

<i>Reference</i>	Bangladesh Bank: Notes to the Financial Statements as at and for the Year Ended 30 June 2008	2008 <i>Taka '000</i>	Restated 2007 <i>Taka '000</i>
<i>IAS 1.8(e), 104</i>	27. Interest reserve	5,206,921	3,761,241
	This reserve was introduced in the financial year 2006-2007, and represents the interest accrued against the overdue loan of Bangladesh Krishi Bank and Rajshahi Krishi Unnayan Bank. This is kept as a reserve on grounds of prudence.		
<i>IAS 1.74</i>	28. General reserve	4,250,500	4,250,500
	As per Article 59 of Bangladesh Bank Order, 1972 securities of the value of Tk. 30 million was allocated by the government and held by the Bank as the general reserve. Further an amount of Taka 4220.5 million was transferred to the reserve from general provision.		
<i>IAS 39.9</i>	29. Interest Income - foreign currency operations		
	Foreign currency	1,540,926	857,881
	Short term deposits with commercial banks	14,802,749	10,186,407
	Bonds	222,765	226,512
	Others	472,160	89,281
		17,038,600	11,360,081
<i>IFRS 7.20(c)</i>	30. Commission and discounts - foreign currency operations		
	Exchange gain	13,530	418,333
	Discount from US dollar treasury bills	733,379	969,769
	Discount from EURO treasury bills	-	2,356
	Valuation gain on bonds	29,421	-
		776,330	1,390,458
<i>IFRS 7.20(b)</i>	31. Interest expenses - foreign currency operations		
	Deposits of commercial banks	1,809,570	1,852,549
	Asian Clearing Union (ACU)	723,025	745,968
	Paid to IMF	286,922	158,444
	Interest on CBSP	2,695	3,744
		2,822,212	2,760,705
<i>IAS 1.83</i>	32. Commission and other expenses - foreign currency operations		
	IMF - SDR allocation charges	207,437	197,923
	Revaluation loss on bonds	-	24,861
		207,437	222,784
<i>IAS 39.9</i>	33. Interest income - domestic operations		
	Trading securities	17,840,400	17,819,884
	Ways and Means	239,164	388,437
	Debentures	420,801	437,495
	Demand loans and employee advances	3,130,920	3,471,938
	Repo	753,074	8,760
		22,384,359	22,126,514

<i>Reference</i>	Bangladesh Bank: Notes to the Financial Statements as at and for the Year Ended 30 June 2008	2008	Restated 2007
		<i>Taka '000</i>	<i>Taka '000</i>
	33a Consolidated interest income - domestic operations		
	Trading securities	17,840,400	17,819,884
	Ways and Means	239,164	388,437
	Debentures	420,801	437,495
	Demand loans and employee advances	3,130,920	3,471,938
	Repo	753,074	8,760
	Short term money market deposits	230,046	154,478
		<u>22,614,405</u>	<u>22,280,992</u>
<i>IFRS 7.20(c)</i>	34. Commission and discounts - domestic operations		
	Commission	1,188	2,465
	Others	363,255	70,467
		<u>364,443</u>	<u>72,932</u>
<i>IFRS 7.20(b)</i>	35. Interest expenses - domestic operations		
	Interest paid on Bangladesh Bank bills	<u>798,480</u>	<u>526,432</u>
<i>IAS 1.86</i>	36. Commission and other expenses - domestic operations		
	Commission paid on short term borrowings (reverse repo)	481,083	1,018,421
	Agency charges	1,205,325	959,161
	CDBL charge	21,847	-
		<u>1,708,255</u>	<u>1,977,582</u>
<i>IAS 1.86</i>	37. General and administrative expenses		
	Staff costs (Note 37.1)	2,375,976	1,798,246
	Depreciation of plant and equipment	196,206	177,749
	Note printing	1,079,543	928,106
	Directors' fee	152	127
	Audit fee	2,600	2,600
	Stationery	31,886	27,145
	Rent	77,362	69,471
	Remittance of treasure	17,289	19,597
	Travel expenses	11,811	10,404
	Donations	31,143	45,689
	Telephone	25,793	20,454
	Lunch	61,331	50,220
	Staff bus	21,448	23,071
	Repairs	75,680	54,118
	Miscellaneous	422,404	360,635
		<u>4,430,624</u>	<u>3,587,632</u>
	37.1 Staff costs		
	Salary	752,538	765,220
	House rent	289,404	287,068
	Contribution to contributory provident fund	(12,555)	(10,146)
	Subsidy of interest to contributory and general provident fund	30,080	86,878
	Pension and gratuity	243,396	180,318
	Leave encashment	54,502	74,536
	General and incentive bonus	320,404	236,661
	Income tax paid to government	13,070	18,050
	Medical expenses	95,138	87,691
	Other staff costs	589,999	71,970
		<u>2,375,976</u>	<u>1,798,246</u>

Reference
IAS 1.8(e), 104

**Bangladesh Bank: Notes to the Financial Statements
as at and for the Year Ended 30 June 2008**

	<u>2008</u> <i>Taka '000</i>	<u>Restated</u> <u>2007</u> <i>Taka '000</i>
37a Consolidated general and administration expenses		
Staff costs (Note 37a.1)	2,510,141	1,914,681
Depreciation of plant and equipment	272,257	218,365
Directors' fee	310	202
Audit fee	2,800	2,750
Stationery	31,886	27,145
Rent	77,362	69,471
Distribution of currency	17,289	19,597
Travel expenses	11,811	10,404
Donations	31,143	45,689
Telephone	25,793	20,454
Lunch	61,331	50,220
Staff bus	21,448	23,071
Repairs	75,680	54,118
Materials	1,225,616	968,876
Provision for WPPF	39,807	34,130
Income tax & Vat	405,242	268,307
Miscellaneous	529,343	541,706
	<u>5,339,259</u>	<u>4,269,186</u>
37a.1 Staff costs		
Salary	820,282	856,447
House rent	289,404	287,068
Contribution to contributory provident fund	(12,555)	(10,146)
Subsidy of interest to contributory and general provident fund	30,080	86,878
Pension and gratuity	248,450	181,868
Leave encashment	60,554	81,496
General and incentive bonus	338,069	253,359
Income tax paid to government	13,070	18,050
Medical expenses	97,921	87,691
Other staff costs	624,866	71,970
	<u>2,510,141</u>	<u>1,914,681</u>

IFRS 7.31 **38. Risk management**

38(i) Financial risk management

International Financial Reporting Standard IFRS 7 - Financial Instruments: Disclosures - requires disclosure of information relating to: both recognised and unrecognised financial instruments, their significance and performance, accounting policies, terms and conditions, net fair values and risk information- the Bank's policies for controlling risks and exposures.

