,704,574	4,946,955,629
Bills payable		
Standard Bank Limited (note-11.3)	645,871,688	453,829,597
Standard Exchange Co.(UK) Ltd.	-	-
	645,871,688	453,829,597
Savings bank/Mudaraba savings deposits		
Standard Bank Limited (note-11.3)	2,456,147,283	1,772,761,675
Standard Exchange Co.(UK) Ltd.	-	-
	2,456,147,283	1,772,761,675
Short Term Deposits		
Standard Bank Limited (note-11.3)	1,804,483,845	1,722,311,722
Standard Exchange Co.(UK) Ltd.	-	-
	1,804,483,845	1,722,311,722
Term/Fixed deposits		
Standard Bank Limited (note-11.3)	43,987,607,133	31,705,720,488
Standard Exchange Co.(UK) Ltd.	-	7,389,323
	43,987,607,133	31,713,109,811
Deposits under schemes		
Standard Bank Limited (note-11.3)	2,231,626,769	1,946,536,946
Standard Exchange Co.(UK) Ltd.	-	-
	2,231,626,769	1,946,536,946
	58,344,441,292	42,555,505,380
12. OTHER LIABILITIES		
Provision for Taxation (note-12.1)	1,060,056,253	1,200,337,821
Deferred Tax (note-12.1a)	10,865,737	14,402,421
Exchange Equalization (note-12.5)	-	1,908,168
Accrued Expenses	10,126,489	4,974,899
General Provision for Unclassified Loans (note-12.2)	536,957,919	384,218,677
General Provision for SMA (note-12.2)	21,573,819	7,098,500
Specific provision for Classified loans (note-12.2)	511,928,268	365,478,000
Provision for classified others Assets (note-12.6)	100,000	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)	211,430,080	130,703,724
Interest Suspense Account (note-12.4)	111,029,237	67,480,183
Provision for Nostro A/c	42,575	-
Provision for Bonus	68,388,100	40,000,000
Provision for LFC	3,628,004	4,824,101
Branch adjustment	67,014,125	-
Dividend suspense A/c	40,997	-
Re-Finance from B Bank	4,300,000	-
Profit receivable on Bai Murabaha/Bai Muajjal	1,171,589	-
Standard Exchange U.K	-	(2,631,443)
Settlement of Central Clearing Account	24,977,290	-
Islamic Settlement Account	(21,891,240)	-
Total	2,626,514,473	2,223,670,282

	2010 Taka	2009 Taka
12.1 Provision for Taxation		
Opening Balance	1,200,337,821	680,337,821
Addition during the year	1,010,904,881	520,000,000
	2,211,242,702	1,200,337,821
Adjustment during the year	1,151,186,449	-
Closing Balance	1,060,056,253	1,200,337,821

Provision for taxation has been made on accounting profit considering taxable allowances/disallowances as per Income Tax Ordinance 1984 amounting to Tk 100,00,00,000.00 as current tax Provision for the year 2010(Assessment year 2011-2012). This provision for corporate tax has been made as per estimate of the bank's tax consultants.

12.1(a)Deferred Tax :

i) Written down value of fixed assets		
Carrying amount at balance sheet	373,937,653	172,847,893
Tax base	348,371,212	159,671,983
Taxable / (deductable) Temporary Difference	(25,566,441)	(13,175,910)
ii) Employees benefit	-	-
Carrying amount at balance sheet	-	-
Tax base	-	-
Taxable / (Deductable) Temporary Difference	-	-
Total temporary difference	(25,566,441)	(13,175,910)
Tax Rate	42.50%	42.50%
Deferred Tax asset/(Liability)	(10,865,737)	(5,599,762)
Opening Balance	14,402,421	14,402,421
Addition during the year	(3,536,684)	-
	10,865,737	14,402,421
Adjustment during the year	-	-
Closing Balance	10,865,737	14,402,421

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	384,218,677	274,739,000
Additional provision for the year	152,739,242	109,479,677
Provision held at the end of the year	536,957,919	384,218,677
ii) The movement in general provision on Special Mention Account (SMA) Loans		
Provision held at the beginning of the year	7,098,500	7,098,500
Additional provision for the year	14,475,319	-
Provision held at the end of the year	21,573,819	7,098,500
iii) The movement in specific provision for bad and doubtful debts		
Provision held at the beginning of the year	365,478,000	244,772,000
Amount written off during the year	-	-
Additional provision for the year	146,450,268	120,706,000
Provision held at the end of the year	511,928,268	365,478,000
Total	1,070,460,006	756,795,177

	2010 Taka	2009 Taka
12.3 The movement in General provision for Off Balance Sheet Items:		
Provision held at the beginning of the year	130,703,724	115,361,531
Additional provision for the year	80,726,356	15,342,193
Provision held at the end of the year	211,430,080	130,703,724
12.4 Interest Suspense Account		
Balance at the beginning of the year	67,480,183	54,176,990
Amount transferred to " Interest Suspense A/c" during the year +	43,549,054	13,303,193
Amount recovered in " Interest Suspense A/c" during the year (-)	-	-
Amount written off during the year (-)	-	-
Balance at the end of the year	111,029,237	67,480,183
12.5 Exchange Equalization		
Balance at the beginning of the year	1,908,168	1,906,398
Transfer to Profit and loss account	(1,908,168)	1,770
	-	1,908,168
12.6 Provision for classified others Assets		
Balance at the beginning of the year	100,000	100,000
Add: Addition during the year	-	-
	100,000	100,000
12.7 Provision for decrease in value of Investments		
Balance at the beginning of the year	4,775,231	24,775,231
Less: adjustment during the year	-	(20,000,000)
Add: Addition during the year	-	-
	4,775,231	4,775,231
<p>These securities are bought and held primarily for the purpose of selling them in future or held for dividend income. These are reported at cost. Unrealized gains or losses are not recognized in the profit and loss account.</p>		
12(a) Consolidated other liabilities		
Standard Bank Limited (note-12)	2,626,514,473	2,223,670,282
Standard Exchange Co.(UK) Ltd.	-	-
	2,626,514,473	2,223,670,282
12.8 Branch Adjustment (net up)		
<p>Branch adjustments account represents outstanding Inter-Branch and Head Office transactions(net) originated but yet to be responded at the balance sheet date. However, the status of unresponded entries of 31.12.2010 Tk.6,70,14,125/-</p>		

	Number of Unrespondent entries		Unrespondent entries (Amount-Tk.)	
	Dr.	Cr.	Dr.	Cr.
Less than 3 months	79	134	151,654,000	87,634,000
3 months to less than 6 months	12	26	4,255,125	1,261,000
6 months to less than 9 months	-	-	-	-
9 months to less than 12 months	-	-	-	-
12 months and more	-	-	-	-
	91	160	155,909,125	88,895,000

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 on the date of issue of Financial Statements.

13. Share Capital**13.1 Authorized Capital**

880,00,000 ordinary shares of Tk.100/- each **8,800,000,000** **8,800,000,000**

The Bank increased its authorized capital from Taka 300.00 crore to Taka 880.00 crore by passing a special resolution in the Bank's 25th extra Ordinary General Meeting held on 23rd April, 2008 at Bashundhara Convention Centre, Baridhara, Dhaka, Bangladesh. All corporate formalities were duly complied by the Bank as required.

13.2 Issued, subscribed and fully Paid up Capital :

66,00,000 ordinary shares of Taka 100/- each issued for cash	660,000,000	660,000,000
88,76,313 ordinary shares of Taka 100/- each issued as bonus shares	1,857,130,532	1,328,312,832
65,57,760 ordinary shares of Taka 100/- each issued as Right shares in 2007	655,776,000	655,776,000
	<u>3,172,906,532</u>	<u>2,644,088,832</u>

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.

13.5 Particulars of fully Paid up Share Capital :

13.5 Particulars of fully Paid up Share Capital :

Particulars	2010	2009	2010	2009
	No. of shares	No. of shares	%	%
Sponsors/Promoters	1,322,137,500	1,195,940,200	41.67%	45.23%
Investment Corporation of Bangladesh	166,474,700	143,335,300	5.25%	5.42%
ICB Investor's A/c	38,265,300	38,947,800	1.21%	1.47%
Financial Institutions	477,339,500	361,625,100	15.04%	13.68%
General Public	1,168,689,500	904,240,372	36.83%	34.20%
Total	3,172,906,500	2,644,088,772	100.00%	100.00%

13.6 Classification of Shareholders by holding as on 31 December, 2010

Shareholding range	Number of Share holders	No. of shares	Percentage of Holding
01-500	33414	3,622,055	11.42
501-5,000	2712	3,623,305	11.42
5,001-10,000	175	1,297,703	4.09
10,001-20,000	108	1,517,514	4.78
20,001-30,000	43	1,078,237	3.40
30,001-40,000	13	442,408	1.39
40,001-50,000	21	976,949	3.08
50,001-100,000	39	2,799,959	8.82
100,001-10,00,000	43	14,027,510	44.21
10,00,001 and over	2	2,343,425	7.39
	36570	31,729,065	100

13.7 Capital adequacy ratio

In terms of section 13(2) of the Bank Companies Act 1991 and Bangladesh Bank BRPD circular No.01, 14 and 10, dated January 08, 1996, November 16, 1996 and November 25, 2002 respectively, required capital of the Bank based on risk weighted assets at the close of business on 31 December 2010 was Tk. 6166,35,00,000/- as against available Core Capital of Tk.557,66,66,918/- and Supplementary Capital of Taka 79,41,56,290/- making a total of Taka.637,08,23,208/- thereby showing a surplus capital/equity of Taka. 82,11,08,208/- at that date. Details are given below:

	2010 Taka	2009 Taka
Core Capital (Tier-I)		
Paid up Capital	3,172,906,532	2,644,088,832
Statutory Reserve (note-14a)	1,512,356,644	1,033,683,881
General Reserve	-	20,000,000
Surplus Profit & Loss Account/Retained Earnings	891,403,742	509,825,053
Total Core Capital	5,576,666,918	4,207,597,766
Supplementary Capital (Tier-II)		
General Provision maintained against unclassified loan/investment (note-12.2)	558,531,738	391,317,177
Provision for Off-Balance sheet exposure(note-12.3)	211,430,080	130,703,724
Revaluation gain/loss on investments 50% of total (note-1)	24,194,472	7,063,043
Exchange Equalization Fund (note-12.5)	-	1,908,168
Total Supplementary Capital	794,156,290	530,992,112
A . Total Capital	6,370,823,208	4,738,589,878
Total Assets of the Bank including off-balance sheet items	88,781,275,078	62,862,194,011

