



**TO ALL SHAREHOLDERS / STATUTORY AGENCIES**

**Half Yearly Accounts**

In terms of Section 13 of the Securities and Exchange Rules, 1987, Management of the Bank is pleased to furnish the Un-audited Balance Sheet, Profit & Loss Account, Cash Flow Statement, Statement of Changes in Equity and Credit Rating of the Bank for the first half -year ended on June 30, 2010.

By order of the Board

July 25, 2010

**(A.K.M. Mozharul Hoque)**  
Senior Executive Vice President  
& Company Secretary

**INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED**

**Balance Sheet (Unaudited)**

**As at June 30, 2010**

	June 30, 2010	December 31, 2009	Growth
	Taka	Taka	%
<b><u>PROPERTY AND ASSETS</u></b>			
<b>Cash</b>	<b>4,785,520,623</b>	<b>4,633,980,079</b>	<b>3.27</b>
In hand (including foreign currency)	733,349,102	670,698,496	9.34
Balance with Bangladesh Bank and its Agents Bank (including foreign currency)	4,052,171,521	3,963,281,583	2.24
<b>Balance with other banks and financial institutions</b>	<b>3,301,250,791</b>	<b>8,155,648,754</b>	<b>(59.52)</b>
In Bangladesh	1,995,265,399	7,203,872,949	(72.30)
Outside Bangladesh	1,305,985,392	951,775,805	37.22
<b>Money at call and short notice</b>	<b>210,000,000</b>	<b>200,000,000</b>	<b>5.00</b>
<b>Investments</b>	<b>9,586,047,572</b>	<b>9,082,951,144</b>	<b>5.54</b>
Government	7,554,292,500	7,848,544,488	(3.75)
Others	1,628,737,899	831,389,483	95.91
Outside Bangladesh	403,017,173	403,017,173	0.00
<b>Loans and advances</b>	<b>42,961,515,297</b>	<b>37,793,886,723</b>	<b>13.67</b>
Loans, cash credits, overdrafts, etc.	41,128,984,159	35,986,175,332	14.29
Bills purchased and discounted	1,832,531,138	1,807,711,391	1.37
<b>Fixed assets including premises, furniture and fixtures</b>	<b>629,360,035</b>	<b>616,262,074</b>	<b>2.13</b>
<b>Other assets</b>	<b>2,841,798,486</b>	<b>2,419,136,205</b>	<b>17.47</b>
Non Banking Assets	-	-	
<b>Total assets</b>	<b>64,315,492,804</b>	<b>62,901,864,980</b>	<b>2.25</b>
<b><u>LIABILITIES AND CAPITAL</u></b>			
<b>Liabilities</b>			
<b>Borrowing from other banks, financial Institutions and agents</b>	<b>1,500,000,000</b>	<b>1,250,000,000</b>	<b>20.00</b>
In Bangladesh	1,500,000,000	1,250,000,000	20.00
Outside Bangladesh	-	-	
<b>Deposit and other accounts</b>	<b>49,345,354,106</b>	<b>50,017,960,808</b>	<b>(1.34)</b>
Current deposits and other accounts	7,719,227,063	6,569,331,019	17.50
Bills payable	1,846,921,138	1,279,279,322	44.37
Savings bank deposits	8,364,393,796	8,170,413,132	2.37
Term deposits	31,414,812,109	33,998,937,335	(7.60)
<b>Other liabilities</b>	<b>8,698,050,233</b>	<b>7,436,447,934</b>	<b>16.97</b>
<b>Total liabilities</b>	<b>59,543,404,338</b>	<b>58,704,408,742</b>	<b>1.43</b>
<b>Capital / Shareholders' equity</b>			

