

# JAMUNA BANK

## FINANCIAL STATEMENT 2017

### 46 Related Party Disclosures

i) Names of the Directors together with a list of entities in which they have interest Note-46.3

ii) Significant contracts where Bank is a party and wherein Directors have interest during the year 2017: Nil

iii) Shares issued to Directors and Executives without consideration or exercisable at a discount Nil

### iv) Related party transactions

Name of Directors	Relationship	Nature of Loan	Amount	Status
1. Al-Haj Nur Mohammed	Director	Credit Card	BDT 8,625	Regular
2. Al-Haj Nur Mohammed	Director	Credit Card	USD 154	Regular
3. Golam Dastagir Gazi, BIR PROTIX	Director	Credit Card	USD 983	Regular
4. Gazi Golam Murtoza	Director	Credit Card	USD 710	Regular
5. Md. Mahmudul Hoque	Director	Credit Card	USD 22,076	Regular
6. Md. Mahmudul Hoque	Director	Credit Card	BDT 69,034	Regular
7. Sirajul Islam Varosha	Director	Credit Card	BDT 401,360	Regular
8. Sirajul Islam Varosha	Director	Credit Card	USD 15,195	Regular
9. Kanutosh Majumder			USD 190	Regular
10. Al-Haj Md. Rezaul Karim Ansari				
11. Md. Mahmudul Hoque				
12. Al-Haj Nur Mohammed	Director	Term Loan	BDT 254,994,203	Regular
13. Abul Khayer Mohammad Shakhawat				

v) Disclosure of transaction regarding Directors and their related concerns Nil

vi) Business other than banking business with any relation concern to the Directors as per Section 18(2) of the Bank Companies Act, 1991.

Service receiving companies where the Directors interest subsisted during the year:

Name of party	Relationship	Nature of transaction	Amount
Samoy Media Ltd.	Director	Advertisement (Electronic media)	8,165,000
Gazi satellite Television Ltd.	Director	Advertisement (Electronic media)	13,800,000
Protidiner Sangbad	Director	Newspaper advertisement	7,140,000
Gazi Communications	Director	VSAT/ network connectivity	13,820,291

vii) Investment in the Securities of Directors and their related concern Nil

### 46.1 Business with subsidiary

For the year 2017

Organization	Nature of Transactions	Opening Balance	Addition	Adjustment	Closing Balance
Jamuna Bank Capital Management Ltd.					
	Short Notice Deposit	51,987,341	5,936,432,532	5,969,078,751	19,341,122
	Secured Overdraft	118,434,625	1,338,298,200	1,061,791,676	394,941,149
Jamuna Bank Securities Ltd.					
	Short Notice Deposit	3,905,977	238,867,699	234,129,382	8,644,294

### 46.2 Name of the Directors and their interest in bank

Sl.	Name of the Directors	Status	December 2017 (%)	December 2016 (%)
1	Mr. Md. Ismail Hossain Siraji	Chairman	2.00%	2.00%
2	Engr. A.K.M. Mosharraf Hussain	Director	2.00%	2.00%
3	Engr. Md. Atiqur Rahman	Director	3.86%	3.86%
4	Mr. Golam Dastagir Gazi, Bir Protik	Director	2.00%	2.00%
5	Mr. Fazlur Rahman	Director	2.00%	2.00%
6	Al-Haj Nur Mohammed	Director	2.96%	2.96%
7	Mr. Md. Tazul Islam	Director	2.26%	2.26%
8	Mr. Md. Belal Hossain	Director	2.00%	2.00%
9	Mr. Md. Mahmudul Hoque	Director	2.00%	2.00%
10	Mr. Shaheer Mahmud	Director	4.74%	4.74%
11	Mr. Gazi Golam Murtoza	Director	2.55%	2.55%
12	Mr. Robin Razon Sakhawat	Director	0.00%	0.00%
13	Mr. Redwan-Ul Karim Ansari	Director	2.09%	2.09%
14	Mr. Md. Sirajul Islam Varosha	Director	2.00%	2.00%
15	Mr. Kanutosh Majumder	Director	2.01%	2.01%
16	Ms. Tasmin Mahmud	Director	5.03%	5.03%
17	Mr. Md. Hasan	Director	5.00%	5.00%
18	Mr. Narayan Chandra Saha	Independent Director	0.00%	0.00%
19	Mr. Chowdhury Mohammad Mohsin	Independent Director	0.00%	0.00%
20	Mr. Md. Rafiqul Islam	Independent Director	0.00%	0.00%
21	Mr. Shaiful Alam	Managing Director	-	-