	2010 Taka	2009 Taka
B. Total Risk Weighted Assets	61,763,400,000	34,938,651,000
C. Required Capital based on risk weighted assets (9% on B)	5,558,706,000	3,493,865,100
D. Surplus/(Deficiency) (A-C)	812,117,208	1,244,724,778
Capital Adequacy Ratio	10.31%	13.56%

Percentage of Capital on Risk weighted Assets:

Capital Requirement	2010		2009	
	Required	Held	Required	Held
Core Capital (Tier-I)	5.00%	9.03%	5.00%	12.04%
Supplementary Capital (Tier-II)	5.00%	1.29%	5.00%	1.52%
Total	10.00%	10.31%	10.00%	13.56%

13.8 Minimum Capital Requirement (MCR) Under Risk Based Capital (Basel-II)

A. Eligible Capital:	Taka in Crore	Taka in Crore
1. Tier-1 (Core Capital)	557.67	420.76
2. Tier-2 (Supplementary Capital)	79.42	53.10
3. Tier-3 (Eligible for Market Risk only)	-	-
4. Total Eligible Capital (1+2+3) :	637.08	473.86
B. Total Risk Weighted Assets (RWA):	6,176.34	4,974.46
C. Capital Adequacy Ratio (CAR) (A4/B)*100	10.31%	9.53%
D. Core Capital to RWA (A1/B)*100	9.03%	8.46%
E. Supplementary Capital to RWA (A2/B)*100	1.29%	1.07%
F. Minimum Capital Requirement (MCR) = 9% of RWA	555.87	497.45

	2010 Taka	2009 Taka
14 Statutory Reserve		
Opening balance at the beginning of the year	1,035,446,181	776,833,978
Addition during the year	476,910,463	258,612,203
Closing balance at the end of the year	1,512,356,644	1,035,446,181
14(a) Consolidated Statutory Reserve		
Opening balance at the beginning of the year	1,033,683,881	776,833,978
Addition during the year	478,672,764	256,849,903
Closing balance at the end of the year	1,512,356,645	1,033,683,881
15. General Reserve		
Opening balance at the beginning of the year	20,000,000	-
Transferred from diminution in value of investments	(20,000,000)	20,000,000
Closing balance at the end of the year	-	20,000,000

	2010 Taka	2009 Taka
15(a) Revaluation gain/loss on investments		
Gain from revaluation of investment (HFT & HTM)	14,126,086	2,620,849
Adjustment during the year	(14,126,086)	(2,620,849)
Addition during the year	48,388,943	14,126,086
Closing balance at the end of the year	48,388,943	14,126,086
15(b) Consolidated revaluation gain/loss on investment		
Standard Bank Limited	48,388,943	14,126,086
Gain on revaluation of investment at Standard Exchange co.UK	-	-
	48,388,943	14,126,086
16. Retained earnings/movement of profit and loss account		
Balance on 1 January	516,874,255	2,425,443
Add: Net Profit after tax for the year	1,377,184,120	773,061,015
Add: Transfer from General Reserve	20,000,000	-
Less: Transfer to statutory Reserve	(476,910,463)	(258,612,203)
Less: Issue of bonus shares	(528,817,700)	-
Balance at 31 December	908,330,212	516,874,255
16(a) Consolidated retained earnings/movement of profit and loss account		
Balance on 1 January	509,825,053	2,425,443
Add: Net Profit after tax for the year	1,369,069,153	764,249,513
Add: Transfer from General Reserve	20,000,000	-
Less: Transfer to statutory Reserve	(478,672,764)	(256,849,903)
Less: Issue of bonus shares	(528,817,700)	-
Balance at 31 December	891,403,742	509,825,053
16.1 Retained Earnings carried forward from previous year		
Balance on 1 January	516,874,255	443,106,915
Add: Transfer from General Reserve	20,000,000	-
Less: Issue of bonus shares	(528,817,700)	(440,681,472)
Balance at 31 December	8,056,555	2,425,443
16.1(a) Consolidated Retained Earnings carried forward from previous year		
Balance on 1 January	509,825,053	443,106,915
Add: Transfer from General Reserve	20,000,000	-
Less: Issue of bonus shares	(528,817,700)	(440,681,472)
Balance at 31 December	1,007,353	2,425,443
17. CONTINGENT LIABILITIES		
17.1 Acceptances and Endorsements		
Back to Back L/C (Foreign)	1,333,015,932	433,104,702
Back to Back L/C (Local)	9,280,501,704	4,619,360,107
Back to Back L/C (EPZ)	27,565,000	2,853,000
	10,641,082,636	5,055,317,809
Less: Margin	325,594,224	442,490,837
	10,315,488,412	4,612,826,972

	2010 Taka	2009 Taka
17.2 Letter of Guarantee		
Letter of Guarantee(Local)	2,866,406,826	2,584,784,464
Letter of Guarantee(Foreign)	7,363,000	22,361,000
Shipping guarantees	12,635,790	3,928,452
	2,886,405,616	2,611,073,916
Less: Margin	205,488,066	167,682,496
	2,680,917,550	2,443,391,420
Money for which the Bank is contingently liable in respect of guarantees given favoring:		
Directors	-	-
Government	-	-
Banks and other financial institutions	-	-
Others	2,886,405,616	2,611,073,916
	2,886,405,616	2,611,073,916
Less: Margin	205,488,066	167,682,496
	2,680,917,550	2,443,391,420
17.3 Irrevocable Letter of Credit		
Letter of Credit (sight)	5,284,863,753	3,339,060,637
Letter of Credit (Cash)	2,545,637,989	2,605,973,135
Letter of Credit (Inland)	725,857,625	438,337,000
Letter of Credit (Others)	33,224,000	23,250,250
	8,589,583,367	6,406,621,022
Less: Margin	442,981,316	392,467,042
	8,146,602,051	6,014,153,980
17.4 Bill for Collection		
Inward local bill for collection	566,772,519	270,060,961
Inward Foreign bill for collection	23,428,000	341,000
Outward local bill for collection	414,875,000	260,846,000
Outward Foreign bill for collection	89,719,101	356,107,373
	1,094,794,620	887,355,334
Less: Margin	421,843,858	97,855,388
	672,950,762	789,499,946
17.5 Other Contingent Liabilities	352,378,207	-
	352,378,207	-
	22,168,336,982	13,859,872,318
17(a) Consolidated contingent liabilities		
Acceptances and endorsements		
Standard Bank Limited (note-17)	10,315,488,412	4,612,826,972
Standard Exchange Co.(UK) Ltd.	-	-
	10,315,488,412	4,612,826,972
Letters of guarantee		
Standard Bank Limited (note-17)	2,680,917,550	2,443,391,420
Standard Exchange Co.(UK) Ltd.	-	-
	2,680,917,550	2,443,391,420

	2010 Taka	2009 Taka
Irrevocable Letters of Credit		
Standard Bank Limited (note-17)	8,146,602,051	6,014,153,980
Standard Exchange Co.(UK) Ltd.	-	-
	8,146,602,051	6,014,153,980
Bills for Collection		
Standard Bank Limited (note-17)	672,950,762	789,499,946
Standard Exchange Co.(UK) Ltd.	-	-
	672,950,762	789,499,946
Other Contingent liabilities		
Standard Bank Limited (note-17)	352,378,207	-
Standard Exchange Co.(UK) Ltd.	-	-
	352,378,207	-
18 Income Statement		
Income:		
Interest/ profit, discount and similar income (note-18.1)	5,849,984,579	4,433,634,888
Dividend income (note-20)	8,993,783	3,518,702
Fees, Commission and brokerage (note-21)	392,188,745	284,166,016
Gains Less Losses arising from dealing in securities (note-20)	544,379,739	93,699,515
Gains Less Losses arising from Investment securities (note-20)	458,153,559	288,933,210
Gains Less Losses arising from dealing in Foreign Currencies (Note-21.2)	348,655,863	284,277,487
Income from non banking assets	-	-
Other operating income (note-22)	181,388,517	154,643,061
Profit less losses on interest rate changes	-	-
Total	7,783,744,785	5,542,872,879
Expenses:		
Interest/profit, fees and commission (note-19)	4,126,218,727	3,351,065,292
Losses on loans and advances/Investments		65,530,932
Administrative Expenses (note-18.2)	672,495,877	459,429,639
Other operating expenses (note-33)	164,091,637	102,040,702
Depreciation on Banking assets (note-32)	41,995,042	26,217,429
Total	5,004,801,283	4,004,283,994
Operating Profit before Provision	2,778,943,502	1,538,588,885
18.1 Interest/profit , Discount and similar income		
Interest/profit received from Loans and advances/Investments(note-18.3)	5,731,218,176	4,406,739,710
Interest/profit received from FC clearing Account	1,269,255	156,552
Interest/profit received from Bank and other financial institutions	117,497,148	26,738,626
	5,849,984,579	4,433,634,888
18.2 Administrative Expenses		
Salary and allowances (note-23)	491,467,356	318,598,034
Rent, Taxes, Insurance, Electricity etc.(note-24)	90,194,298	65,456,266
Legal expenses (note-25)	1,691,418	1,139,510
Postage, stamp, telecommunication etc.(note-26)	19,928,590	17,785,523
Stationery, Printings, advertisement etc.(note-27)	38,722,354	35,753,279
Managing Director's salary and fees (note-28)	5,700,000	3,785,000
Directors' Fees (note-29)	6,156,789	5,321,745
Auditor's fees	300,000	300,000
Repair of Bank's assets (note-32)	18,335,072	11,290,282
	672,495,877	459,429,639

	2010 Taka	2009 Taka
18.3 Interest/profit received from Loans and advances/Investments		
Loan (General)/Musharaka	1,591,762,002	1,001,274,582
Transport Loan	92,003,340	68,626,092
Loans against trust receipts	950,101,183	937,269,726
Packing credit	81,687,814	44,563,769
House Building Loan	176,830,434	122,061,645
Lease finance/Izara	114,787,909	116,646,054
Syndicate Finance	138,390,112	
Payment against documents	515,897,113	348,904,821
Cash Credit/Bai-Muajjal	1,008,089,760	885,627,424
Secured Overdraft	830,712,534	615,496,973
Consumer credit scheme/Hire purchase	14,246,007	10,533,111
Others loans and advances/Investments	216,709,968	255,735,513
Total interest on loans and advances/Investments	5,731,218,176	4,406,739,710
Interest / profit received from FC clearing account	1,269,255	156,552
Interest/profit received from Bank and other Financial Institution	53,044,744	290,973
Interest on Call Loans	64,452,404	26,447,653
	5,849,984,579	4,433,634,888
18(a) Consolidated interest income/profit on investment		
Standard Bank Limited (note-18.3)	5,849,984,579	4,433,634,888
Standard Exchange Co.(UK) Ltd.	-	-
	5,849,984,579	4,433,634,888
19. Interest/profit paid on deposits, borrowings, etc.		
Interest/Profit paid on deposits	4,078,817,894	3,349,575,959
Interest paid on borrowings	47,400,833	1,489,333
	4,126,218,727	3,351,065,292
19(a) Consolidated interest / profit paid on Deposits, borrowings, etc.		
Standard Bank Limited (note-19)	4,126,218,727	3,351,065,292
Standard Exchange Co.(UK) Ltd.	-	-
	4,126,218,727	3,351,065,292
20. Income from Investment		
Dividend on shares	8,993,783	3,518,702
Gain on shares	544,379,739	93,699,515
Income from Merchant Banking Wings	206,281,434	18,186,071
Interest on treasury bills	251,872,125	270,747,139
	1,011,527,081	386,151,427
21. Commission, Exchange and Brokerage		
Commission /Fees (note-21.1)	392,187,695	282,861,107
Exchange earnings (note-21.2)	348,655,863	284,277,487
Brokerage	1,050	1,304,909
	740,844,608	568,443,503

