



KPMG Afghanistan Limited

Bank-e-Millie Afghan

Unconsolidated Financial Statements

For the year ended 30 Hoot 1387
(20 March 2009)

BANK-E-MILLIE AFGHAN
UNCONSOLIDATED BALANCE SHEET

As at 30 Hoot 1387 (20 March 2009)

	<i>Note</i>	1387 (Afs)	1386 (Afs)
Assets			
Cash and cash equivalents	4	4,787,104,905	3,180,507,372
Loans and advances to customers	5	1,733,567,489	2,290,640,164
Long term loan to subsidiary - unsecured	6	11,141,179	15,050,097
Available for sale investment securities	7	304,183,056	366,295,056
Property and equipment	8	1,229,607,239	1,209,309,736
Intangible asset	9	617,952	475,000
Investment property	10	729,065,389	771,108,894
Other assets	11	56,069,579	25,662,513
Total assets		8,851,356,788	7,859,048,832
Liabilities			
Deposits from banks	12	18,846,227	14,537,080
Deposits from customers	13	4,476,063,641	3,157,489,425
Deferred tax liabilities	14	279,271,142	357,553,596
Unearned interest income	15	41,483,836	-
Other liabilities	16	75,230,502	97,447,084
Total liabilities		4,890,895,348	3,627,027,185
Equity			
Share capital	17	250,000,000	250,000,000
Retained earnings		2,824,535,439	3,046,406,046
Surplus on revaluation of property and equipment	18	914,278,001	914,278,001
Exchange translation reserve	19	(28,352,000)	21,337,600
Total equity		3,960,461,440	4,232,021,647
Total liabilities and equity		8,851,356,788	7,859,048,832
Contingencies and commitments	20		

The annexed notes 1 to 32 form an integral part of these unconsolidated financial statements.


 (Chief Executive Officer)


 (Chief Financial Officer)

BANK-E-MILLIE AFGHAN
UNCONSOLIDATED INCOME STATEMENT

For the year ended 30 Hoot 1387 (20 March 2009)

	Note	1387 (Afs)	1386 (Afs)
Interest income	21	625,771,155	414,472,341
Interest expense	21	(72,928,043)	(35,991,935)
Net interest income		552,843,112	378,480,406
Fee and commission income	22	22,884,634	31,044,341
Fee and commission expense	22	(1,663,562)	(1,889,552)
Net fee and commission income		21,221,072	29,154,789
Business receipt tax expense		(35,973,554)	(37,120,789)
Net trading (loss)/ income from foreign currencies		(10,845,109)	2,290,359
Other operating income	23	151,878,917	724,366,447
		105,060,254	689,536,017
Operating income		679,124,438	1,097,171,212
Impairment loss on loans and advances to customers	5	(698,363,211)	(385,589,151)
Personnel expenses	24	(172,511,066)	(101,030,156)
Depreciation	8	(44,017,566)	(33,633,984)
Other expenses	25	(51,963,256)	(38,045,288)
(Loss) / profit before taxation		(287,730,661)	538,872,633
Taxation	26	65,860,054	(86,508,603)
(Loss) / profit for the year		(221,870,607)	452,364,030

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to my

(Chief Executive Officer)




(Chief Financial Officer)

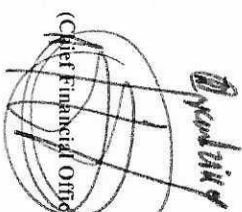


BANK-E-MILLIE AFGHAN
UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the year ended 30 Hoot 1387 (20 March 2009)

	Share capital (note 17)	Retained earnings	Surplus on revaluation of property and equipment (note 18) (Af\$)	Exchange translation reserve (note 19)	Total
Balance as at 21 March 2007 (1386)	250,000,000	2,594,042,016	914,278,001	18,214,400	3,776,534,417
Exchange loss on translation of available for sale investment securities	-	-	-	3,904,000	3,904,000
Deferred tax attributable to exchange loss on translation of available for sale investment securities	-	-	-	(780,800)	(780,800)
Profit for the year	-	452,364,030	-	-	452,364,030
Balance as at 20 March 2008 (1386)	250,000,000	3,046,406,046	914,278,001	21,337,600	4,232,021,647
Balance as at 21 March 2008 (1387)					
Exchange loss on translation of available for sale investment securities	-	-	-	(62,112,000)	(62,112,000)
Deferred tax attributable to exchange loss on translation of available for sale investment securities	-	-	-	12,422,400	12,422,400
Loss for the year	-	(221,870,607)	-	-	(221,870,607)
Balance as at 20 March 2009 (1387)	250,000,000	2,824,535,439	914,278,001	(28,352,000)	3,960,461,440

The annexed notes 1 to 32 form an integral part of these unconsolidated financial statements.


 (Chief Executive Officer)


 (Chief Financial Officer)

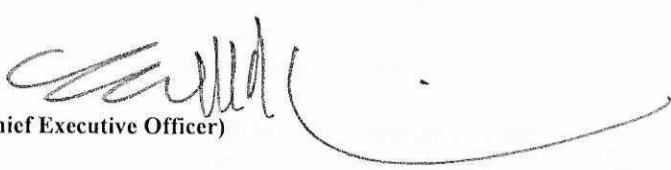
BANK-E-MILLIE AFGHAN

UNCONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 30 Hoot 1387 (20 March 2009)

	Note	1387 (Afs)	1386 (Afs)
Cash flows from operating activities			
(Loss) / profit before taxation		(287,730,661)	538,872,633
Adjustments for:			
Depreciation		44,017,566	33,633,984
Allowance for impairment		698,363,211	385,589,151
Change in fair value of investment property		-	(432,543,014)
Provision for staff pension		50,000,000	13,000,000
Provision for employees welfare fund		2,000	2,000,000
Net interest income		(552,843,112)	(378,480,406)
Dividend income		(9,825,805)	(19,732,431)
		(58,016,801)	142,339,917
Working capital changes			
(Increase) in loans and advances to customers		(141,290,536)	(1,379,943,338)
Decrease / (increase) in long term loan to subsidiary - unsecured		3,908,918	(313,308)
(Increase) in other assets		(20,141,086)	(23,403,697)
Increase / (decrease) in deposits from banks		4,309,147	(5,009,720)
Increase in deposits from customers		1,318,574,216	693,764,337
(Decrease) in other liabilities		(6,318,005)	(571,014)
		1,159,042,654	(715,476,740)
Cash generated from / (used in) operations		1,101,025,853	(573,136,823)
Interest received		629,746,752	368,237,310
Interest paid		(72,928,043)	(35,991,935)
Staff pension paid		(65,028,502)	(21,864,911)
Employees welfare fund paid		(872,075)	(2,059,200)
Net cash from / (used in) operating activities		1,591,943,985	(264,815,559)
Cash flows from investing activities			
Acquisition of placements		(1,249,126,476)	(393,624,291)
Purchase of property and equipment		(64,315,069)	(46,856,675)
Acquisition of intangible asset		(142,952)	(475,000)
Proceeds from disposal of investment property		42,043,505	-
Dividend received		9,825,805	19,732,431
Net cash used in investing activities		(1,261,715,187)	(421,223,535)
Net increase/(decrease) in cash and cash equivalents		330,228,798	(686,039,094)
Cash and cash equivalents at beginning of year		2,178,490,790	2,864,529,884
Cash and cash equivalents at end of year	27	2,508,719,588	2,178,490,790

The annexed notes 1 to 32 form an integral part of these unconsolidated financial statements.



(Chief Executive Officer)



(Chief Financial Officer)