### 46.3 Name of the directors and their interest in different entities.

Sl No.	Name	Designation	Entities where they have interest	Position with the entities/companies
1.	Mr. Md. Ismail Hossain Siraji	Director	1. Reliance Tannery Ltd.	Director
			2. Shahjahan Spinning Mills Ltd.	"
			3. RTL Footwear Ltd.	"
			4. Aimon Knitwear Ltd.	Chairman
			5. Assarunessa Memorial Hospital	Proprietor
			6. Hajji Yunus Mia Diagnostic Center	"
			7. Reliance Footwear	"
			8. Shahjahan Dairy Farm	"
			9. The Civil Engineers Limited	Chairman
			10. Tulagano Fashions Limited	"
			11. Standard Fashions Limited	"
			12. Amann Bangladesh Limited	Managing Director
			13. Amotex Limited	"
			14. Adhunik Poshak Shilpa Limited	"
			15. Crazy Fashions Limited	"
			16. Matexport (Bangladesh) Limited	"
2.	Engr. A.K.M. Mosharraf Hussain	Director	1. The Civil Engineers Limited	Chairman
			2. Tulagano Fashions Limited	"
			3. Standard Fashions Limited	"
			4. Amann Bangladesh Limited	"
			5. Amex Limited	Managing Director
			6. Amotex Limited	"
			7. Adhunik Poshak Shilpa Limited	"
			8. Crazy Fashions Limited	"
			9. International Trading Services Limited	"
			10. Kazipur Fashions Limited	"
			11. Matexport (Bangladesh) Limited	"
			12. Peak Fashions Limited	"
			13. Standard Stitches Limited	"
			14. Standard Group Limited	"
			15. Shams Styling Wears Limited	"
			3.	Engr. Md. Atiqur Rahman
18. Transworld SWEATERS LIMITED	"			
19. Wear Mag Limited	"			
20. Your Fashion Sweater Limited	"			
21. Concorde Knitting & Dyeing Industries Ltd.	"			
22. United Financial Trading Company Ltd.	Director			
23. Inno Chemicals Limited	Director			
24. Standard Insurance Limited	Shareholder			
1. Amex Limited	Chairman			
2. Amotex Limited	"			
3. Adhunik Poshak Shilpa Limited	"			
4. Crazy Fashions Limited	"			
5. International Trading Services Limited	"			
6. Kazipur Fashions Limited	"			
7. Matexport (Bangladesh) Limited	"			
8. Peak Fashions Limited	"			
9. Standard Stitches Limited	"			
10. Standard Group Limited	"			
11. Shams Styling Wears Limited	"			
12. Sterling Designs Limited	"			
13. Tip Top Fashions Limited	"			
14. Transworld SWEATERS LIMITED	"			
15. Wear Mag Limited	"			
16. Your Fashions Sweater Limited	"			
4.	Mr. Golam Dastagir Gazi, Bir Protik	Director	17. Concorde Knitting & Dyeing Industries Ltd.	"
			18. Inno Chemicals Limited	"
			19. Standard Fashions Limited	Managing Director
			20. The Civil Engineers Limited	"
			21. United Financial Trading Company Ltd.	Director
			22. Amann Bangladesh Limited	"
			23. Standard Insurance Limited	Shareholder
			1. Gazi Networks Ltd.	Chairman
			2. Gazi Renewable Energy Co. Ltd.	"
			3. Gazi Infrastructure Development Co. Ltd.	"
			4. Gazi Satellite Television Ltd.	Managing Director
			5. Gazi Tyres	Proprietor
			6. Gazi Tyres-2	"
			7. Gazi Tanks	"
			8. Gazi Tanks Unit-2	"
			9. Gazi Tanks Unit-3	"
10. Gazi Tanks Unit-4	"			
11. Gazi International	"			
12. Gazi Sinks	"			
13. Gazi Auto Tyres	"			
14. City Vegetable Oil Mills Ltd.	Chairman and MD			
15. Hasan Flour Mills Ltd.	"			
16. City Dal Mills Ltd.	"			
17. City Poultry and Fish Feeds Ltd.	"			
18. Hasan Printing & Packaging Ind. Ltd.	"			
19. Van Ommeran Tank Terminal (BD) Ltd.	"			
20. City Feed Products Ltd.	"			
21. City Navigation Limited	"			
22. Somay Media Ltd.	"			
23. City PET Industries Ltd.	"			
24. Hasan Containers Ltd.	"			
25. Hasan Printing & Packaging Ind. Ltd.	"			
26. Van Ommeran Tank Terminal (BD) Ltd.	"			
27. City Feed Products Ltd.	"			
28. Farzana Oil Refineries Ltd.	"			
29. Hamida Plastic Containers Ltd.	"			
30. New Sagurnal Tea Co. Ltd.	"			
31. City Auto Rice & Dal Mills Ltd.	"			
32. Asgor All Hospital Ltd.	"			
5.	Mr. Fazlur Rahman	Director	1. Munshigonj Chamber of Commerce & Industry	President
			2. Fabian Industries Limited	Managing Director
			3. Fabian Thread Limited	"
			4. Fabitax Industries Limited	"
			5. Fabian Multiplex Ind. Limited	"
			6. Fabian Zip-Fastener Ind. Limited	"
			7. Famrose Apparels Ltd	"
			8. M/s Fouzi & Company	Proprietor
			9. Robintex (Bangladesh) Ltd.	Director
			10. Complex (Bangladesh) Ltd.	Managing Director
			11. Robin Knitwear Limited	Director