	2010 Taka	2009 Taka
21.1 Commission		
Commission on L/Cs	289,712,551	213,331,178
Commission on L/Gs	47,843,590	33,995,636
Commission on accepted bills	41,320,767	23,644,462
Commission on OBC,IBC, etc.	935,933	526,883
Commission on PO,DD,TT,TC etc.	8,046,257	6,850,914
Other Commission	4,328,597	4,512,034
	392,187,695	282,861,107
Brokerage	1,050	1,304,909
	392,188,745	284,166,016
21.2 Exchange		
Gains arising from Dealing Securities	-	-
Less: Losses	-	-
Gains arising from Investment Securities	-	-
Less: Losses	-	-
Gains arising from Foreign Trade Business	348,655,863	284,277,487
Less: Losses	-	-
	348,655,863	284,277,487
21(a) Consolidated Commission, Exchange and Brokerage		
Standard Bank Limited (note-21)	740,844,608	568,443,503
Standard Exchange Co.(UK) Ltd.	11,494,842	2,462,892
	752,339,450	570,906,395
22. Other operating income		
SWIFT & Telex charge recoveries	22,862,372	20,286,994
Postage charge recoveries	22,211,740	21,327,747
Service charges	33,256,502	30,571,229
FCC recoveries	50,000	61,000
Rebate on nostro a/c	24,407,919	22,980,731
Handling charges on EDF	1,934,156	3,114,839
Locker charges	373,473	85,750
LC advising charges	2,324,342	2,964,438
Loan processing/documentation fees	2,803,586	1,777,342
Capital Gain on Sale of Assets	4,761,523	-
Service charges agst CIB/Clearing return	204,794	92,225
VISA Card Fees	602,490	-
Miscellaneous earnings	65,595,620	51,380,766
	181,388,517	154,643,061
22(a) Consolidated other operating income		
Standard Bank Limited (note-22)	181,388,517	154,643,061
Standard Exchange Co.(UK) Ltd.	8,562	-
	181,397,079	154,643,061

	2010	2009
	Taka	Taka
23. Salaries and allowances		
Basic salary	184,053,433	118,426,266
Allowances (note-23.1)	183,175,229	119,123,329
Bonus & ex-gratia	94,319,974	62,817,867
Bank's contribution to provident fund	15,631,124	9,393,079
Casual wages	14,287,596	8,837,493
	491,467,356	318,598,034
23.1 Allowances		
House rent allowances	80,551,654	48,203,913
Conveyance allowances	10,630,068	5,816,873
Entertainment allowances	370,163	327,856
House maintenance & utility	39,502,893	28,045,345
Medical allowances	39,089,204	26,453,016
Risk allowances	624,381	616,333
Technical allowances	35,400	98,100
Washing allowances	1,383,269	1,092,952
Charge allowances	363,968	270,968
Leave Fare Compensation	10,172,958	7,751,853
Extra allowances	451,271	446,120
	183,175,229	119,123,329
23(a) Consolidated salaries and allowances		
Standard Bank Limited (note-23)	491,467,356	318,598,034
Standard Exchange Co.(UK) Ltd.	9,743,776	4,813,729
	501,211,132	323,411,763
24. Rent, Taxes, Insurance, electricity, etc.		
Rent- Office	53,440,006	34,958,030
Rent- Godown	410,000	385,000
Rates and taxes	1,011,328	1,137,035
Insurance	20,084,739	17,871,154
Utilities	15,248,225	11,105,047
	90,194,298	65,456,266
24(a) Consolidated Rent, Taxes, Insurance, electricity, etc.		
Standard Bank Limited (note-24)	90,194,298	65,456,266
Standard Exchange Co.(UK) Ltd.	4,843,257	2,506,900
	95,037,555	67,963,166
25. Legal expenses		
Legal fees & charges	1,620,498	1,134,680
Stamp & notary public expenses	70,920	4,830
	1,691,418	1,139,510
25(a) Consolidated Legal expenses.		
Standard Bank Limited (note-25)	1,691,418	1,139,510
Standard Exchange Co.(UK) Ltd.	-	437,387
	1,691,418	1,576,897
26. Postage, Stamps, Telecommunication etc.		
Postage	11,468,471	10,114,194
Telegram, telex, fax and e-mail	591,893	528,672
Telephone, Mobile (office & residence)	4,006,184	3,839,502
SWIFT services	3,862,042	3,303,155
	19,928,590	17,785,523

	2010 Taka	2009 Taka
26(a) Consolidated Postage, Stamps, Telecommunication etc.		
Standard Bank Limited (note-26)	19,928,590	17,785,523
Standard Exchange Co.(UK) Ltd.	194,730	309,015
	20,123,320	18,094,538
27. Stationery, Printing, Advertisement etc.		
Printing stationery	2,768,755	2,776,221
Security stationery	1,160,570	558,419
Petty stationery	4,453,299	3,484,999
ATM Debit Card	305,714	27,600
Computer stationery	4,832,734	4,706,977
Publicity and advertisement	25,201,282	24,199,063
	38,722,354	35,753,279
27(a) Consolidated Stationery, Printing, Advertisement etc.		
Standard Bank Limited (note-27)	38,722,354	35,753,279
Standard Exchange Co.(UK) Ltd.	356,754	487,298
	39,079,108	36,240,577
28. Managing Director's salary and fees		
Basic salary	1,800,000	1,250,000
House rent allowance	1,200,000	760,000
Medical Allowances	180,000	125,000
House maintenance & utility	780,000	560,000
Bonus	900,000	250,000
Leave Fare Compensation	840,000	840,000
	5,700,000	3,785,000
29. Directors fees & meeting expenses		
Directors fees 4000.00(Including VAT)	2,067,850	1,389,200
Travelling and halt age	3,367,824	2,508,848
Refreshment and dinner	721,115	1,423,697
	6,156,789	5,321,745
30. Consolidated Auditors fees		
Standard Bank Limited	300,000	300,000
Standard Exchange Co.(UK) Ltd.	271,185	107,334
	571,185	407,334
31. Charges on loan losses		
Loan-written off	-	65,530,932
Interest waived	-	-
	-	65,530,932
32. Depreciation and repair of Banks assets		
Depreciation on Fixed Assets		
Land and Building	39,028	-
Furniture & fixture	8,778,421	6,773,473
Office appliance & equipment	13,503,350	15,107,458
Computer	7,382,798	-
Software	6,703,219	-
Motor vehicle	5,588,226	4,336,498
	41,995,042	26,217,429
Repair, Renovation & Maintenance of Bank's Assets		
Office furniture	926,541	477,449
Office appliance & equipment	3,484,250	3,075,285
Computer & Software	7,876,239	3,306,228
Motor vehicle	6,048,042	4,431,320
	18,335,072	11,290,282
	60,330,114	37,507,711

	2010	2009
	Taka	Taka
32(a) Consolidated depreciation and repair of Banks assets		
Standard Bank Limited (note-32)	60,330,114	37,507,711
Standard Exchange Co.(UK) Ltd.	954,883	1,172,090
	61,284,997	38,679,801
33. OTHER EXPENSES		
Entertainment (office)	10,081,485	8,020,558
Donation & subscription	4,265,910	17,002,460
Travelling	4,006,218	4,079,972
Software Expenses	-	40,000
Branch /Subsidiary company opening expenses	5,209,309	1,650,983
Training and seminar expenses	1,013,375	729,628
Newspaper and periodicals	490,750	285,779
Petrol, oil and lubricants	10,192,462	9,680,111
Car expenses	7,943,747	6,156,351
Photocopy expenses	1,378,081	1,310,086
Staff uniform and liveries	530,008	449,244
Cleaning and washing	518,172	411,182
Premises up keeping	654,520	979,615
Local conveyance	3,142,455	2,371,548
Business development	863,222	628,261
Freight and cartage	53,433	50,660
Cook and servant	446,194	135,000
Annual General Meeting	9,301,078	5,946,171
IPO expenses/Right shares issue	2,748,104	3,560,795
Bank charges and commission paid	805,979	559,383
Nostro account maintenance (Note-31.1)	-	108,940
On Line (ABB) expenses	194,510	1,025,331
Managers Conference exp	966,055	818,123
Performance award	515,000	325,000
Gratuity	40,495,000	20,000,000
Leave encashment	601,633	927,368
SBL welfare fund	1,000,000	500,000
Generator expenses	2,498,296	646,988
Connectivity fees	6,861,867	2,141,429
CDBL Charges	22,935,029	1,700,000
Master Card Process charges	2,484,870	77,762
Dhaka Stock Exchange	1,754,249	454,119
Chittagong Stock Exchange	1,754,249	454,119
Registered Joint Stock Company	1,203,000	806,400
Corporate Social Responsibility (CSR)	9,930,667	-
ATM Charges	19,500	-
SBL Foundation	5,000,000	5,000,000
Miscellaneous	2,233,210	3,007,336
	164,091,637	102,040,702
33(a) Consolidated other expenses		
Standard Bank Limited (note-33)	164,091,637	102,040,702
Standard Exchange Co.(UK) Ltd.	3,253,786	1,440,641
	167,345,423	103,481,343
33.1 Nostro account maintenance		
Nostro account maintenance	-	108,940
Bank charge	-	-
	-	108,940

	2010 Taka	2009 Taka
34 Provision for loans/Investments		
Provision for bad and doubtful loans and advances/investments	146,450,268	120,706,000
Provision for SMA loans and advances/investments	14,475,319	-
Provision for unclassified loans & advances/Investments	152,739,242	109,479,677
Provision for off balance sheet exposure	80,726,356	15,342,193
	-	-
	394,391,185	245,527,870
34.1 Provision for diminution in value of investments		
Dealing Securities		
Quoted	-	-
Unquoted	-	-
Investment Securities		
Quoted	-	-
Unquoted	-	-
	-	-
	394,391,185	245,527,870
35 Tax expenses		
Current tax	1,000,000,000	520,000,000
Tax adjustment in respects of earlier years	10,904,881	-
Deferred tax	(3,536,684)	-
	1,007,368,197	520,000,000