A financial instrument is defined as any contract that gives rise to both a financial asset of one enterprise and financial liability or equity instrument of another enterprise. The identifiable financial instruments for Bangladesh Bank are its domestic government securities, its foreign currency liabilities, securities, loans and advances, bank deposits, currency in circulation and deposit liabilities.

Net fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction. Bangladesh Bank's recognised instruments are carried at cost or current market value, which approximates net fair value.

Reference
IAS 1.8(e), 104

**Bangladesh Bank: Notes to the Financial Statements
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The Bank is involved in policy-oriented activities. Therefore, the Bank's risk management framework, differs from the risk management framework for most other financial institutions. The main financial risks to which the Bank is exposed include credit risk, foreign exchange risk and interest rate risk. In the management of foreign reserves, minimising liquidity risk is the prime consideration in order to ensure the availability of currency as required. Like most central banks the nature of the Bank's operations creates exposure to a range of operational and reputational risks.

Bank management seeks to ensure that strong and effective risk management and control systems are in place for assessing, monitoring and managing risk exposure. Experienced staff conducts the Bank's local currency, foreign currency reserves management, and foreign exchange dealing operations in accordance with a clearly defined risk management framework, including limits and delegated authorities set by the Governor.

The Bank is subject to an annual audit by two external auditors who are appointed and their remuneration fixed by the Government as prescribed in Section 65 (1) of the Bangladesh Bank Order, 1972. Auditing arrangements are overseen by an audit Committee of the Board to monitor the financial reporting and audit functions within the Bank and the committee reviews the internal audit functions as well. The committee reports to the Board of Directors on its activities.

The overall risk management framework is designed to strongly encourage the sound and prudent management of the Bank's risk. The bank seeks to ensure the risk management framework is consistent with financial market best practice. The risks tables in this note are all based on Bangladesh Bank portfolio as reported in its balance sheet.

38(ii) Operational risk

Operational risk is the risk of loss in both financial and non-financial terms resulting from human error and the failure of internal processes and systems. Managing operational risk is seen as an integral part of the day to day operations and management, which includes explicit consideration of both the opportunities and the risks of all business activities. Operational risk management includes bank-wide corporate policies that describe the standard required of staff and specific internal control systems designed around the particular characteristics of various Bank activities. Compliance with corporate policies and departmental internal control systems are managed by departmental management and an active internal audit function.

38(iii) Credit risk

Credit risk is the risk of loss arising from a counterparty to a financial contract failing to discharge its obligation.

38(iv) Credit risk management

Credit risk is monitored and managed regularly. Bangladesh Bank's maximum exposure to credit risk in relation to each class of recognized financial assets, if the carrying amount of those assets as indicated in the balance sheet. Bangladesh Bank's exposure is to highly rated counter-parties and its credit risk is very low.

38(v) Concentration of credit exposure

- a The Bank's significant end of year concentrations of credit exposure were classified by industry of the issuer were as follows:

Reference
IAS 1.8(e), 104

Bangladesh Bank: Notes to the Financial Statements
as at and for the Year Ended 30 June 2008

	<u>2008</u> <i>Taka '000</i>	<u>Restated</u> <u>2007</u> <i>Taka '000</i>
Bank		
Government of Bangladesh	255,186,523	255,000,318
Other Sovereign issuers	100,917,882	38,994,590
Overseas financial institutions	311,749,987	303,827,356
Other banks & financial institution in Bangladesh	103,264,881	90,907,568
Others	399,199	362,172
	<u>771,518,472</u>	<u>689,092,004</u>
Consolidated		
Government of Bangladesh	255,186,523	255,000,318
Other Sovereign issuers	100,917,882	38,994,590
Overseas financial institutions	311,749,987	303,827,356
Other banks & financial institution in Bangladesh	103,837,648	91,404,313
Others	1,753,766	1,384,337
	<u>773,445,806</u>	<u>690,610,914</u>
b The Bank's significant end-of-year concentrations of credit exposure, based on the country/region in which the issuers' parent was located, were as follows:		
Bank		
Bangladesh	368,229,787	352,453,419
Asia	94,115,227	86,648,130
United States of America	80,867,574	60,182,237
Europe	227,902,881	189,571,322
Australia	403,003	236,896
	<u>771,518,472</u>	<u>689,092,004</u>
Consolidated		
Bangladesh	370,157,121	353,972,329
Asia	94,115,227	86,648,130
United States of America	80,867,574	60,182,237
Europe	227,902,881	189,571,322
Australia	403,003	236,896
	<u>773,445,806</u>	<u>690,610,914</u>

Reference Bangladesh Bank: Notes to the Financial Statements
IAS 1.8(e), 104 as at and for the Year Ended 30 June 2008

IAS 7.3 **39 Credit exposures by credit rating**

The following tables represents the Bank's financial assets based on Moody's credit rating of the issuer. For long term deposits Aaa is the highest quality rating possible and indicates that the entity has an exceptional credit quality and have the smallest degree of risk; Aa is the excellent credit quality but are rated lower than Aaa. Aa1 indicates higher end of Aa category, Aa2 indicates mid range ranking of Aa category and Aa3 indicates lower end of Aa category. For short term deposits P-1 indicates banks rated prime -1 for deposits offer superior credit quality and a very strong capacity for timely payment of short -term deposit obligations.