Paid up capital	1,743,860,800	1,743,860,800	-
Statutory reserve	1,545,408,159	1,545,408,159	-
Other reserve	180,718,719	179,907,922	0.45
Surplus in Profit and Loss Account	1,302,100,788	728,279,357	78.79
<b>Total shareholders' equity</b>	<b>4,772,088,466</b>	<b>4,197,456,238</b>	<b>13.69</b>
<b>Total liabilities and shareholders' equity</b>	<b>64,315,492,804</b>	<b>62,901,864,980</b>	<b>2.25</b>
<b><u>OFF BALANCE SHEET ITEMS</u></b>			
<b>Contingent liabilities:</b>			
Acceptances and endorsements	8,566,218,799	6,762,868,026	26.67
Letters of guarantee	3,436,525,019	3,186,598,664	7.84
Irrevocable letters of credit	8,635,134,675	7,593,746,458	13.71
Bills for collection	3,496,538,972	3,823,520,949	(8.55)
	<b>24,134,417,466</b>	<b>21,366,734,096</b>	<b>12.95</b>
<b>Other Commitments:</b>			
Forward assets purchased and forward deposits placed	-	-	
<b>Total off balance sheet items including contingent liability</b>	<b>24,134,417,466</b>	<b>21,366,734,096</b>	<b>12.95</b>
<b>Net Asset Value (NAV) Per Share</b>	<b>273.65</b>	<b>240.70</b>	<b>13.69</b>

**INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED**

**Profit and Loss Account (Provisional & Unaudited)**

For the half year ended June 30, 2010

<u>PARTICULARS</u>	<u>January to June 30, 2010</u>	<u>January to June 30, 2009</u>	<u>April to June 30, 2010</u>	<u>April to June 30, 2009</u>	<u>Growth % (Jan. - June)</u>
	Taka	Taka	Taka	Taka	
Interest income	2,187,332,866	1,979,684,349	1,200,164,616	974,586,149	10.49
Less: Interest paid on deposits, borrowings, etc.	1,266,421,248	1,418,930,401	630,738,329	713,364,324	(10.75)
<b>Net Interest Income</b>	<b>920,911,618</b>	<b>560,753,948</b>	<b>569,426,287</b>	<b>261,221,825</b>	<b>64.23</b>
Income from Investment	657,800,189	421,485,468	337,487,267	228,476,174	56.07
Commission, exchange and brokerage	579,827,072	441,941,800	316,121,864	237,028,330	31.20
Other operating Income	162,527,958	179,623,871	101,840,580	117,423,470	(9.52)
Capital gain	5,181,400	682,313	-	-	659.39
<b>Total operating Income</b>	<b>2,326,248,237</b>	<b>1,604,487,400</b>	<b>1,324,875,998</b>	<b>844,149,799</b>	<b>44.98</b>
Salaries and allowances	477,078,093	411,848,139	260,296,613	211,579,203	15.84
Rent, taxes, insurance, lighting and travelling	145,084,438	98,795,431	82,425,333	53,548,049	46.85
Legal expenses	851,975	714,283	507,725	354,208	19.28
Postage, stamp, telegram and telephone	24,653,475	24,172,229	13,656,135	13,080,078	1.99
Auditors' fee	-	68,000	-	68,000	(100.00)
Stationery, printing and advertisement	29,961,136	19,771,092	13,627,187	11,344,264	51.54
Charges on loan loss	131,210,521	900,000	131,210,521	900,000	14,478.95
Managing Director's salary	2,670,000	2,670,000	1,335,000	1,335,000	-
Directors' meeting fee	639,000	472,000	290,000	136,000	35.38
Repair, maintenance and depreciation of assets	91,642,089	79,076,603	46,731,543	42,581,072	15.89
Other expenses	120,159,369	81,732,982	64,906,827	53,211,543	47.01
<b>Total operating expenses</b>	<b>1,023,950,097</b>	<b>720,220,759</b>	<b>614,986,885</b>	<b>388,137,417</b>	<b>42.17</b>
<b>Profit before provision</b>	<b>1,302,298,140</b>	<b>884,266,641</b>	<b>709,889,113</b>	<b>456,012,382</b>	<b>47.27</b>
Provision for advance, other assets & off BS items	175,000,000	-	30,000,000	-	
<b>Profit before taxation</b>	<b>1,127,298,140</b>	<b>884,266,641</b>	<b>679,889,113</b>	<b>456,012,382</b>	<b>27.48</b>
Provision for taxation	553,476,710	375,813,322	301,702,873	193,805,262	47.27
<b>Profit after taxation</b>	<b>573,821,431</b>	<b>508,453,319</b>	<b>378,186,240</b>	<b>262,207,119</b>	<b>12.86</b>
Retained earning brought forward	728,279,357	561,094,024	-	-	29.80
	<b>1,302,100,788</b>	<b>1,069,547,343</b>	<b>378,186,240</b>	<b>262,207,119</b>	<b>21.74</b>
<b>Appropriations</b>					
Statutory reserve	-	-	-	-	
<b>Retained earnings</b>	<b>1,302,100,788</b>	<b>1,069,547,343</b>	<b>378,186,240</b>	<b>262,207,119</b>	<b>21.74</b>