Income Tax assessments till 2005-06 have been finished/settled. Income Tax Assessments for the year 2006-2007, 2007-2008, and 2008-2009 are pending before tribunal. Income Tax Assessment for the year 2009-2010 is pending before appeal. Income tax returns has been filed under section 82BB (3)/83(2) for the year 2010-2011. Income Tax has been provided @42.5% on the net profit earned by the Bank for the year 2010. As per assessment orders there exist shortfall in the provision for income tax against which no provision has been made considering Appeals which are pending at different levels of Income Tax Authorities. The details of Income tax Assessments are as follows:

Accounting Year	Assessment Year	Tax Provision as per Accounts	Assessed TAX Liability	Excess/ (Short Fall) of Provision	Assessment Status
1999	2000-2001	1,920,509	2,796,725	(876,216)	Final Settlement
2000	2001-2002	15,514,879	18,151,571	(2,636,692)	Final Settlement
2001	2002-2003	20,928,081	20,928,081	-	Final Settlement
2002	2003-2004	44,746,953	52,138,926	(7,391,973)	Final Settlement
2003	2004-2005	124,187,612	135,031,354	(10,843,742)	Under Section 120 Settled after Tribunal
2004	2005-2006	218,612,860	224,731,442	(6,118,582)	Under Section 120 Settled after Tribunal
2005	2006-2007	273,747,591	277,636,729	(3,889,138)	Under Section 120 pending before Tribunal
2006	2007-2008	306,121,868	337,233,185	(31,111,317)	Under Section 120 pending before Tribunal
2007	2008-2009	266,192,081	343,638,145	(77,446,064)	Under Section 82BB(3)/ 83(2) Pending Before Tribunal
2008	2009-2010	427,402,421	650,371,785	(222,969,364)	Under Section 82BB(3)/ 83(2) Pending Before Appeal
2009	2010-2011	520,000,000	-	-	Under Section 82BB Assessment Pending
		2,219,374,855	2,062,657,943	(363,283,088)	

It is mentioned here that provision for income tax amounting to Taka 10,904,881 has been made during the year for the shortfall in the provision for income tax for the assessment year 2000-2001 to 2003-2004 which have been finalized the remaining shortfall shall be provided in the year 2011, 2012 and 2013 after final settlement of cases.

	2010 Taka	2009 Taka
35(a) Consolidated tax expenses		
Current tax		
Standard Bank Limited (note-35)	1,007,368,197	520,000,000
Standard Exchange Co.(UK) Ltd.		
	1,007,368,197	520,000,000
Deferred tax		
Standard Bank Limited (note-35)	(3,536,684)	-
Standard Exchange Co.(UK) Ltd.	-	-
	-	-
36 Earning per share (EPS)		
Net profit after tax	1,377,184,120	773,061,015
Number of Ordinary Share	31,729,065	31,729,065
Earning Per Share *	43.40	24.36

* 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. Previous year's figures have been adjusted for the issue of 52,88,177 bonus shares (for 2009)

36(a) Consolidated earning per share (EPS)		
Net profit after tax	1,369,069,153	764,249,513
Number of Ordinary Share	31,729,065	31,729,065
Earning Per Share *	43.15	24.09

* 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. Previous year's figures have been adjusted for the issue of 52,88,177 bonus shares (for 2009)

37 Received from other operating activities		
Telex charge recoveries	22,862,372	20,286,994
Postage charge recoveries	22,211,740	21,327,747
Incidental charges	33,256,502	30,571,229
FCC recoveries	50,000	61,000
Rebate on nostro a/c	24,407,919	22,980,731
Handling charges on EDF	1,934,156	3,114,839
Locker charges	373,473	85,750
LC advising charges	2,324,342	2,964,438
SWIFT recoveries	2,803,586	1,777,342
Capital Gain on Sale of Assets	4,761,523	-
Service charges agst CIB	204,794	92,225
Visa card fees	602,490	-
Miscellaneous earnings	65,595,620	51,380,766
	181,388,517	154,643,061

	2010 Taka	2009 Taka
37(a) Consolidated Received from other operating activities		
Standard Bank Limited (note-35)	181,388,517	154,643,061
Standard Exchange Co.(UK) Ltd.	-	-
	181,388,517	154,643,061
38 Payments for other operating activities		
Rent, taxes, insurance, lighting etc.	90,194,298	65,456,266
Legal expenses	1,691,418	1,139,510
Postage, stamp, telecommunication etc	19,928,590	17,785,523
Directors' fee & meeting expenses	6,156,789	5,321,745
Audit fee	300,000	300,000
Repair of Bank's assets	18,335,072	11,290,282
Other expenses	158,940,047	98,892,878
	295,546,214	200,186,204
38(a) Consolidated Payments for other operating activities		
Standard Bank Limited (note-36)	295,546,214	200,186,204
Standard Exchange Co.(UK) Ltd.	8,971,473	5,973,366
	304,517,687	206,159,570
39 Changes in other assets		
Stock of stationery	2,433,922	6,462,782
Stamps in hand	155,621	67,408
Suspenses A/c	32,392,059	44,228,614
Advance deposit	506,219	(1,483,799)
Branch adjustments accounts	(3,369,597)	(43,985,747)
Advance rent	80,876,981	8,859,130
Prepaid expenses	24,760,370	3,248,647
Excise Duty adjustment on FDR	2,434,220	-
Demand draft without advice	9,899,682	215,290
	150,089,477	17,612,325
39(a) Consolidated Changes in other assets		
Standard Bank Limited (note37)	150,089,477	17,612,325
Standard Exchange Co.(UK) Ltd.	(601,122)	3,330,476
	149,488,355	20,942,801
40 Changes in other liabilities		
Exchange equalisation	-	1,770
Dividend suspense	40,995	-
Standard Exchange UK	2,631,443	(2,631,443)
Interest suspenses account	43,549,054	13,303,193
Branch adjustment	67,014,125	-
Provision for bonus	28,388,100	15,507,017
Bangladesh Bank Re-Finance	4,300,000	-
Settlement of Central Clearing with conventional	24,977,290	-
Loss of Ex.House UK	8,811,503	-
Profit receivable	1,171,589	-
Islamic Settlement A/C	(21,891,240)	-
Provision for LFC	(1,196,097)	1,513,961
Provision for gratuity	-	(32,391,100)
Total	157,796,762	(4,696,602)

	2010 Taka	2009 Taka
40(a) Consolidated Changes in other liabilities		
Standard Bank Limited (note-38)	157,796,762	(4,696,602)
Standard Exchange Co.(UK) Ltd.	-	-
	157,796,762	(4,696,602)

41 Expenditure Incurred for employees

Number of employees at 31st December 2010 was 1018 (2009: 810) who were in receipt of remuneration for that year which in the aggregate was not less than TK 36,000.00. and those employed for a part of that year who were in receipt of remuneration of not less than Tk.6,500.00.

42 Disclosure on Audit committee

a) Particulars of Audit Committee

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

SL. No.	Name	Status with Bank	Status with Committee	Educational Qualification
1	Mr. S.S. Nizamuddin Ahmed	Director	Chairman	M.Com
2	Mr. Md. Zahedul Hoque	Director	Member	M.B.A
3	Mr. Md. Fayekuzzaman	Director	Member	B.Com(Hons) M.Com
4	AFM Nizamul Islam Chowdhury	Board Secretary	Member Secretary	B.A, L.L.B

The Board Secretary of the Bank has been nominated as Secretary of the said Committee as per Bangladesh Bank Circular.

During the year 2010, the Audit Committee conducted 5 (five) meetings wherein following audit & inspection reports and financial statements were discussed:

Un- audited Financial Statements as on 31.03.2010, 30.06.2010, 30.09.2010 of the Bank.

Audit Report & Compliance Report on different branches.

Audit report of External Auditors for the year 2009.

Progress of recovery of classified loans and Rescheduled/Time extended/Blocked a/cs.

Follow-up report of case filed statement.

Statement of term loan converted from LTR.

Position of slow & sticky, SMA advances.

The Audit Committee discussed agendum thoroughly and provided following instructions, suggestions, guidelines to the Management for meticulous compliance :

* To overview the audit reports and to take appropriate steps to stop recurrences of the common irregularities and to take remedial measures for rectifying all sorts of irregularities.

*Provided guidelines for improvement of the functions of ICC Division for auditing all branches as per risk grading.

*To reinforce Recovery Division with experienced man power for follow up , monitor the branches for constant contact with the borrower.

*Directed the Law, Recovery & Credit Administration Department to arrange early hearing and top listing of the bank cases in the cause list through lawyers.

* To closely follow-up & to take effective steps including appropriate legal action regarding all categories of classified advances to ensure the early recovery of the Bank's dues.

* To constantly follow-up & monitor all cases vigorously so that Bank's interest do not hamper.

* To submit the report / returns to the concern regulatory bodies including Bangladesh Bank timely.

*To inspect the whole system of computer / MIS Department in order to strengthen the weakness of security system for the interest of the Bank.

*Common uniform format prepared & supplied to the Management for approval to conduct surprise inspection by the top Executive of the Bank .

*While ratifying the minutes of the 31st meeting of the Audit Committee, the Board of Directors provided following guidelines to the Management for strict compliance .

*.An annual Audit Plan should be drawn and get to be approved.

*.An IT Audit Department under Audit Division should be established and the department should oversee / audit all IT related works periodically and report should be submitted before the Management for necessary action.

*.The Internal Auditors will analyze each loan account and should make specific comments on core risk factors besides usual comments.

*.Internal Audit Division should be strengthened by deploying experienced and prudent Officers to enable them to audit all the Branches at least once in a year, sensitive Branches twice in a year and high-risk branches quarterly in a year in accordance with standing guidelines.

*The follow up for recovery presently done at different tiers should continue vigorously but auditors must identify the nature of lapses, irregularities, fraud etc.pertaining to loans and advances clearly and pin point the responsibilities (whether direct or supervisory lapses) of the Officers/ Executives for whose fault the bank has been exposed for probable loses.

*The Management shall assign responsibility of recovery of classified loans to individual Officer/ Executive and Recovery Division will monitor & follow up till final adjustment / settlement of the loan.

*Audit Committee, in turn, discuss and recommend for punitive action against the delinquent Officers / Executives apparently responsible.