		Taka '000				
a	Bank	Credit Rating	2008	% of 2008 financial assets	2007	% of 2007 financial assets
i) Foreign currency financial assets						
	Cash balances with central banks	P-1	100,917,882	13.08%	38,994,590	5.68%
	Short term investment	P-1	292,570,486	37.92%	263,292,326	38.34%
	Treasury bills	Aaa	9,759,860	1.27%	33,117,085	4.82%
	Foreign bonds	Aaa	6,000,831	0.78%	5,027,942	0.73%
	Gold investment	Aa1	3,418,810	0.44%	2,390,003	0.35%
	IMF related assets	NR	81,556	0.01%	186,759	0.03%
	Others	NR	11,630,501	1.51%	5,555,341	0.81%
			424,379,926	55.01%	348,564,046	50.76%
ii) Local currency financial assets						
	Cash balances	NR	317,643	0.04%	175,413	0.03%
	Loans to government	NR	10,000,000	1.30%	10,000,000	1.46%
	Government of Bangladesh- overdraft and treasury bills	NR	245,186,523	31.78%	245,000,318	35.68%
	Investments	NR	8,919,167	1.16%	9,302,500	1.35%
	Loans to banks, financial institution and employees	NR	82,715,213	10.72%	76,049,727	11.07%
			347,138,546	44.99%	340,527,958	49.59%
	Total financial assets (i+ii)		771,518,472	100%	689,092,004	100%
		Taka '000				
b	Consolidated	Credit Rating	2008	% of 2008 "financial assets"	2007	% of 2007 "financial assets"
i) Foreign currency financial assets						
	Cash balances with central banks	P-1	100,917,882	13.05%	38,994,590	5.65%
	Short term investment	P-1	292,570,486	37.83%	263,292,326	38.12%
	Treasury bills	Aaa	9,759,860	1.26%	33,117,085	4.80%
	Foreign bonds	Aaa	6,000,831	0.78%	5,027,942	0.73%
	Gold investment	Aa1	3,418,810	0.44%	2,390,003	0.35%
	IMF related assets	NR	81,556	0.01%	186,759	0.03%
	Others	NR	11,630,501	1.50%	5,555,341	0.80%
			424,379,926	54.87%	348,564,046	50.47%
ii) Local currency financial assets						
	Cash balances	NR	1,672,210	0.22%	1,197,578	0.17%
	Loans to government	NR	10,000,000	1.29%	10,000,000	1.45%
	Government of Bangladesh- overdraft and treasury bills	NR	245,186,523	31.70%	245,000,318	35.48%
	Investments	NR	9,491,934	1.23%	9,799,245	1.42%
	Loans to banks, financial institution and employees	NR	82,715,213	10.69%	76,049,727	11.01%
			349,065,880	45.13%	342,046,868	49.52%
	Total financial assets (i+ii)		773,445,806	100%	690,610,914	100%

Reference
IAS 1.8(e), 104

**Bangladesh Bank: Notes to the Financial Statements
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IFRS 7.31 **40 Interest rate risk**

Interest rate risk is the risk of loss arising from changes in interest rates. The bank is exposed to interest rate risk as a result of mismatches of interest rate re-pricing of assets and liabilities.

Since the primary objective of the Bank is to achieve and maintain price stability, it determines at its own discretion the monetary policy that it will implement and the monetary policy instruments that is going to use in order to achieve and maintain price stability.

The Bank's interest sensitivity position based on contractual re-pricing arrangements as on 30 June 2008 is presented below. It includes the Bangladesh Bank's financial statements at carrying amounts, categorized by the earlier of contractual re-pricing of maturity dates.

As at and for the year ended 30 June 2008

Assets and liabilities will mature or re-price within the following period:

Particulars	Balance as at 30 June 2008	Floating interest %	Repricing period			over 5 years	Weighted average interest
			0 to 3 months	3 to 12 months	1 to 5 years		
Taka '000							
Assets							
Foreign currency financial assets							
Foreign currency accounts	100,917,882	-	100,917,882	-	-	-	2.2%
Foreign investments	311,749,987	-	292,882,519	13,929,393	4,938,075	-	4.4%
Assets held with IMF	81,556	-	50,425	-	-	31,131	0.004%
Other foreign assets	11,630,501	-	2,236,382	9,394,039	-	80	2.75%
	424,379,926		396,087,208	23,323,432	4,938,075	31,211	
Local currency financial assets							
Cash and cash equivalents	317,643	-	317,643	-	-	-	-
Loans to the government	10,000,000	-	10,000,000	-	-	-	4.79%
Government of Bangladesh - overdraft and treasury bills	245,186,523	-	17,455,997	82,044,835	64,176,580	81,509,111	7.3%
Investments in shares and debentures	8,919,167	-	-	700,000	1,454,167	6,765,000	5.15%
Loan to banks, financial institutions and employees	82,715,213	5%	13,058,061	33,381,706	6,835,213	29,440,233	3.94%
	347,138,546		40,831,701	116,126,541	72,465,960	117,714,344	

Reference
IAS 1.8(e), 104

**Bangladesh Bank: Notes to the Financial Statements
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Particulars	Balance as at 30 June 2008	Floating interest %	Repricing period			over 5 years	Weighted average interest
			0 to 3 months	3 to 12 months	1 to 5 years		
Taka '000							
Non financial assets							
Inventory	4,008,588	-	4,008,588	-	-	-	-
Property, plant and equipment	9,827,702	-	-	-	28,511	9,799,191	-
Other Local assets	1,389,194	-	878,233	475,207	-	35,754	-
	15,225,484		4,886,821	475,207	28,511	9,834,945	
Total assets	786,743,956		441,805,730	139,925,180	77,432,546	127,580,500	
Liabilities							
Foreign currency financial liabilities							
Liabilities with the IMF	54,796,116	-	-	-	-	54,796,116	0.48%
Deposits from banks and financial institutions	92,739,357	-	92,739,357	-	-	-	3.58%
Others foreign liabilities	1,107,809	-	-	-	-	1,107,809	-
	148,643,282		92,739,357	-	-	55,903,925	
Local currency financial liabilities							
Notes in circulation	351,887,365	-	351,887,365	-	-	-	-
Short term borrowings	7,950,000	-	7,950,000	-	-	-	6.17%
Deposits from banks and financial institutions	119,065,771	-	119,065,771	-	-	-	-
	478,903,136	-	478,903,136	-	-	-	-
Local currency non -financial liabilities							
Other domestic liabilities	60,780,420	-	30,527,559	-	-	30,252,861	-
Total liabilities	688,326,838		602,170,052	-	-	86,156,786	
Capital and reserves	98,417,118	-	-	-	-	-	-
Total liabilities and equity	786,743,956		602,170,052	-	-	86,156,786	

All recognised financial instruments are shown at net fair value.

All financial instruments are shown in their repricing period, which is equivalent to the remaining term of maturity.

Reference
IAS 1.8(e), 104

**Bangladesh Bank: Notes to the Financial Statements
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40.a Consolidated interest rate risk

Assets and liabilities will mature or re-price within the following periods.

