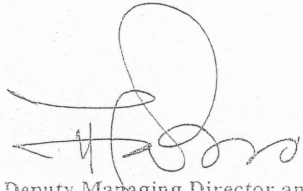


**MERCANTILE BANK LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE 1ST QUARTER ENDED MARCH 31, 2012**

	Amount in Taka	
	31.03.2012	31.03.2011
Interest Income	2,987,909,769	2,179,163,090
Less: Interest Paid on Deposits, Borrowings etc.	2,487,787,227	1,853,952,924
<b>Net Interest Income</b>	<b>500,122,542</b>	<b>325,210,166</b>
Investment Income	442,780,407	383,669,961
Commission, Exchange and Brokerage	290,013,801	438,707,636
Other Operating Income	266,653,502	140,665,160
	<u>999,447,710</u>	<u>963,042,757</u>
<b>Total Operating Income</b>	<b>1,499,570,252</b>	<b>1,288,252,923</b>
Salaries and Allowances	259,097,731	249,180,387
Chief Executive's Salary and Fees	1,515,000	1,515,000
Directors' Fees	810,750	732,000
Rent, Taxes, Insurances, Electricity etc.	72,535,207	59,392,163
Legal Expenses	1,102,164	1,339,027
Postage, Stamps, Telecommunication etc.	11,493,181	17,710,022
Stationery, Printings, Advertisements etc.	45,667,104	35,063,976
Auditors' Fees	-	147,059
Depreciation and Repair of Fixed Assets	25,976,537	18,864,604
Other Expenses	125,556,343	122,706,090
<b>Total Operating Expenses</b>	<b>543,754,017</b>	<b>506,650,328</b>
<b>Profit before Provision</b>	<b>955,816,235</b>	<b>781,602,595</b>
Provision against Classified Loans	107,500,000	41,000,000
Provision against Un Classified Loans	21,100,000	62,000,000
Other Provision	98,251,000	80,000,000
<b>Total Provision</b>	<b>226,851,000</b>	<b>183,000,000</b>
<b>Total Profit before Taxes</b>	<b>728,965,235</b>	<b>598,602,595</b>
Provision for Taxation	320,000,000	219,072,940
Provision for Deferred Tax	-	-
	<u>320,000,000</u>	<u>219,072,940</u>
<b>Net Profit after Taxation</b>	<b>408,965,235</b>	<b>379,529,655</b>
Retained Surplus brought forward from previous year	1,177,808,581	940,356,103
	<u>1,586,773,816</u>	<u>1,319,885,758</u>
<b>Appropriations</b>		
Statutory Reserve	145,793,047	119,720,519
Retained Surplus	1,440,980,769	1,200,165,239
	<u>1,586,773,816</u>	<u>1,319,885,758</u>
 Earning Per Share* (EPS)	 0.82	 0.76

\* Bonus dividend/Share @23% was approved in the AGM held on 28th March,2012 has not been considered in calculating Earning Per Share (EPS),as it has been credited to shareholder's account after the end of 1st Quarter of 2012 i.e. 31 March,2012. Previous period EPS has been restated accordingly as per BAS 33.

  
Deputy Managing Director and CFO

  
Managing Director and CEO