43 Related party disclosures

i) Particulars of Directors of the Bank as on 31 December 2010

Sl. No.	Name of the Persons	Designation	Address	Percentage of Share as on 31.12.2010
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	Director	"Bedura House" 72, Bangshal Road, Firingi Bazar, Chittagong	2.41%
3	Mr. Mohammad Nurul Islam	Director	952/B Osman Manzil, (1st Floor), asadgonj, chittagong	1.47%
4	Mr. Ashok Kumar Shaha	Director	29/B Ghatforhadbeg, Chittagong	1.00%
5	Mr. Ferozur Rahman	Director	My Heart, 8/10 Sukrabad, Dhaka-1209	1.64%
6	Mr. Harun Rashid Chowdhury	Director	Atashi Appt. 109, Elephant Road, Boro Mogbazar, Dhaka	0.93%
7	Mr. Mohammad Monzurul Alam	Director	218, DT Road, Dewanhat, Chittagong-4000	1.58%
8	Mr. Serajul Anowar Mohammad Hossain	Director	Victor Electronics, 400 Bipani Bitan (3rd Floor), Chittagong-4000	2.72%
9	Mr. Mohammed Abdul Aziz	Director	168, Fakirapool, Motijheel, Dhaka-1000	2.83%
10	Al-Haj Mohd. Shamsul Alam	Director	Radiovision, 398, Bipani Bitan Chittagong-4000	2.60%
11	Mr. Md. Abdul Ahad	Director	"New Apan Jewelers 31/B Baitul Mokarram (1st Fl) Dhaka-1000"	3.41%
12	Mr. Mohammad Zahedul Hoque	Director	284, Khatungonj Chittagong	0.59%
13	Mr. Ferdous Ali Khan	Vice Chairman	"GA/6, Zahan Mansion (2nd Fl) 29, Mirpur Road Dhaka "	1.37%
14	Mr. Harun or Rashid	Director	1403, SK. MUJIB ROAD, FARUK CHAMBER (2ND FLOOR) AGRABAD, CHITTAGONG-4000	3.97%
15	Al-Haj Moammed Yousuf Chowdhury	Director	8/B, O.R. NIZAM ROAD, PANCLISH R/A PANCLISH, CHITTAGONG-4000	1.63%
16	Mr. Moshfeque Mamun Rizvi	Director	51, Park Road, Baridhara, Dhaka,	0.45%
17	Investment Corporation of Bangladesh, (Including ICB investorate A/c) Represented by Mr. Md. Fayekuzzaman, Managing Director	Managing Director, Investment Corporation of Bangladesh	8 Rajuk Avenue (14th Floor) Dhaka"	6.46%
18	Mr. Shaikh Mesbauddin	Director	House # 93, Road # 2, Block# A, Niketon, Gulshan-1, Dhaka-1212.	0.94%
19	Mr. Sahazada Syed Nizamuddin Ahmed	Independent Director	House # 1, Road # 2/A, (Banani Chairman Bari), Banani, Dhaka.	0.03%
20	Mr. S.A. Farooqui	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 1100 hours to complete the audit as per Bangladesh Auditing Standards. They have audited 8 (eight) 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, 2010 under the guidelines of Bangladesh Bank BRPD circular No.14 dated 25th June, 2003.

Standard Bank Limited

Highlights

Sl. No.	Particulars	2010	2009
01.	Paid up capital	3,172,906,532	2,644,088,832
02.	Total capital	6,370,823,208	4,738,589,878
03.	Capital surplus/(deficit)	821,108,208	1,244,724,778
04.	Total assets	66,596,011,626	49,000,899,514
05.	Total deposits	58,344,441,292	42,555,505,380
06.	Total loans and advances	51,757,689,073	38,055,753,147
07.	Total contingent liabilities and commitments	22,168,336,982	13,859,872,318
08.	Credit deposit ratio	88.71%	89.43%
09.	Percentage of classified loans against total loans and advances	1.96%	1.83%
10.	Profit after tax and provision	1,369,069,153	764,249,513
11.	Amount of classified loans during the year	1,016,670,868	696,521,000
12.	Provisions kept against classified loan	511,928,268	365,478,000
13.	Provision surplus/(deficit)	-	-
14.	Cost of fund	9.44%	9.33%
15.	Interest earning assets	51,898,851,958	38,735,244,542
16.	Non-interest earning assets	14,697,159,668	10,265,654,972
17.	Return on investment (ROI)	15.63%	9.02%
18.	Return on assets (ROA)	2.37%	1.84%
19.	Incomes from investment	1,011,527,081	386,151,427
20.	Earning per share (Taka)	43.15	24.09
21.	Net income per share (Taka)	43.15	24.09
22.	Price earning ratio (times)	15	14

Standard Bank Limited

Balance with other Bank - outside Bangladesh (Nostro Accounts) as at 31st December, 2010

(Annexure-A)

Name of the Bank	Currency Name	2010			2009		
		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	1,144,696.12	70.75	80,986,907.00	1,365,630.67	94,592,729.00	
Mashreq Bank Psc, New York	USD	1,299,846.61	70.75	91,963,758.00	175,619.32	12,164,571.00	
HSBC Bank, New York	USD	3,171,200.63	70.75	224,361,493.00	4,671,200.35	323,558,633.00	
Wachovia Bank, N.A., New York	USD	329,977.42	70.75	23,345,803.00	279,453.47	19,356,820.00	
Citi Bank, N.A., New York	USD	1,926,551.97	70.75	136,302,974.00	360,137.57	24,945,541.00	
ICICI Bank Ltd., Mumbai, India	ACU	191,239.75	70.75	13,530,155.00	142,820.28	9,892,689.00	
A.B. Bank LTD. MUMBAI	ACU	141,893.69	70.75	10,038,936.00	183,544.85	12,713,546.00	
Non Interest Bearing							
HSBC, Mumbai, India	ACU	50,418.43	70.75	3,567,089.00	52,024.07	3,603,536.00	
AXIS Bank Limited, Kolkata	ACU	858.70	70.75	60,753.00	858.70	59,479.00	
Standard Chartered Bank Ltd., Kolkata, India	ACU	-	70.75	-	23,296.60	1,613,679.00	
Standard Chartered Bank Ltd., Mumbai, India	ACU	94,079.47	70.75	6,656,094.00	2,000.00	138,533.00	
Standard Chartered Bank Ltd., Frankfurt	EURO	42,597.93	93.54	3,984,589.00	1,186.80	117,916.00	
Standard Chartered Bank Ltd., Tokyo	JPY	1,189,167.00	0.87	1,030,056.00	84,508.00	63,601.00	
ICICI Bank Ltd., Hongkong	USD	131,948.43	70.75	9,335,312.00	98,982.00	6,856,157.00	
Nepal Bangladesh Bank Ltd, Kathmundu	ACU	3,797.40	70.75	268,665.00	511.40	35,423.00	
HSBC Bank, Karachi, Pakistan	ACU	79,483.53	70.75	5,623,436.00	70,602.17	4,890,379.00	
Bhutan National Bank, Bhutan	ACU	250.70	70.75	17,737.00	49,950.70	3,459,920.00	
Commerz Bank, Frankfurt	EURO	141,089.88	93.54	13,197,477.00	386,194.84	38,370,852.00	
Habib American Bank Ltd.	USD	1,623,686.45	70.75	114,875,329.00	-	-	
Mashreq Bank, London	GBP	944.45	109.65	103,556.00	1,140.52	125,571.00	
HSBC Bank Plc, London, UK	GBP	135,789.98	109.65	14,888,964.00	336,943.61	37,097,289.00	
HSBC Bank Australia Ltd, Sydney, Australia	AUD	6,012.82	71.96	432,663.00	766.37	47,457.00	
Total				754,571,746.00		593,704,321.00	

Standard Bank Limited

Investment in shares as at 31st December, 2010

Annexure-B

SI No.	Name of the Company	Type of Shares	Face value	No. of shares	Cost price	Average cost	Quoted rate per shares as at 31.12.10	Total market value as at 31.12.10
Quoted								
1	Aftab Auto Ltd	A	10	820412	100,000,019	121.89	121.89	100,000,019
2	Atlas Bangladesh	A	10	0.67	287	429.86	394.1	264
3	BSRM Steels Ltd	A	100	16000	34,232,495	2,139.53	2118.5	33,896,000
4	BD Com Preference Share	A	10	150000	1,500,000	10.00	10	1,500,000
5	Dhaka Bank Limited	A	10	120000	9,051,744	75.43	76.3	9,156,000
6	Fareast Islamic life insurance	A	10	65500	27,350,688	417.57	401.7	26,311,350
7	Fu-wang Food	A	10	6000	540,181	90.03	117	702,000
8	Grameen Phone Ltd	A	10	500000	130,070,325	260.14	245.8	122,900,000
9	Grameen Mutual Fund-2	A	10	300000	9,931,220	33.10	32.1	9,630,000
10	Green Delta Mutual Fund	A	10	300000	3,316,038	11.05	13.6	4,080,000
11	Global Insurance	A	100	8000	5,656,542	707.07	929.75	7,438,000
12	ICB AMCL 2nd NRB Mutual Fund	A	10	300000	69,792,096	232.64	257.75	77,325,000
13	ICB AMCL 2nd Mutual Fund	A	10	45000	6,981,332	155.14	177.25	7,976,250
14	ICB Islami Bank Ltd.	A	10	700000	13,765,133	19.66	19.4	13,580,000
15	IFIC Bank 1st Mutual Fund	A	10	600000	8,585,880	14.31	16.1	9,660,000
16	Islami Insurance Bd. Ltd.	A	100	13500	5,996,932	444.22	1139.75	15,386,625
17	Jamuna Bank Ltd.	A	10	66666.67	2,478,865	37.18	55	3,666,667
18	Jamuna Oil Co. Ltd.	A	10	116600	49,155,197	421.57	335.3	39,095,980
19	Janata Bank 1st Mutual Fund	A	10	400000	4,167,338	10.42	13	5,200,000
20	Khulna Power Company Ltd	A	10	225080	34,234,511	152.10	112.6	25,344,008
21	Lanka Bangla Finance	A	10	47000	24,092,210	512.60	497.9	23,401,300
22	Mercantile Bank Ltd.	A	100	0.33	133	403.03	580.5	192
23	Meghna Life Insurance Ltd	A	10	55000	15,593,688	283.52	403.4	22,187,000
24	Meghna Petroleum	A	10	60000	16,124,203	268.74	237.1	14,226,000
25	Midas Finance	A	100	15000	24,459,577	1,630.64	1853.25	27,798,750
26	M I Cement Factory Ltd	A	10	26949	3,007,505	111.60	111.6	3,007,508
27	National Housing Finance	A	100	14000	16,704,830	1,193.20	1219.25	17,069,500
28	Nitol Insurance	A	100	10000	9,741,520	974.15	942.75	9,427,500
29	Prime Bank Ltd.	A	10	20000	16,532,117	826.61	944.75	18,895,000
30	Prime Finance	A	10	25000	11,717,964	468.72	465.9	11,647,500
31	Prime Islami Life Ins. Co.	A	10	55500	22,374,892	403.15	383	21,256,500
32	Paramount Insurance	A	100	10000	4,697,007	469.70	839	8,390,000
33	Phonix Finance 1st Mutual Fund	A	10	300000	3,913,354	13.04	16.6	4,980,000
34	Popular life 1st Mutual Fund	A	10	1000000	10,009,000	10.01	11.9	11,900,000
35	Prime Bank 1st Mutual Fund	A	10	200000	2,712,658	13.56	15.7	3,140,000
36	Pragati Insurance	A	100	24000	37,760,113	1,573.34	1557	37,368,000
37	RAK Ceramics BD Ltd	A	10	176	8,448	48.00	171.6	30,202
38	Reneta Limited	A	100	2.5	19,264	7,705.60	12942.75	32,357
39	Summit Power Ltd	A	10	390000	57,492,381	147.42	140.1	54,639,000
40	Summit Power (Preference Share)ltd	A	10	10000	1,000,000	100.00	100	1,000,000
41	Standard Insurance	A	10	25000	16,318,487	652.74	804	20,100,000
42	Trust Bank 1st Mutual Fund	A	10	200000	2,697,199	13.49	17.4	3,480,000
43	Titas Gas	A	100	70000	59,140,841	844.87	999	69,930,000
44	Union Capital	A	10	10000	2,411,333	241.13	246.8	2,468,000
45	United Airways(Bd) Ltd	A	10	30000	17,807,324	593.58	737	22,110,000
46	Preference share of SUPCL & SPPCL	A	10	19610	77,912,500	3,973.10	3973.1	77,912,491
Unquoted								
	Central Depository Bangladesh Limited (CDBL)		1000000	2	8,833,340	1,000,000	-	8,833,340
	SWIFT		1198135	1	1,198,135	1,198,135	-	1,198,135
	Foreign Share		20036059	1	33,617,809	33,617,809	-	33,617,809
	Total			4	1,014,704,655			1,042,894,246