Particulars	Balance as at 30 June 2008	Floating interest %	Repricing period			over 5 years	Weighted average interest
			0 to 3 months	3 to 12 months	1 to 5 years		
Taka '000							
Assets							
Foreign currency financial assets							
Foreign currency accounts	100,917,882	-	100,917,882	-	-	-	2.2%
Foreign investments	311,749,987	-	292,882,519	13,929,393	4,938,075	-	4.4%
Assets held with IMF	81,556	-	50,425	-	-	31,131	0.004%
Other foreign assets	11,630,501	-	2,236,382	9,394,039	-	80	2.75%
	424,379,926		396,087,208	23,323,432	4,938,075	31,211	
Local currency financial assets							
Cash and cash equivalents	1,672,210	-	1,672,210	-	-	-	-
Loans to the government	10,000,000	-	10,000,000	-	-	-	4.79%
Government of Bangladesh - overdraft and treasury bills	245,186,523	-	17,455,997	82,044,835	64,176,580	81,509,111	7.3%
Investments in shares and debentures	9,491,934	-	294,292	1,478,475	1,454,167	6,265,000	6.74%
Loan to banks, financial institutions and employees	82,715,213	5%	13,058,061	33,381,706	6,835,213	29,440,233	3.94%
	349,065,880		42,480,560	116,905,016	72,465,960	117,214,344	
Non financial assets							
Inventory	4,008,588	-	4,008,588	-	-	-	-
Property, plant and equipment	11,477,460	-	-	-	34,151	11,443,309	-
Other Local assets	2,569,533	-	878,233	475,207	-	35,754	-
Total non-financial assets	18,055,581		4,886,821	475,207	34,151	11,479,063	
Total assets	791,501,387		443,454,589	140,703,655	77,438,186	128,724,618	

Reference
IAS 1.8(e), 104

**Bangladesh Bank: Notes to the Financial Statements
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Particulars	Balance as at 30 June 2008	Floating interest %	Repricing period			over 5 years	Weighted average interest
			0 to 3 months	3 to 12 months	1 to 5 years		
Taka '000							
Liabilities							
Foreign currency financial liabilities							
Liabilities with the IMF	54,796,116	-	-	-	-	54,796,116	0.48%
Deposits from banks and financial institutions	92,739,357	-	92,739,357	-	-	-	3.58%
Others foreign liabilities	1,107,809	-	-	-	-	1,107,809	-
Total foreign currency financial liabilities	148,643,282		92,739,357	-	-	55,903,925	
Local currency financial liabilities							
Notes in circulation	351,887,365	-	351,887,365	-	-	-	-
Short term borrowings	7,950,000	-	7,950,000	-	-	-	6.17%
Deposits from banks and financial institutions	119,065,771	-	119,065,771	-	-	-	-
Total local currency financial liabilities	478,903,136	-	478,903,136	-	-	-	-
Local currency non -financial liabilities							
Other domestic liabilities	61,004,210	-	30,127,559	-	-	30,876,651	-
			987,933,831	-	-	30,876,651	
Total liabilities	688,550,628		601,770,052	-	-	86,780,576	
Capital and reserves	102,950,759	-	-	-	-	-	-
Total liabilities and equity	791,501,387		601,770,052	-	-	86,780,576	

All recognised financial instruments are shown at net fair value.

All financial instruments are shown in their repricing period , which is equivalent to the remaining term of maturity.

Reference
IAS 1.8(e), 104

**Bangladesh Bank: Notes to the Financial Statements
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IFRS 7.39 41. Liquidity risk

Liquidity risk is the risk that insufficient liquid funds will be available to the bank in order to perform its normal operations. The Bank limits this risk by managing foreign assets with liquidity in mind. The table below summarises the maturity profile of the Bank's assets and liabilities based on the contractual repayment date determined on the basis of the remaining period at the balance sheet date to the contractual maturity date.

Assets and liabilities will mature within the following periods

a Bank						Taka '000
	Up to 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	Over 5 years	Total
Foreign currency financial assets						
Foreign currency accounts	100,917,882	-	-	-	-	100,917,882
Foreign investments	141,457,439	151,425,080	13,929,393	-	4,938,075	311,749,987
Assets held with IMF	50,425	-	-	-	31,131	81,556
Other foreign assets	-	2,236,382	9,394,039	-	80	11,630,501
	242,425,746	153,661,462	23,323,432	4,938,075	31,211	424,379,926
Local currency financial assets						
Cash and cash equivalents	317,643	-	-	-	-	317,643
Loans to the government	10,000,000	-	-	-	-	10,000,000
Government of Bangladesh - overdraft and treasury bills	12,662,700	4,793,297	82,044,835	64,176,580	81,509,111	245,186,523
Investments in shares and debentures	-	-	700,000	1,454,167	6,765,000	8,919,167
Loan to banks, financial institutions and employees	-	13,058,061	33,381,706	6,835,213	29,440,233	82,715,213
	22,980,343	17,851,358	116,126,541	72,465,960	117,714,344	347,138,546
Non-financial assets						
Inventory	4,008,588	-	-	-	-	4,008,588
Property, plant and equipment	-	-	-	28,511	9,799,191	9,827,702
Other Local assets	24,863	853,370	475,207	-	35,754	1,389,194
	4,033,451	853,370	475,207	28,511	9,834,945	15,225,484
Total assets	269,439,540	172,366,190	139,925,180	77,432,546	127,580,500	786,743,956

Reference
IAS 1.8(e), 104

**Bangladesh Bank: Notes to the Financial Statements
as at and for the Year Ended 30 June 2008**

	Taka '000					
	Up to 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	Over 5 years	Total
Foreign currency financial liabilities						
Liabilities with the IMF	-	-	554,160	9,974,878	44,267,078	54,796,116
Deposits from banks and financial institutions	92,739,357	-	-	-	-	92,739,357
Others foreign liabilities	-	-	-	-	1,107,809	1,107,809
	92,739,357	-	554,160	9,974,878	45,374,887	148,643,282
Local currency financial liabilities						
Notes in circulation	351,887,365	-	-	-	-	351,887,365
Short term borrowings	7,950,000	-	-	-	-	7,950,000
Deposits from banks and financial institutions	119,065,771	-	-	-	-	119,065,771
	478,903,136	-	-	-	-	478,903,136
Local currency non-financial liabilities						
Other domestic liabilities	28,964,254	1,563,305	-	-	30,252,861	60,780,420
Total liabilities	600,606,747	1,563,305	554,160	9,974,878	75,627,748	688,326,838
Capital and reserve	-	-	-	-	98,417,118	98,417,118
Total liability and equity	600,606,747	1,563,305	554,160	9,974,878	174,044,866	786,743,956
Gap analysis						
Gap per individual band	(331,167,207)	170,802,885	139,371,020	67,457,668	(46,464,366)	-

	Taka '000					
	Up to 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	Over 5 years	Total
b Consolidated liquidity risk						
Foreign currency financial assets						
Foreign currency accounts	100,917,882	-	-	-	-	100,917,882
Foreign investments	141,457,439	151,425,080	13,929,393	4,938,075	-	311,749,987
Assets held with IMF	50,425	-	-	-	31,131	81,556
Other foreign assets	-	2,236,382	9,394,039	-	80	11,630,501
	242,425,746	153,661,462	23,323,432	4,938,075	31,211	424,379,926