Earnings Per Share (EPS)

<u>32.91</u>	<u>29.16</u>	<u>21.69</u>	<u>15.04</u>	12.86
--------------	--------------	--------------	--------------	-------

**INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED**  
**Cash Flow Statement (Unaudited)**  
**For the half year ended June 30, 2010**

<b><u>PARTICULARS</u></b>	<b>January to June</b>	<b>January to June</b>	<b>Growth</b>
	<b>30, 2010</b>	<b>30, 2009</b>	
	<b>Taka</b>	<b>Taka</b>	<b>%</b>
<b><u>Cash flows from operating activities</u></b>			
Interest received in cash	2,187,332,866	1,979,684,349	10.49
Interest payments	(1,266,421,248)	(1,418,930,401)	(10.75)
Dividend received	57,749,137	4,896,330	1,079.44
Fees and Commission receipts in cash	417,025,652	432,393,193	(3.55)
Recovery on loans previously written-off	20,758,624	48,344,407	(57.06)
Cash payment to employees	(479,748,093)	(414,518,139)	15.74
Cash payment to suppliers	-	-	-
Income tax paid	(391,992,646)	(347,551,691)	12.79
Cash receipts from other operating activities	909,803,207	558,099,522	63.02
Cash payment for other operating activities	(358,405,051)	(251,784,896)	42.35
<b>Cash flows before charges in operating assets and liabilities</b>	<b>1,096,102,447</b>	<b>590,632,674</b>	<b>85.58</b>
<b>Increase / Decrease in operating assets and liabilities</b>			
Statutory deposits	-	-	-
Purchase/sales of Trading Securities	-	-	-
Loans and advances to other Banks	-	-	-
Loans and advances to Customers	(5,167,628,574)	(536,009,367)	864.09
Other assets	(30,669,634)	455,942,139	(106.73)
Deposits from other Banks	(31,523,000)	(4,792,000)	557.83
Deposit from customers	(641,083,702)	5,782,637,270	(111.09)
Trading Liabilities	250,000,000	(200,000,000)	(225.00)
Other Liabilities	400,170,743	(44,580,322)	(997.64)
	<b>(5,220,734,168)</b>	<b>5,453,197,720</b>	<b>(195.74)</b>
<b>Net cash from operating activities</b>	<b>(4,124,631,721)</b>	<b>6,043,830,394</b>	<b>(168.25)</b>
<b><u>Cash flows from investing activities</u></b>			
Proceeds from sale of securities	-	-	-
Cash payments for purchase of securities	(797,348,416)	(205,294,559)	288.39
Purchase/ Sale of Property, Plant & equipment of fixed assets	(65,129,271)	(62,810,703)	3.69
Purchase/Sales of Subsidiary	-	-	-
<b>Net cash from investing activities</b>	<b>(862,477,687)</b>	<b>(268,105,262)</b>	<b>221.69</b>
<b><u>Cash flows from financing activities</u></b>			
Received from issue of loan, capital and debts security	-	-	-
Payments for redemption of loan capital and debt security	-	(3,530,016)	(100.00)
<b>Net Cash from Financing activities</b>	<b>-</b>	<b>(3,530,016)</b>	<b>(100.00)</b>
<b>Net increase in cash and cash equivalent</b>	<b>(4,987,109,408)</b>	<b>5,772,195,116</b>	<b>(186.40)</b>
<b>Opening cash and cash equivalent</b>	<b>20,756,173,322</b>	<b>9,484,441,967</b>	<b>118.84</b>
<b>Closing cash and cash equivalent (Note # 1)</b>	<b>15,769,063,914</b>	<b>15,256,637,083</b>	<b>3.36</b>
<b><u>Note # 1:</u></b>			
Cash in hand	733,349,102	598,511,584	22.53
Balance with Bangladesh Bank and its Agents Bank (including foreign currency)	4,052,171,521	4,874,221,302	(16.87)
Balance with other banks and financial institutions	3,301,250,791	3,266,952,194	1.05
Money at call and short notice	210,000,000	510,000,000	(58.82)
Govt. Securities	7,465,187,900	6,001,575,603	24.39
Prize bonds	7,104,600	5,376,400	32.14
	<b>15,769,063,914</b>	<b>15,256,637,083</b>	<b>3.36</b>
<b>Net Operating Cash Flow Per Share (NOCFPS)</b>	<b>(236.52)</b>	<b>346.58</b>	<b>(168.25)</b>