Cost price of investment in shares represents the book value as on 31.12.2009 being ordinary shares of different companies purchased from secondary market. A provision of Tk. 47,75,231/- has been made as of 31.12.2009 because of cost price of some shares showing an excess value over the market price.

Standard Bank Limited

Fixed Assets Including Premises, Furniture And Fixtures

Annexure-C

Description	C o s t			D e p r e c i a t i o n					Written down Value at 31st December 2010
	Balance at 1st January 2010	Addition during the year	Adjustment for disposal	Balance at 31st December 2010	Balance at 1st January 2010	Addition during the year	Adjustment for disposal	Balance at 31st December 2010	
	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka	Taka
Land and Building	-	101,513,499	-	101,513,499	-	39,028	-	39,028	101,474,471
Furniture & Fixture	99,026,054	36,331,378	-	135,357,432	23,365,448	8,778,421	-	32,143,869	103,213,563
Office Appliances	129,856,508	58,494,412	-	188,350,920	43,463,475	20,886,148	-	64,349,623	124,001,297
Software		29,198,586	-	29,198,586		6,703,219	-	6,703,219	22,495,367
Bank Vehicle	31,820,148	17,546,927	522,176	48,844,899	20,503,718	5,588,226	-	26,091,944	22,752,955
Total 2010	260,702,710	243,084,802	522,176	503,265,336	87,332,641	41,995,042	-	129,327,683	373,937,653
Total 2009	176,330,572	83,849,962	-	260,180,534	61,115,212	26,217,429	-	87,332,641	172,847,893

Standard Bank Limited

Loan and advances to Directors/Sponsors and their related concern as on 31.12.10

" Figure in Lac "

Annexure-D

Sl. No.	Name of the Directors/Sponsors	Status with Bank	Name of Firms/Companies in which interested as proprietor, partner, director, managing agent, guarantor, employee etc.	Nature of Facilities	Limit (Taka)	Outstanding amount (Taka)	Classification status	Remarks
1	Mr. Kazi Akramuddin Ahmed	Chairman	M/s. Kazi & Co.	CC(H)	200.00	22.08	UC	Regular
2	Mr. Ferdous Ali Khan	Vice Chairman	M/s. Ferdous Tailors & Fabrics	CC(H)	35.00	15.21	UC	Regular
3	Mr. Kamal Mostafa Chowdhury	Director	M/s. Raja Corporation	SOD(Gen)	318.00	42.57	UC	Regular
4	Al-haj Md. Shamsul Alam	Director	M/s. Radio Vision	CC(H)	160.00	112.10	UC	Regular
5	Mr. Mohammad Nurul Islam	Director	M/s. Md. Nurul Islam	CC(H)	277.00	242.65	UC	Regular
6	Mr. Alhaj Md. Ayub	Director	M/s. Md. Ayub	CC(H)	68.00	82.10	UC	Excess adjusted
7	Mr. Ferojur Rahman	Director	M/s. Olo Enterprise	CC(H)	200.00	103.24	UC	Regular
8	Mr. Harun Rashid Chowdhury	Director	M/s. Harun Rashid Chowdhury	CC(H)	106.00	109.31	UC	Excess adjusted
9	Mr. Alhaj Md. Manjur Alam	Director	M/s. Manjur Alam	CC(H)	223.00	226.86	UC	Excess adjusted
10	Mr. S.A. M. Hossain	Director	M/s. Samira Trade International	CC(H)	160.00	144.16	UC	Regular
11	Mr. Harun Or Rashid	Director	M/s. H Steel Re-Rolling Mills	CC(H)	208.00	205.32	UC	Regular
12	Mr. Mohammad Zahedul Haque	Director	M/S. NLZ Fashion	CC(H)	60.00	59.70	UC	Regular
13	Mr. Alhaj Md. Youstuf chowdhury	Director	M/s. Lucky Traders	CC(H)	228.00	142.00	UC	Regular
		Total			2243.00	1507.30		

Standard Bank Limited

Name of the Directors/Sponsors and the entities in which they had interest as at 31st December 2010

Sl. No.	Name and address	Status with Bank	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	2	3	4	5	6	7
1	Mr. Kazi Akramuddin Ahmed House # 73, Road # 6, O.R. Nizam Road, R/A, Chittagong	Chairman	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 "Bedura House" 72, Bangshal Road, Firingi Bazaar, Chittagong	Director	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. Mohammad Nurul Islam 952/B Osman Manzil, (1st Floor) Asadgonj, Chittagong	Director	Moon International M/S Md. Nurul Islam Isratts Agro-crop & Diary Ltd. M/s. Asia Enterprise	Proprietor Proprietor Chairman Proprietor	100% 100% 20% 100	
4	Mr. Ashok Kumar Saha 29/B Ghatforhadbag, Asadgonj Chittagong	Director	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%	
5	Al-haj Mohammad Ayub 950, Osman Manzil, Asadgonj, Chittagong	Director	A. B. Engg. & Steel Products Ltd. A.B. Engg. & Steel Products Ltd. Unit-2 Harun Brothers Diamond Hatchery Ltd. M/S. Md. Ayub M/s. AlMadina Enterprise Noor E Madina CNG Filling Station Ltd. Noor E Madina Agro Industries Ltd. M/s. K.G.N. Enterprise	Chairman Chairman Proprietor Chairman Chairman Proprietor Proprietor Managing Director Chairman Proprietor	37.50% 37.50% 100.00% 40.00% 100.00% 100.00% 40.00% 50.00% 100.00%	"Relieved from Directorship vide Bangladesh Bank letter No. ১৫১/৫১/১৩১০ ১৫১/৫১/১৩১০ dated 14.11.2010 with effect from 07.11.2010 03 days leave was granted"
6	Mr. Ferozur Rahman House # 660, Road # 32 Dhanmondi R/A, Dhaka-1209	Director	Golden Dragon Ltd. Hotel Eram Inti. Ltd. Hotel Peacock M/s. Olio Enterprise	Director Director Director Proprietor	16% 21.75% 65% 100%	
7	Mr. Harun Rashid Chowdhury Atashi Appt. 109, Elephant Road, Boro Mogbazar, Dhaka-1217	Director	Tread Linkers Ltd. Imperial Knitting Ind. Ltd. Unit-1 Casendra Yarn Dying Ind. Ltd. M/s. Harun Rashid Chowdhury	Director Shareholder Chairman Proprietor	22.22% 20.32% 50.00% 100.00%	

Standard Bank Limited

Name of the Directors/Sponsors and the entities in which they had interest as at 31st December 2010

Sl. No.	Name and address	Status with Bank	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	2	3	4	5	6	7
8	Mr. Md. Monzurul Alam 218 D T Road, Dewanhata, Chittagong	Director	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 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	
9	Mr. Serajul Anwar Mohammad Hossain Victor Electronics 400, Biponi Bitan (4th Floor) Chittagong	Director	Victor Electronics Samira Electronics Samira Trade Intl. Eastern Metal Ind. Chittagong Ltd.	Proprietor Proprietor Proprietor Proprietor	100% 100% 100% 12.50%	
10	Mr. Mohammed Abdul Aziz 168, Fakira pool, Motijheel, Dhaka-1000	Director	Diamond Commercial Agency Ruma Products Moonlux Composite Knit Garment Ltd.	Proprietor Proprietor Director	100% 100% 27%	
11	Al-Haj Mohammed Shamsul Alam Radio Vision 398, Biponi Bitan Chittagong	Director	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%	
12	Md. Abdul Ahad New Apan Jewelers 31/B Baitul Mokarram (2nd floor) Dhaka	Director	New Apan Jewelers	Proprietor	100%	
13	Mr. Mohammad Zahedul Hoque 35, New Chaktai Chittagong	Director	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%	

Standard Bank Limited

Name of the Directors/Sponsors and the entities in which they had interest as at 31st December 2010