Reference
IAS 1.8(e), 104

**Bangladesh Bank: Notes to the Financial Statements
as at and for the Year Ended 30 June 2008**

	Taka '000					
	Up to 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	Over 5 years	Total
Local currency financial assets						
Cash and cash equivalents	1,672,210	-	-	-	-	1,672,210
Loans to the government	10,000,000	-	-	-	-	10,000,000
Government of Bangladesh - overdraft and treasury bills	12,662,700	4,793,297	82,044,835	64,176,580	81,509,111	245,186,523
Investments in shares and debentures	-	286,792	1,485,975	1,454,167	6,265,000	9,491,934
Loan to banks, financial institutions and employees	-	13,058,061	33,381,706	6,835,213	29,440,233	82,715,213
	24,334,910	18,138,150	116,912,516	72,465,960	117,214,344	349,065,880
Other non-financial assets						
Inventory	4,008,588	-	-	-	-	4,008,588
Property, plant and equipment	-	-	-	34,151	11,443,309	11,477,460
Other Local assets	1,918,598	80,584	534,597	-	35,754	2,569,533
	5,927,186	80,584	534,597	34,151	11,479,063	18,055,581
Total assets	272,687,842	171,880,196	140,770,545	77,438,186	128,724,618	791,501,387
Foreign currency financial liabilities						
Liabilities with the IMF	-	-	554,160	9,974,878	44,267,078	54,796,116
Deposits from banks and financial institutions	92,739,357	-	-	-	-	92,739,357
Others foreign liabilities	-	-	-	-	1,107,809	1,107,809
	92,739,357	-	554,160	9,974,878	45,374,887	148,643,282
Local currency financial liabilities						
Notes in circulation	351,887,365	-	-	-	-	351,887,365
Short term borrowings	7,950,000	-	-	-	-	7,950,000
Deposits from banks and financial institutions	119,065,771	-	-	-	-	119,065,771
	478,903,136	-	-	-	-	478,903,136
Local currency non-financial liabilities						
Other domestic liabilities	28,964,254	1,163,305	-	-	30,876,651	61,004,210
Total liabilities	600,606,747	1,163,305	554,160	9,974,878	76,251,538	688,550,628
Capital and reserve	-	-	-	-	102,950,759	102,950,759
Total liability and equity	600,606,747	1,163,305	554,160	9,974,878	179,202,297	791,501,387
Gap analysis						
Gap per individual band	(327,918,905)	170,716,891	140,216,385	67,463,308	(50,477,679)	-

Reference
IAS 1.8(e), 104

**Bangladesh Bank: Notes to the Financial Statements
as at and for the Year Ended 30 June 2008**

IFRS 7.31 42. Currency risk

Currency risk (exchange rate risk) is a form of risk that arises from the change in price of one currency against another, which directly affects the value of foreign exchange reserves as well as investments. In Bangladesh Bank, foreign exchange reserve management and investment functions are guided by an Investment Committee. The decision of the Investment Committee and dealing practices approved by the Investment Committee serve as operational guidelines for Bangladesh Bank's reserve management and investments. The guidelines are directed towards managing different types of risks, while earning a reasonable return. There is an approved benchmark for investment in terms of currency composition, portfolio duration and proportion of different assets within a band. Dealers/portfolio managers afford best to comply with this benchmark and keep on rebalancing the investment portfolio following benchmark daily/weekly as approved by the Investment Committee.

Foreign currency monetary assets and liabilities

Taka '000

Particulars	US\$ equivalent	silver equivalent	EURO equivalent	GBP equivalent	Yen equivalent	C\$ equivalent	AUD equivalent	SDR equivalent	Others equivalent
Assets									
Held in other Central Banks abroad	66,255,250	-	28,684,959	4,466,853	486,470	300,724	403,003	-	320,623
Short term investment in overseas commercial banks	54,173,920	3,418,810	115,123,254	99,303,212	1,107,809	5,022,386	17,839,905	-	80
Treasury bills	9,759,860	-	-	-	-	-	-	-	-
Foreign bonds	4,501,314	-	-	-	-	-	1,499,517	-	-
Loan to other banks	9,394,039	-	-	-	-	-	-	-	-
Interest receivable	218,506	2,165	891,623	765,359	-	24,242	217,945	116,542	-
Asset held with IMF	-	-	-	-	-	-	-	81,556	-
Total	144,302,889	3,420,975	144,699,836	104,535,424	1,594,279	5,347,352	19,960,370	198,098	320,703
Liabilities									
Deposits from other banks	50,231,765	-	1,191,068	846,071	5,869	-	-	-	-
Due to Asian Clearing Union	40,464,584	-	-	-	-	-	-	-	-
Liabilities to IMF	-	-	-	-	-	-	14,062,567	-	-
Loan under poverty reduction and growth facility	-	-	-	-	-	-	-	35,458,395	-
SDR allocation	-	-	-	-	-	-	-	5,275,154	-
Others-JDR balance	-	-	-	-	1,107,809	-	-	-	-
Total	90,696,349	-	1,191,068	846,071	1,113,678	-	-	54,796,116	-
Net	53,606,540	3,420,975	143,508,768	103,689,353	480,601	5,347,352	19,960,370	(54,598,018)	320,703

The presentation currency of all operations is Taka.

Reference
IAS 1.8(e), 104

**Bangladesh Bank: Notes to the Financial Statements
as at and for the Year Ended 30 June 2008**

IFRS 7.40 43. Sensitivity Analysis

At 30 June 2008, if interest rates had been 100 basis points lower with all other variables constant, profit for the year would have been 5,638 million Taka lower (2007: Tk. 4,670 million), arising mainly as a result of lower interest income on financial assets. Conversely if interest rates had been 100 basis point higher with all other variables held constant profit for the year would have been 5,638 million Taka higher (2007: Tk.4670 million) arising mainly as a result of higher interest income on financial assets. Profit is very sensitive to changes in interest rates as interest is the principal source of income of the bank.

At 30 June 2008 if the Taka had weakened 10 per cent against the principal currencies in its foreign reserves portfolio with all other variables held constant profit for the year would have been 1,800 million Taka higher, (2007: Tk. 760 million). Conversely if the Taka had strengthened 10 per cent against the same currencies with all other all other variables held constant the Bank would have experienced a reduction of profit for the year of Taka 1,800 million, (2007: Tk.760 million. Profit is very sensitive to changes in exchange rates as the bank by necessity as General Manager, Forex Reserve and Treasury Management Department of Bangladesh Bank hold a very substantial foreign currency position.