### 47 Audit Committee

#### a) Particulars of Audit Committee

Audit Committee was constituted/reconstituted by the Board of the Directors of the Bank in the light of Bangladesh Bank Guideline(s) as well as Notification(s) time to time issued by the Bangladesh Securities and Exchange Commission (BSEC). The Board of Directors reconstituted the Audit Committee consisting of following members of the Board of Directors of the Bank :

#### Members of the Audit Committee of the Board of Directors as on 31-12-2017:

Sl.	Name	Relationship with the Bank	Position	Education qualification
1.	Mr. Md. Rafiqul Islam	Independent Director	Chairman	B.A. (Hon'rs), M.A. (Economics)
2.	Mr. Md. Belal Hossain	Director	Member	H.S.C
3.	Mr. Md. Hasan	Director	Member	BBA from Australia
4.	Mr. Redwan-ul Karim Ansari	Director	Member	Barriester-at-law
5.	Mr. Narayan Chandra Saha	Independent Director	Member	M. Com (Accounting)

b) During the year ended 31 December 2017, 11 (eleven) meetings of the Audit Committee were held.

c) Steps have been taken for implementation of an effective internal control procedure of the Bank:

The Committee reviewed the reports of the Internal Control and Compliance Division in respect of the operation of different Branches and Divisions of Head Office of the Bank, assessed risks associated with credit, trade finance & operations, sketched the strategies to mitigate those risks and placed reports before the Board of Directors at intervals so as to ensure compliance and mitigate risks in different area of banking operations. The Audit Committee also evolved the policy outlines for establishing corporate governance through the Board of Directors. In accomplishing the responsibilities the Audit Committee adheres to the guidelines contained in BRPD Circular No 12 dated 23 December 2002 of Bangladesh Bank.

#### 48 Shariah Supervisory Committee

The Board constituted Shariah Supervisory Committee of Jamuna Bank Ltd. with the following members:

Sl #	Name	Status with the committee	Educational Qualification	Status with the Bank
1	Alhajj Mawana Md. Sadequul Islam	Chairman	Kamil, BA (Hon') in Economics	-
2	Mr. M. Azizul Haque	Member	M.A. in Economics	-
3	Prof. Mowana Md. Salahuddin	Member	Post Graduate (Islamic Studies)	-
4	Mawana Abdur Razzak	Member	Kamil Hadith, Tafsir, Arabic Literature, Fiqah Post Graduate (Arabic)	-
5	Hafez Mawana Mufti Ruhul Amin	Member	M.A. Mphil	-
6	Hafez Mawana Prof. Dr. Shahidul Islam Barakat	Member	Phd	-
7	Dr. Ahmadullah Trishali	Member	M.S.S	Managing Director
8	Mr. Shaiful Alam	Member	M.S.S	Managing Director

During the year 2017, (3) three meetings of the Shariah Supervisory Committee were held.

During the year 2017, the following issues were discussed in the meetings:

- Discussion about Islamic Banking operations;
- Provisional & Actual profit rate for Islamic banking branches
- Rules & Method of Investment for Islamic Banking Branches.
- Discussion about various Financial Statements of Islamic Banking branches;
- Guidelines given as to treatment of profit on overdue investments through Compensation Account.