Sl. No.	Name and address	Status with Bank	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	2	3	4	5	6	7
14	Mr. Ferdous Ali Khan GA/6, Zahan Mansion (2nd Floor) 29, Mirpur Road, Dhaka	Vice Chairman	Ferdous Tailors & Fabrics	Proprietor		
15	Mr. Harun Or Rashid 1403, Sk Mujib Road Farook Chamber (2nd Fl) Agrabad, Chittagong	Director	Chittagong Ispat H Steel Re-Rolling Mills. Rubaya Vegitable Oil Industries Ltd. National Iron & Steel Industries Ltd. Ananat Steel H Steel	Proprietor Proprietor Managing Director Managing Director Proprietor Proprietor	100% 100% 70% 60% 100% 100%	
16	Al-haj Mohd, Yousof Chowdhury	Director	M/s. Lucky Traders M/s Lucky International M/s. J.Y. Trading M/s. Modern Corporation		100% 100% 100% 100%	
17	Moshfeque Mamun Rizvi	Director	Desh General Insurance Company Limited	Director	10600 share	
18	Investment Corporation of Bangladesh to be represented by Mr. Md. Fayekuzzaman, Managing Director, Investment Corporation of Bangladesh Head Office, 8, Rajuk Avenue(14th Floor), Dhaka		Managing Director, Investment Corporation of Bangladesh, Head Office, Dhaka.	Service Holder Director	Not Applicable	
19	Mr. Shaikh Mesbauddin	Director	M. I. Z. Enterprise	Proprietor	100%	
20	Mr. Sahazada Syed Nizamuddin Ahmed House # 1, Road # 2/A, Banani Chairman Bari, Dhaka-1213	Independent Director			Not Applicable	
21	Mr. S. A. Farooqui Standard Bank Ltd. Head Office, 122-124, Motijheel C/A, Dhaka.	Managing Director	Ex-Officio		Not Applicable	

Standard Bank Limited

Name of Directors and their Shareholdings in the year 2010

Sl. No.	Name of the Directors	Status	Opening Share balance as on 01.01.2010	Closing Share balance as on 31.12.2010
1	Mr. Kazi Akramuddin Ahmed	Chairman	622609 Shares of Tk. 100/- Each Tk. 62,260,900	747130 Shares of Tk. 100/- Each Tk. 74,713,000
2	Mr. Kamal Mostafa Chowdhury	Director	637902 Shares of Tk. 100/- Each Tk. 63,790,200	765482 Shares of Tk. 100/- Each Tk. 76,548,200
3	Mr. Mohammad Nurul Islam	Director	555424 Shares of Tk. 100/- Each Tk. 55,542,400	466508 Shares of Tk. 100/- Each Tk. 46,650,800
4	Mr. Ashok Kumar Saha	Director	263484 Shares of Tk. 100/- Each Tk. 26,348,400	316180 Shares of Tk. 100/- Each Tk. 31,618,000
5	Al-Haj Mohammad Ayub (Relieved from Directorship with effect from 07-11-2010)	Director	177824 Shares of Tk. 100/- Each Tk. 17,782,400	178388 Shares of Tk. 100/- Each Tk. 17,838,800
6	Mr. Ferozur Rahman	Director	433766 Shares of Tk. 100/- Each Tk. 43,376,600	520519 Shares of Tk. 100/- Each Tk. 52,051,900
7	Mr. Harun Rashid Chowdhury	Director	253601 Shares of Tk. 100/- Each Tk. 25,360,100	296821 Shares of Tk. 100/- Each Tk. 29,682,100
8	Mr. Mohammad Monzurul Alam	Director	475824 Shares of Tk. 100/- Each Tk. 47,582,400	500988 Shares of Tk. 100/- Each Tk. 50,098,800
9	Mr. Serajul Anowar Mohammad Hossain	Director	720009 Shares of Tk. 100/- Each Tk. 72,000,900	864010 Shares of Tk. 100/- Each Tk. 86,401,000
10	Mr. Mohammed Abdul Aziz	Director	748414 Shares of Tk. 100/- Each Tk. 74,841,400	898096 Shares of Tk. 100/- Each Tk. 89,809,600
11	Al-Haj Mohammed Shamsul Alam	Director	689500 Shares of Tk. 100/- Each Tk. 68,950,000	827400 Shares of Tk. 100/- Each Tk. 82,740,000
12	Mr. Abdul Ahad	Director	902790 Shares of Tk. 100/- Each Tk. 90,279,000	1083348 Shares of Tk. 100/- Each Tk. 108,334,800
13	Mr. Mohammad Zahedul Hoque	Director	156259 Shares of Tk. 100/- Each Tk. 15,625,900	187510 Shares of Tk. 100/- Each Tk. 18,751,000
14	Mr. Ferdous Ali Khan	Vice Chairman	528000 Shares of Tk. 100/- Each Tk. 52,800,000	433600 Shares of Tk. 100/- Each Tk. 43,360,000
15	Mr. Harun or Rashid	Director	1008398 Shares of Tk. 100/- Each Tk. 100,839,800	1260077 Shares of Tk. 100/- Each Tk. 126,007,700
16	Al-Haj Moammad Yousuf Chowdhury	Director	456530 Shares of Tk. 100/- Each Tk. 45,653,000	517836 Shares of Tk. 100/- Each Tk. 51,783,600
17	Mr. Moshfeque Mamun Rizvi	Director	34946 Shares of Tk. 100/- Each Tk. 3,494,600	141935 Shares of Tk. 100/- Each Tk. 14,193,500
18	Investment Corporation of Bangladesh, (Including ICB investorate A/c) Represented by Mr. Md. Fayekuzzaman, Managing Director	Director	1822831 Shares of Tk. 100/- Each Tk. 182,283,100	2047400 Shares of Tk. 100/- Each Tk. 204,740,000
19	Mr. Shaikh Mesbauddin	Director	390000 Shares of Tk. 100/- Each Tk. 39,000,000	300000 Shares of Tk. 100/- Each Tk. 30,000,000
20	Mr. Sahazada Syed Nizamuddin Ahmed	Independent Director	8011 Shares of Tk. 100/- Each Tk. 801,100	9613 Shares of Tk. 100/- Each Tk. 961,300

Corporate Social Responsibility (CSR) of Standard Bank Ltd.



Hon'ble Chairman of the Board Mr. Kazi Akramuddin Ahmed is seen with the Hon'ble Prime Minister Sheikh Hasina on the opening ceremony of "Model Village Project" for poverty alleviation and Job creation purpose at Tungipara and Kurpala, Kotlipara.



Hon'ble Chairman of the Bank Mr. Kazi Akramuddin Ahmed is seen handing over cheque of Standard Bank Ltd. to the Hon'ble Prime Minister Jananetri Sheikh Hasina for victims of BDR Mutiny. Hon'ble Finance Minister Mr. A.M.A. Muhit is also seen on the occasion.



Hon'ble Prime Minister, Jananetri Sheikh Hasina is found handing over 3rd year's cheque of Standard Bank's contribution to the deceased Sena family of BDR Mutiny.



Hon'ble Chairman of the Bank Mr. Kazi Akramuddin Ahmed is seen handing over key of an Ambulance to the Hon'ble Home Minister Advocate Sahara Khatun to Rajarbagh Police Hospital.



Mr. S. A. Farooqui, Managing Director is seen delivering blankets among the children of the Orphanage House at Dhaka under CSR programme of the Bank.



Additional Managing Director Md. Nazmus Salehin is seen handing over the warm cloths to the cold effected orphan students of Dinajpur under CSR programme of the Bank.

Report of the Directors and
Financial Statements for the year ended
31st December 2010
for
Standard Exchange Company (UK) Limited

Standard Exchange Company (UK) Limited

Company Information for the year ended 31st December 2010

Incorporated	19th March 2009
Registration Number	6851946
Ownership	100% owned by Standard Bank Ltd Bangladesh
Directors	Mr Kazi Akram Uddin Ahmed Appointed 19/03/2009 Mr Saleh Ahmed Farooqui Appointed 15/07/2009
Chief Executive Officer	Mr Mahmudul Alam Appointed 20/07/2009
Registered Office	101 Whitechapel Road London E1 1DT
Banker	Barclays Bank PLC 1 Churchill Road London E14 5HP
Accountants	Jahan & Co. Chartered Management Accountants 22 Osborn Street London E1 6TD
Auditors	RCI Audit and Assurance Services Limited Chartered Accountants Statutory Auditors 2-12 Victoria Street Luton Bedfordshire LU1 2UA

Standard Exchange Company (UK) Limited

Directors' Report

Directors present their report and the financial statements for the year ended 31st December 2010.

Principal Activity

The principal activity of the company in the period under review was that of Money Remittance.

Directors

Kazi Akramuddin Ahmed and S A Farooqui have held office for the whole year ended 2010 to the date of this report.

Both the directors who are eligible offer themselves for election at the forthcoming first Annual General Meeting.

Directors Responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to :

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to 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 irregularities.

Reporting Accountants

The directors recommend that Jahan & Co , Chartered Management Accountants, remain in the office. The directors' statements required by Section 415 of the Companies Act 2006 are shown on the following page which forms part of this balance sheet.

This report is prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

This report was approved by the Management and signed on its behalf by



Mr. Mahmudul Alam
Chief Executive Officer

Date: 7th March 2011

Standard Exchange Company (UK) Limited

Report of the Independent Auditors to the Shareholders

At the sole request of the company and not as a requirement of the Companies Act 2006 we have audited the financial statements of Standard Exchange Company (UK) Limited for the year ended 31 December 2010 which comprise the profit and loss account, the balance sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely at the company's request and for internal use within the company. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Responsibilities of directors

The directors acknowledge that they are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of our investigation

Our investigation of the financial statements involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements.

Opinion on financial statements

In our opinion the financial statements;

- give a true and fair view of the state of the company's affairs as at 31 December 2010 and of its profit for the period then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Standard Exchange Company (UK) Limited

Report of the Independent Auditors to the Shareholders

Matters on which we are required to report by exception:

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion;

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all of the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements and the directors' report in accordance with the small companies regime.



Dr M S I Choudhury

Senior Statutory Auditor

For and on behalf of RCi Audit and Assurance Services Limited

Statutory Auditors

3rd floor
2-12, Victoria Street
Luton, Bedfordshire
LU1 2UA



Mr. Mahmudul Alam

Chief Executive Officer

Standard Exchange Company (UK) Limited

Profit and Loss Account for the year ended 31st December 2010

	Notes	2010 £	2009 £
INCOME			
Commission			
Exchange Gain		87,074	21,198
		20,124	1,748
Total Income		107,198	22,946
Administrative Expenses		(182,956)	(105,040)
Operating Profit/(Loss)	3	(75,758)	(82,094)
Profit/ (Loss) on Ordinary Activities before Taxation		(75,758)	(82,094)
Tax on Profit on Ordinary Activities		-	-
Profit /(Loss) on Ordinary Activities after Taxation		(75,758)	(82,094)
Dividends		-	-
Retained Profit/(Loss) for the year		(75,758)	(82,094)
Retained Profit /(Loss) Brought Forward		(82,094)	-
Retained Profit/(Loss) Carried Forward		<u>(157,852)</u>	<u>(82,094)</u>

The notes on pages 6 and 7 form an integral part of these financial statements.