Fair value

Fair value represents the amount at which an asset could be replaced or a liability settled on an arm length basis. Fair value have been based on management assumptions according to the portfolio of the asset and liability base. IFRS requires that the fair value of the financial assets and liabilities be disclosed according to their classification under IAS 39. The following tables summarizes the carrying amounts and fair values of those financial assets and liabilities not carried at fair value:

a Bank	Taka '000			
	Carrying value		Fair value	
	2008	2007	2008	2007
Financial assets				
Foreign currency accounts	100,852,272	39,001,487	100,917,882	38,994,590
Foreign investments	312,291,392	307,077,423	311,749,987	303,827,356
IMF related assets	81,279	186,862	81,556	186,759
Other assets	11,630,501	5,555,341	11,630,501	5,555,341
Loans to government	10,000,000	10,000,000	10,000,000	10,000,000
Government securities	245,186,523	245,000,318	245,186,523	245,000,318
Local investment	8,919,167	9,302,500	8,919,167	9,302,500
Loans to banks and financial institution	82,715,213	76,049,727	82,715,213	76,049,727
Others	317,643	175,413	317,643	175,413
Financial liabilities				
Liabilities with IMF	54,796,116	37,952,641	54,796,116	37,952,641
Deposits from banks and financial institutions	211,805,128	178,796,121	211,805,128	178,796,121
Notes in circulation	351,887,365	283,634,842	351,887,365	283,634,842
Short term borrowing	7,950,000	63,662,719	7,950,000	63,662,719
Others	1,107,809	1,237,753	1,107,809	1,237,753

Reference
IAS 1.8(e), 104

Bangladesh Bank: Notes to the Financial Statements
as at and for the Year Ended 30 June 2008

43 a Consolidated fair value	Taka '000			
	Carrying value		Fair value	
	2008	2007	2008	2007
Financial assets				
Foreign currency accounts	100,852,272	39,001,487	100,917,882	38,994,590
Foreign investments	312,291,392	307,077,423	311,749,987	303,827,356
IMF related assets	81,279	186,862	81,556	186,759
Other assets	11,630,501	5,555,341	11,630,501	5,555,341
Loans to government	10,000,000	10,000,000	10,000,000	10,000,000
Government securities	245,186,523	245,000,318	245,186,523	245,000,318
Local investment	9,491,934	9,799,245	9,491,934	9,799,245
Loans to banks and financial institution	82,715,213	76,049,727	82,715,213	76,049,727
Others	1,672,210	1,197,578	1,672,210	1,197,578
Financial liabilities				
Liabilities with IMF	54,796,116	37,952,641	54,796,116	37,952,641
Deposits from banks and financial institutions	211,805,128	178,796,12	211,805,128	178,796,121
Notes in circulation	351,887,365	283,634,842	351,887,365	283,634,842
Short term borrowing	7,950,000	63,662,719	7,950,000	63,662,719
Others	1,107,809	1,237,753	1,107,809	1,237,753

Financial assets

The fair value of foreign securities held to maturity is based on quoted market prices, at the balance sheet date. As explained in note 44, available -for- sale securities are SPC shares with a value of BDT 500,000,000 (2007: BDT 500,000,000) for which fair value cannot be reliably determined as they are not traded in the active market and there are no similar instruments with similar characteristics. The Bank management believes that the fair value of these shares are their carrying value. Government securities (overdraft-block and current) are carried at cost as the interest accrued is recovered on daily basis. Other government securities (Govt. Treasury Bills and Bonds) are carried at amortized cost. Loans to banks, financial institution and employees are carried at amortized cost and are net of provisions for impairment. These types of loans were granted with the same interest rate and there are no other similar loans with similar characteristics. Therefore, their fair value approximates their carrying value.

Reference Bangladesh Bank: Notes to the Financial Statements
IAS 1.8(e), 104 as at and for the Year Ended 30 June 2008

IFRS 7.8 44. Classification of financial instruments

Financial Assets

Taka '000

Reference	IFRS 7.8(c)	IFRS 7.8(b)	IFRS 7.8(a)	IFRS 7.8(d)		
Items	Loans and receivables	Held to maturity	Assets at fair value through profit or loss	Available for sale	Other financial assets	Total
Cash and cash equivalents	-	-	-	-	317,643	317,643
Foreign currency accounts	-	-	100,917,882	-	-	100,917,882
Foreign investments:						
Short term investments with overseas commercial banks	-	292,570,486	-	-	-	292,570,486
US Dollar Treasury Bills	-	-	9,759,860	-	-	9,759,860
Gold investment	-	3,418,810	-	-	-	3,418,810
Foreign Bonds	-	-	6,000,831	-	-	6,000,831
Asset held with IMF	-	-	81,556	-	-	81,556
Other foreign assets:						
Loans to other banks	9,394,039	-	-	-	-	9,394,039
Swift share	-	-	-	80	-	80
Interest receivable	-	-	-	-	2,236,382	2,236,382
Loans to the government	10,000,000	-	-	-	-	10,000,000
Government of Bangladesh-overdraft and treasury bills:						
Overdraft - block (government treasury bills)	208,300,000	-	-	-	-	208,300,000
Overdraft - current	12,662,700	-	-	-	-	12,662,700
Treasury bills	-	19,418,293	-	-	-	19,418,293
Treasury bonds	-	4,805,530	-	-	-	4,805,530
Investments in shares and debentures:						
Debenture - HBFC	-	8,419,167	-	-	-	8,419,167
Investment in subsidiary	-	-	-	500,000	-	500,000
Loans to banks and financial institutions:						
Loan to Commercial banks	124,206	-	-	-	-	124,206
Loan to Specialized banks	55,312,266	-	-	-	-	55,312,266
Loan to Private banks	2,700,000	-	-	-	-	2,700,000
Other loans and advances	4,333,361	-	-	-	-	4,333,361
Interest receivable	-	-	-	-	6,499,797	6,499,797
Loans and advances to employees	13,745,583	-	-	-	-	13,745,583
	316,572,155	328,632,286	116,760,129	500,080	9,053,822	771,518,472

Financial Liabilities

Taka '000

Reference	IFRS 7.8(e)(i)	IFRS 7.8(e)(ii)	IFRS 7.8(d)	
Items	Held for trading	Liabilities through profit or loss	Other financial liabilities	Total
Liabilities with IMF	-	54,796,116	-	54,796,116
Deposits from banks and financial institutions:				
Foreign currency deposits by commercial banks	-	52,274,773	-	52,274,773
Asian Clearing Union (ACU)	-	40,464,584	-	40,464,584
Other foreign liabilities	-	1,107,809	-	1,107,809
Notes in circulation	351,887,365	-	351,887,365	
Short term borrowing	7,950,000	-	-	7,950,000
Deposits from banks and financial institution	-	-	119,065,771	119,065,771
	359,837,365	148,643,282	119,065,771	627,546,418

Reference Bangladesh Bank: Notes to the Financial Statements
IAS 1.8(e), 104 as at and for the Year Ended 30 June 2008