**INTERNATIONAL FINANCE INVESTMENT AND COMMERCE BANK LIMITED**  
**Statement of Changes in Equity (Unaudited)**  
**For the half year ended June 30, 2010**

PARTICULARS	Paid up capital	Statutory Reserve	Other Reserve	Profit/Loss	Total
	Taka	Taka	Taka	Taka	Taka
Balance at January 01, 2010	1,743,860,800	1,545,408,159	179,907,922	728,279,357	4,197,456,238
Surplus /Deficit on account of Revaluation of Govt. Treasury bill & bond etc	-	-	810,797	-	810,797
Net Profit after Tax	-	-	-	573,821,431	573,821,431
<b>Balance as on June 30, 2010</b>	<b>1,743,860,800</b>	<b>1,545,408,159</b>	<b>180,718,719</b>	<b>1,302,100,788</b>	<b>4,772,088,466</b>
<b>Balance as on June 30, 2009</b>	<b>1,341,431,400</b>	<b>1,215,504,476</b>	<b>143,413,655</b>	<b>1,069,547,343</b>	<b>3,769,896,874</b>

**CREDIT RATING ON IFIC BANK LIMITED**

	2009 (CRAB)	2008 (CRISL)
Long Term	A <sub>1</sub>	A
Short Term	ST - 2	ST - 2
Date of Rating	July 11, 2010	
Valid till	June 30, 2011	

Credit Rating Agency of Bangladesh Limited (CRAB) has assigned the long term rating of International Finance Investment and Commerce Bank Limited (called as IFIC Bank) at "A<sub>1</sub>" (pronounced Single A one) and short term rating at "ST-2". Credit Rating Agency of Bangladesh Limited (CRAB) performed the rating based on financials for the year - 2009 and other relevant information.

Commercial Banks rated 'A<sub>1</sub>' have strong capacity to meet their financial commitments but are somewhat more susceptible to the adverse effects of changes in circumstances and economic conditions than Commercial Banks in higher rated categories. 'A<sub>1</sub>' rated banks are judged to be of high quality and are subject to low credit risk. Commercial Banks rated 'ST-2' are considered to have strong capacity for timely repayment. Commercial Banks rated in this category are characterized with commendable position in terms of liquidity, internal fund generation, and access to alternative sources of funds.