Mahmudul Alam
Chief Executive Officer

Standard Exchange Company (UK) Limited

Balance Sheet as on 31st December 2010

	Notes	2010	2009
		£	£
FIXED ASSETS			
Tangible Assets	6	44,340	52,766
Current Assets			
Debtors		28,686	31,029
Cash at Bank and in hand		<u>107,846</u>	<u>77,955</u>
		136,532	108,984
Creditors			
Amounts falling due within one year	7	<u>(38,725)</u>	<u>(68,844)</u>
Net Current Assets (Liabilities)		<u>97,808</u>	<u>40,140</u>
Total Assets less Current Liabilities		142,148	92,906
Creditors			
Amounts falling due after more than one year		-	(156,800)
		<u>142,148</u>	<u>(63,894)</u>
Capital and Reserves			
Called up Share Capital	8	300,000	18,200
Profit & Loss Account		(157,852)	(82,094)
Shareholders' Fund		<u>142,148</u>	<u>(63,894)</u>

The directors' statements required by section 415 of the Companies Act 2006 are shown on the following page which forms part of this balance sheet.

The notes on pages 6 and 7 form an integral part of these financial statements.



Mahmudul Alam
Chief Executive Officer

Standard Exchange Company (UK) Limited

Notes to the Accounts for the year ended 31st December 2010

1. Accounting Policies

(a) Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

(b) Cash Flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash Flow Statements"

(c) Depreciation

- i) Leasehold Premium was amortised over 15 years on a straight line basis.
- ii) Tangible Assets has been depreciated at 20% on reducing balance method.

2. Income

Total income comprises the value of commissions earned and exchange gains.

3. Operating Profit/fLoss)

Operating profit/(Loss) is stated after charging	2010	2009
	£	£
Depreciation	8425	10236
Auditors' Remuneration	1000	1000
	<u>9425</u>	<u>11236</u>

4. Salary and Wages

Total Salary and wages	89485	36648
	<u>89485</u>	<u>36648</u>

5. Taxation

	2010	2009
	£	£
UK current period taxation	<u>-</u>	<u>-</u>

Standard Exchange Company (UK) Limited

Notes to the Accounts for the year ended 31st December 2010

6 Fixed Asset	Land & Building	Furniture & Fittings	Plant & Machinery	Total
	£	£	£	£
Cost				
At 1st January 2010	17,733	28,501	16,767	63,001
Additions	-	-	-	-
Disposals	-	-	-	-
At 31st December 2010	<u>17,733</u>	<u>28,501</u>	<u>16,767</u>	<u>63,001</u>
Depreciation				
At 1st January 2010	1,182	5,700	3,354	10,236
Additions	-	-	-	-
Disposals	-	-	-	-
Charge for year	1,182	4,560	2,683	8,425
At 31st December 2010	<u>2,364</u>	<u>10,260</u>	<u>6,037</u>	<u>18,661</u>
NBV at 31st December 2010	<u>15,369</u>	<u>18,241</u>	<u>10,730</u>	<u>44,340</u>
NBV at 31st December 2009	<u>16,551</u>	<u>22,801</u>	<u>13,413</u>	<u>52,765</u>

7 Creditors: Amounts falling due within one year

	2010	2009
	£	£
Green & Peters	-	800
Jahan & Co	1500	3000
Salaries & Wages	-	"95
Rent	716	-
Payable to Parent Company	36356	62727
HMRC (PAYE)	-	806
Telephone, Fax & Internet	13	316
Customer Deposit	140	-
	<u>38725</u>	<u>68844</u>

8 Share Capital

		£
Opening Share Capital	18200	0
Add: Allotment this year	281800	18200
Share Capital at Balance Sheet date	<u>300000</u>	<u>18200</u>

9 Ultimate Parent Company

The parent company is Standard Bank Limited (SBL) was incorporated as a Public Limited Company on May 11,1999 under the Companies Act, 1994 in Bangladesh. All information and Financial statements of its parent company can be found at www.standardbankbd.com

10 Other Financial Commitments

Lease Commitment: 15 Years Lease starting from 27th August 2009 with annual rental of £ 35,000

11 Related Party Disclosures

The company is exempt from making disclosures of transactions with group companies because it is a 100% subsidiary and its results are included in financial statements which are publicly available.

Standard Exchange Company (UK) Limited

Director's statements required by section 415 for the year ended 31st December 2010

In approving these financial statements, as the director of the company we hereby confirm that:

- a) For the year ended 31st December 2010 the company was entitled to exemption from audit under section 477 (2) of the Companies Act 2006 relating to small companies regime.
- b) The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476.
- c) we acknowledge our responsibilities for:
 - i) Ensuring that the company keeps accounting records which comply with section 386 and
 - ii) Preparing accounts which gives a true and fair view for the state of affairs of the company as at the end of the financial year and of its profit or loss for the year ended in accordance with the requirements of section 393 and which otherwise comply with the requirements of the Companies Act relating to accounts so far as applicable to the company.
- d) These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Management and signed on its behalf by



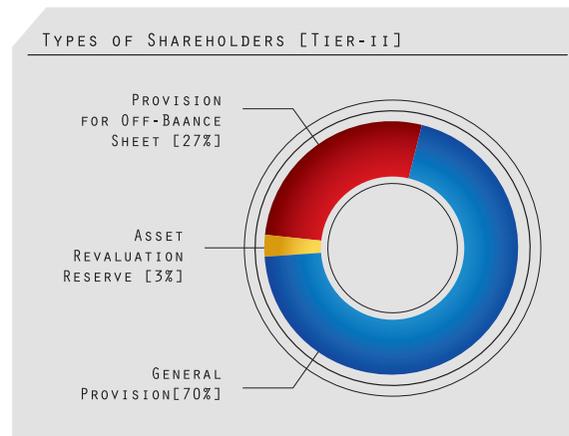
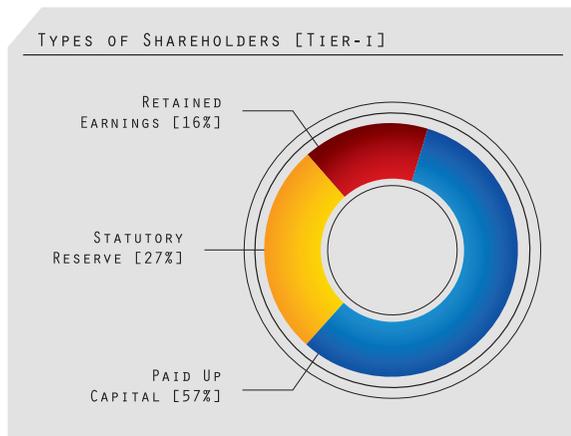
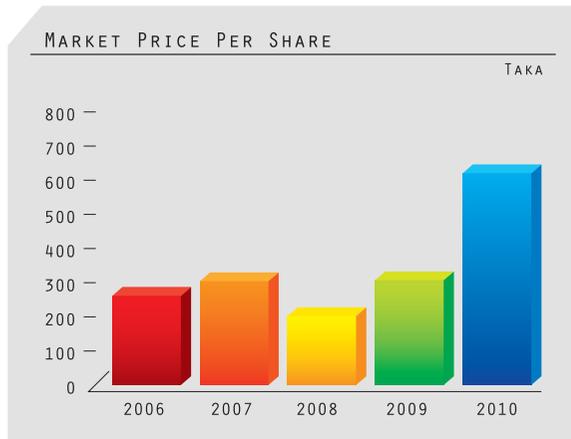
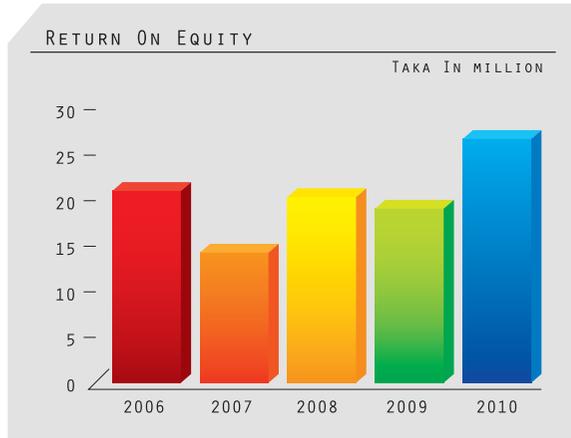
Mahmudul Alam
Chief Executive Officer

Standard Exchange Company (UK) Limited

Profit and Loss Accounts for the year ended 31st December 2010

	£	£	2010 £	2009 £
Turnover				
Commission	87,074		21,198	
Exchange Gains	20,124		1,748	
		<u>107,198</u>		<u>22,946</u>
Administrative expenses				
Salaries & Wages Including NIC	89,485		36,648	
Staff Cost	1,384		83	
Relocation Allowance	-		3,400	
Rent, Rates & Taxes	42,640		22,763	
Utility Bills	752			
Insurance-Fire & Theft	1,775		593	
Telephone, Fax & Internet	1,816		1,180	
Travel & Subsistence	464		628	
Repairs and Maintenance	480		684	
Printing, Postage & Stationery	2,487		1,699	
Subscription	1,039		827	
Security services	1,256		785	
Cleaning	726		275	
Bank Charges & Commission	26,860		5,769	
Legal Expenses	-		4,075	
Publicity & Advertisement	840		4,540	
Promotion and Exhibitions	-		5,055	
Auditors & Other Professional Fees	2,529		5,800	
Depreciation & Amortisation	8,425		10,236	
		<u>(182,956)</u>		<u>(105,040)</u>
Net profit for the period		<u>(75,758)</u>		<u>(82,094)</u>

Shareholders Information Graphical Presentation





Standard Bank Limited

Registered Office

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

PROXY FORM

I/We

of

being member of STANDARD BANK LIMITED, hereby appoint

of

as my/our proxy to attend and vote for me/us on my/our behalf at the 12th Annual General Meeting of the Company to be held on Monday, the 16th May 2011 at 11:00 A.M. and or at any adjournment thereof.

As witness my hand this day of 2011.

(Signature of the Shareholder)

(Signature of Proxy)

Registered BO/Folio No.

STAMP
Tk.10/-

No. of Shares held :

Note: A member entitled to attend and vote at the Annual General Meeting may appoint a proxy to attend and vote on his behalf. The Proxy Form duly completed must be deposited at the Registered Office of the Company not later than 48 hours before the time fixed for the meeting.



Standard Bank Limited

Registered Office

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

Note: Please complete the attendance slip and hand it over at the entrance of the hall.

ATTENDANCE SLIP

I hereby record my attendance at the 12th Annual General Meeting of the Company being held on Monday, the 16th May 2011 at 11:00 A.M. at Bashundhara Convention Centre, Baridhara, Dhaka, Bangladesh.

Name of Member/Proxy

Registered BO/Folio No.

Signature