44a Consolidated Classification of financial instruments

Financial Assets

Taka '000

Reference	IFRS 7.8(c)	IFRS 7.8(b)	IFRS 7.8(a)	IFRS 7.8(d)		
Items	Loans and receivables	Held to maturity	Assets at fair value through profit or loss	Available for sale	Other financial assets	Total
Cash and cash equivalents	-	-	-	-	1,672,210	1,672,210
Foreign currency accounts	-	-	100,917,882	-	-	100,917,882
Foreign investments:						
Short term investments with overseas commercial banks	-	292,570,486	-	-	-	292,570,486
US Dollar Treasury Bills	-	-	9,759,860	-	-	9,759,860
Gold investment	-	3,418,810	-	-	-	3,418,810
Foreign Bonds	-	-	6,000,831	-	-	6,000,831
Asset held with IMF	-	-	81,556	-	-	81,556
Other foreign assets:						
Loans to other banks	9,394,039	-	-	-	-	9,394,039
Swift share	-	-	-	80	-	80
Interest receivable	-	-	-	-	2,236,382	2,236,382
Loans to the government	10,000,000	-	-	-	-	10,000,000
Government of Bangladesh-overdraft and treasury bills:						
Overdraft - block (government treasury bills)	208,300,000	-	-	-	-	208,300,000
Overdraft - current	12,662,700	-	-	-	-	12,662,700
Treasury bills	-	19,418,293	-	-	-	19,418,293
Treasury bonds	-	4,805,530	-	-	-	4,805,530
Investments in shares and debentures:						
Debenture - House Building Finance Corporation	-	8,419,167	-	-	-	8,419,167
Short term money market investments	-	1,072,767	-	-	-	1,072,767
Loans to banks and financial institutions:						
Loan to Commercial banks	124,206	-	-	-	-	124,206
Loan to Specialized banks	55,312,266	-	-	-	-	55,312,266
Loan to Private banks	2,700,000	-	-	-	-	2,700,000
Other loans and advances	4,333,361	-	-	-	-	4,333,361
Interest receivable	-	-	-	-	6,499,797	6,499,797
Loans and advances to employees	13,745,583	-	-	-	-	13,745,583
Total	316,572,155	329,705,053	116,760,129	80	10,408,389	773,445,806

Financial Liabilities

Taka '000

Reference	IFRS 7.8(e)(i)	IFRS 7.8(e)(ii)	IFRS 7.8(d)	
Items	Held for trading	Liabilities through profit or loss	Other financial liabilities	Total
Liabilities with IMF	-	54,796,116	-	54,796,116
Deposits from banks and financial institutions:				
Foreign currency deposits by commercial banks	-	52,274,773	-	52,274,773
Asian Clearing Union (ACU)	-	40,464,584	-	40,464,584
Other foreign liabilities	-	1,107,809	-	1,107,809
Notes in circulation	351,887,365	-	-	351,887,365
Short term borrowing	7,950,000	-	-	7,950,000
Deposits from banks and financial institution	-	-	119,065,771	119,065,771
Total	359,837,365	148,643,282	119,065,771	627,546,418

Reference **Bangladesh Bank: Notes to the Financial Statements**
IAS 1.8(e), 104 **as at and for the Year Ended 30 June 2008**

IAS 37.28 **45. Contingent liabilities**

"The Bank had contingent liabilities for guarantees outstanding as at 30 June 2008 amounting to Taka 42,993.38 million (2007: 98,202.35 million) secured by counter guarantees from the Government of Bangladesh."

"The Bank had 7 pending litigations against which possible liability was Taka 74.38 million as at the balance sheet date. No provisions have been made in the financial statements in respect of these as it was not possible to determine the outcome of these cases with reasonable assurance. "

IFRS 8.20 **46. Operating segments**

"The Bank as the central bank of Bangladesh operates as an instrument of government economic policy. As a result its operations can be segmented between its operations in the domestic market (including the issue of currency) and its operations in the foreign exchange market to maintain reserves and implement government policy in this area. Therefore, the Bank presents assets and liabilities, and their associated income and expense streams, by distinguishing between foreign currency and local currency activities in the balance sheet and income statement."

The Bank operates as a central bank in the People's Republic of Bangladesh and therefore, cannot segment its operations by geographically.

IAS 19.25 **47. Retirement benefit plans**

IAS 19.27 The retirement plans differ for employees employed before 17 February 1983 and employees employed after the said date.

47.1 For employees employed before 17 February 1983

(a) Contributory Provident Fund (CPF)

The Bank and employees contribute to the fund, which invests in various securities. The Bank commits a return of 12.5% on the balance of the contributed amount. In the event that the return from securities is lower than the committed return of 12.5% the shortfall, if any, would be paid by the Bank.

(b) Gratuity scheme

On retirement the employees are entitled to get two months salary for every year of service.

47.2 For employees employed after 17 February 1983

(a) General Provident Fund (GPF)

The employees contribute at various rates of their basic salary into the fund. The fund is also invested in various securities and the Bank commits a return of 12.5% on the balance of the fund. In the event, when the return from securities is lower than the committed return of 12.5%, the shortfall, if any, would be paid by the Bank.

(b) Pension scheme

The employees are entitled to get pension amounting to maximum 80% of their last basic salary. 50% of the pension amount is paid as a lump sum computed at the rate of Tk. 200 per Tk. 1 surrendered from the pension. Employees may choose to surrender the remaining 50% for a lump sum payment computed at the rate of Tk. 100 per Tk.1 or to receive their pension monthly over the remaining lifetime.

All employees irrespective of joining date are entitled to Tk.500 per month as medical allowance in cash and a maximum of Tk.1,000 per year in the form of medicine even after retirement.

Reference
IAS 1.8(e), 104

**Bangladesh Bank: Notes to the Financial Statements
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Those employees who have unutilised leave up to one year or more at the time of retirement age of 57 are allowed to leave with salary for one year. The remaining unutilised leave is encashed (maximum twelve months). Employees are not allowed to encash their unutilised leave until reaching retirement age.

Those employees who have unutilised leave up to one year or more at the time of retirement age of 57 are allowed to leave with salary for one year. The remaining unutilised leave is encashed (maximum twelve months). Employees are not allowed to encash their unutilised leave until reaching retirement age.

Since the rate of interest is guaranteed for both CPF and GPF these funds are considered to be funded defined benefit plans. The gratuity scheme, pension scheme and medical assistance after retirement and encashing of unutilised leave are un-funded defined benefit plans.