#### 49 Information about Segment Reporting

The bank operates under the following business segments:

Particulars	Conventional	Islamic	Total
Total Operating Income	8,598,889,633	187,107,894	8,785,997,526
Allocated Expenses	4,388,413,273	62,173,756	4,450,587,029
Operating Profit (Before Tax & Provision)	4,210,476,359	124,934,138	4,335,410,497
Total Provision (Loans/Advances & Others)	943,946,036	-	943,946,036
Profit Before Tax	3,496,355,115	-	3,496,355,115
Provision for Income Tax	1,370,450,244	-	1,370,450,244
Net Profit after taxation	2,021,014,217	-	2,021,014,217
Segment Assets	193,352,896,739	3,705,641,326	197,058,538,065
Segment Liabilities	177,919,525,909	3,705,641,326	181,625,167,236

The bank operates under the following geographical segments:

Particulars	Bangladesh	Off Shore Banking Unit	Total
Total Operating Income	8,699,089,330	86,908,196	8,785,997,526
Allocated Expenses	4,444,916,701	5,670,328	4,450,587,029
Operating Profit (Before Tax & Provision)	4,254,172,630	81,237,868	4,335,410,497
Total Provision (Loans/Advances & Others)	943,946,036	-	943,946,036
Profit Before Tax	3,496,355,115	-	3,496,355,115
Provision for Income Tax	1,370,450,244	-	1,370,450,244
Net Profit after taxation	2,021,014,217	-	2,021,014,217
Segment Assets	191,914,637,591	5,143,900,474	197,058,538,065
Segment Liabilities	176,481,266,761	5,143,900,474	181,625,167,236

#### 50 Highlights on the overall activities of the bank

Highlights on the overall activities of the bank have been furnished in annexure-E.

#### 51 Workers Participation Fund and Welfare Fund

SRO-336-AIN/2010 dated 5-10-2010 issued by the Ministry of Labour and Employment and published in Bangladesh gazette on 07-10-2010 declaring the status of business of certain institutions and companies (like mobile operating companies, mobile network service providing company, all Govt. and Non-Govt, money lending companies, all insurance companies etc.) as "Industrial Undertakings" for the purpose of Chapter-xv of the Bangladesh Labor Act, 2006 which deals with the workers participation in company's profit by way of Workers Participation Fund and Welfare Fund (WPFWF). The Bangladesh Labor Act, 2006 requires the "Industrial Undertakings" to maintain provision for workers profit participation fund @5% on net profit. However, we have obtained legal opinion from legal advisor in this regard where it has been stated that Jamuna Bank Limited does not fall under this category. Therefore, no provision in this regard has been made in the financial statements during the year under audit.

Dhaka, 26 April 2018

### 9. Mr. Redwan-ul Karim Ansari

Director

Name of the Foreign Bank	Currency Name	Amount in Foreign	Conversion Rate	Amount in BDT
1. AB Bank Ltd., Mumbai, India	USD	126,500.00	82.6750	10,461,769
2. Axis Bank Ltd., Mumbai, India	USD	80,824.50	82.6750	6,682,227
3. Bank of India, Riyadh, S.A	SAR	23,475.00	23.1022	540,167
4. B. H. Hitech Food Ind. (Pvt.) Ltd.	USD	188.56	82.6750	15,582.00
5. Commerzbank AG, Germany	EUR	175,801.49	96.7417	17,039,281
6. Credit Agricole, France	EUR	1,481,350.26	92.9681	137,000,000
7. Health American Bank, NY, USA	USD	3,611,992.70	82.6750	298,721,496
8. HSBC Bank Ltd., London, UK	GBP	4,825.27	82.6750	399,116.00
9. ICI Bank Ltd., India	USD	336,818.68	82.6750	27,841,484
10. ICICI Bank Ltd., Mumbai, India	USD	84,438.00	82.6750	6,982,395
11. Mashreq Bank Psc, Mumbai, India	USD	288,384.58	82.6750	23,842,195
12. National Bank of India, India	USD	47,230.00	82.6750	3,912,000
13. Nepal Bangladesh Bank Ltd., Nepal	USD	5,039.50	82.6750	417,441
14. Standard Chartered Bank, London, UK	GBP	27,230.00	82.6750	2,251,000
15. Standard Chartered Bank, London, UK	GBP	28,664.21	82.6750	2,368,000
16. Standard Chartered Bank, London, UK	GBP	3,263,342.34	82.6750	269,231,506
17. Standard Chartered Bank, London, UK	GBP	16,350.52	82.6750	1,354,132
18. Standard Chartered Bank, London, UK	GBP	101,429.78	82.6750	8,385,707
19. Standard Chartered Bank, London, UK	GBP	1,758.50	82.6750	145,371
20. Standard Chartered Bank, London, UK	GBP	1,758.50	82.6750	145,371
21. Unilever Bank, Germany	EUR	18,758.50	92.9681	1,740,000
Total				320,844,472