47.3 Actuarial valuation of defined benefit plans

The Bank at first carried actuarial valuation for the pension fund and gratuity fund during the year 2003-2004. Further actuarial valuation for pension and gratuity scheme was carried on in the year 2005-2006. The Pension Fund and the Gratuity Fund is unfunded. According to the actuarial recommendation the following contribution is required for the funds:

	Taka '000			
	Pension plans		Gratuity plans	
	2008	2007	2008	2007
Amounts recognised in the balance sheet date:				
Present value of obligations	2,676,387	2,415,527	1,266,165	1,304,888
Excess recognised	-	108,123	876,598	990,612
Recognised liability for defined benefit obligation	2,676,387	2,523,650	2,142,763	2,295,500
Movement in the liability for defined benefit obligations:				
Liability for defined benefit obligations at 1 July	2,415,527	2,293,327	1,304,888	1,259,188
Current service costs and interest expenses	260,860	122,200	(38,723)	45,700
Liability for defined benefit obligations at 30 June	2,676,387	2,415,527	1,266,165	1,304,888
Expense recognised in profit or loss:				
Current service costs	122,200	-	45,700	-
Interest on obligation @ 8%	193,242	-	104,391	-
Less: paid during the year	(54,582)	-	(188,814)	-
Additional recognition	260,860	-	(38,723)	-

During the year an amount of Taka 152,737 thousand was transferred to pension fund from the excess amount of gratuity fund.

Actuarial valuation of defined benefit plans

Particulars	Pension plans		Gratuity plans	
	2008	2007	2008	2007

Actuarial assumptions:

Discount rate at 30 June	8%	8%	8%	8%
Future salary increase	7%	7%	7%	7%

Assumptions regarding future mortality are based on mortality tables.

Reference **Bangladesh Bank: Notes to the Financial Statements**
IAS 1.8(e), 104 **as at and for the Year Ended 30 June 2008**

IAS 16.74(c) 48. Capital commitment

As at 30 June 2008 the Bank had outstanding capital commitment with respect to different civil constructions amounting to Tk. 21.35 million (2007: Tk. 5.38 million). The Bank is also committed to incur capital expenditure of Taka 2.9 million in respect of other capital items.

IAS 24.17 49. Related parties

49.1 Transactions with government and government controlled enterprises

In the normal course of its operations, the Bank enters into transactions with related parties. Related parties include the Government of Bangladesh; as ultimate owner of the Bank, various government departments, and government controlled enterprises/entities. All transactions are carried out with reference to market rates. Transactions entered into include:

- (a) Acting as the fiscal agent, banker and financial advisor of the government; the Bank is the depository of the government and or its agents or institutions provide banking services to government and government departments and corporations;
- (b) Acting as the agent of the government or its agencies and institutions, provide guarantees, participate in loans to government or related institutions and foreign reserve;
- (c) The Bank does not ordinarily collect any commission, fees, or other charges for services which it renders to the government and related entities;
- (d) Acting as the agent of the government, the Bank issues securities of government, purchases any unsubscribed portion of any issue and amounts set aside for the Bank; and
- (e) As the agent of the government manages public debt and foreign reserve.

During the year the Bank received an amount of Taka 1307.92 billion and paid Taka. 1299.05 billion on behalf of government. As at 30 June 2008, total outstanding balance was Taka.255.19 billion.

49.2 Transactions with entities in which the bank has significant investments

During the year the Bank received debenture interest from House Building Finance Corporation (HBFC) amounting to Tk.421 million included in the interest income.

49.3 Transactions with retirement benefit plans

The Bank did not contribute any additional amount from the charges account to the retirement benefit plans (consisting of contribution to pension plans including widow/widowers). During the year the Bank transferred an amount of Taka 152,737 thousand from gratuity fund to the pension fund as the balance of the recognised obligation for gratuity fund was sufficient as per actuarial assumption made in 2006. Amounts of balances held in the financial statements maintained by these retirement benefit plans are given in note 47.

49.4 Board of Directors of Bangladesh Bank and key Management Personnel

- (a) Dr. Salehuddin Ahmed - appointed as the Chairman of the Board of Directors and also as the Governor of the Bangladesh Bank for a period of four years from 2 May 2005.
- (b) Mr. Md. Nazrul Huda- appointed as the Director of the Board of Bangladesh Bank in 11 June 2007 and also hold the post Deputy Governor, Bangladesh Bank.

Reference

IAS 1.8(e), 104

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- (c) Dr. Wahid Uddin Mahmud - appointed as the Director of the Board of Bangladesh Bank in 19 January 2005 for a period of four years and also working as the Professor, Department of Economics, Dhaka University, Dhaka.
- (d) Dr. Momtaz Uddin Ahmed - appointed as the Director of the Board of Bangladesh Bank for a period of two year with effect from 4 November 2006 and also working as the Professor, Department of Economics, Dhaka University, Dhaka.
- (e) Mr. Jafar Ahmad Chowdhury - appointed as the Director of the Board of Bangladesh Bank for a period of three years with effect from 21 November 2006 and hold the post of Secretary, Planning Commission, Ministry of Planning, Govt. of the Peoples Republic of Bangladesh.
- (f) Dr. Mohammad Tareque - appointed as the Director of the Board of Bangladesh Bank for a period of three years with effect from 13 February 2007 and hold the post of Secretary, Ministry of Finance, Govt. of the Peoples Republic of Bangladesh.
- (g) Mr. Muhammad Abdul Mazid - appointed as the Director of the Board of Bangladesh Bank for a period of three years with effect from 12 November 2007 and hold the post of Chairman, National Board of Revenue, Govt. of the Peoples Republic of Bangladesh.
- (h) Dr. Muhammad Ismail Hossain - appointed as the Director of the Board of Bangladesh Bank in 22 January 2008 for a period of three years and also working as the Professor, Department of Economics, Jahangirnagar University, Savar, Dhaka.
- (i) Dr. Mohammad Ali Taslim - appointed as the Director of the Board of Bangladesh Bank for a period of three years with effect from 29 January 2008 and working as Chief Executive Officer, Bangladesh Foreign Trade International, TCB Bhaban, Karwan Bazar, Dhaka.

49.5 Share based payment

The members of the Board of Directors do not hold any share of Bangladesh Bank as Government of Bangladesh is the owner 100% share of the Bank and the entire profit of the Bank is transmitted to the Government at the end of the year.

49.6 Remuneration of members of the Board of Directors and key management personnel

Members of the Board of Directors received remuneration totaling Tk152,000 and the Governor received salary totaling Tk.282,000. In addition, the Governor availed a free furnished house for his residence. Other key management personnel of the Bank received salary totaling Tk. 736,000. In addition, they availed official residence as well as transport.

IAS 10.7

50. Events after the balance sheet date

Subsequent to the balance sheet event, no events have occurred which require adjustments to/or disclosures in the financial statements.

51. Directors' responsibility for financial reporting

The Board of Directors are responsible for preparation and presentation of financial statements.