



KPMG Afghanistan Limited.

## **Bank-e-Millie Afghan**

**Audited Financial Statements  
For the year ended 29 Hoot 1388  
(Revised)**

**Bank-e-Millie Afghan**

**Unconsolidated statement of financial position**

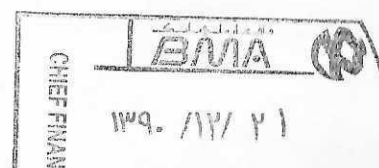
As at 29 Hoot 1388 (20 March 2010)

	Note	1388 (Afs)	1387 (Afs)
<b>Assets</b>			
Cash and cash equivalents	4	8,149,687,700	4,787,104,905✓
Loans and advances to customers	5	1,224,912,996	1,733,567,489✓
Long term loan to subsidiary - unsecured	6	11,068,171	11,141,179✓
Available for sale investment securities	7	295,999,278	304,183,056✓
Property and equipment	8	1,235,623,768	1,229,607,239✓
Intangible asset	9	13,466,801	617,952✓
Investment property	10	729,065,389	729,065,389✓
Other assets	11	53,398,107	56,069,579✓
<b>Total assets</b>		<b>11,713,222,210</b>	<b>8,851,356,788</b>
<b>Liabilities</b>			
Deposits from banks	12	451,585,927	18,846,227
Deposits from customers	13	6,286,484,163	4,476,063,641✓
Current tax liabilities	14	99,712,028	-
Deferred tax liabilities	15	335,194,874	279,271,142
Unearned interest income		-	41,483,836
Other liabilities	16	74,126,215	75,230,502
<b>Total liabilities</b>		<b>7,247,103,207</b>	<b>4,890,895,348</b>
<b>Equity</b>			
Share capital	17	250,000,000	250,000,000
Retained earnings		3,336,682,602	2,824,535,439
Surplus on revaluation of property and equipment	18	914,278,001	914,278,001
Exchange translation reserve	19	(34,841,600)	(28,352,000)
<b>Total equity</b>		<b>4,466,119,003</b>	<b>3,960,461,440</b>
<b>Total liabilities and equity</b>		<b>11,713,222,210</b>	<b>8,851,356,788</b>
<b>Commitments</b>	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**

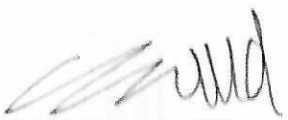
**Unconsolidated statement of comprehensive income**

For the year ended 29 Hoot 1388 (20 March 2010)

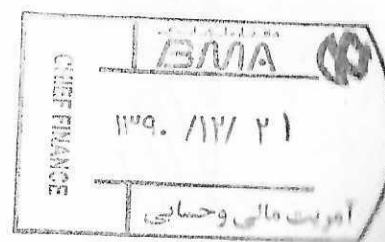
	Note	1388 (Afs)	1387 (Afs)
Interest income	21	578,666,376	625,771,155
Interest expense	21	(93,951,967)	(72,928,043)
<b>Net interest income</b>		<b>484,714,409</b>	<b>552,843,112</b>
Fee and commission income	22	18,610,760	22,884,634
Fee and commission expense	22	(648,626)	(1,663,562)
<b>Net fee and commission income</b>		<b>17,962,134</b>	<b>21,221,072</b>
Business receipt tax expense		-	(35,973,554)
Net trading income / (loss) from foreign currencies		20,268,829	(10,845,109)
Other operating income	23	674,574,647	213,527,900
		694,843,476	166,709,237
<b>Operating income</b>		<b>1,197,520,019</b>	<b>740,773,421</b>
Impairment loss on loans and advances to customers	5	(115,570,020)	(698,363,211)
Personnel expenses	24	(215,292,565)	(172,511,066)
Depreciation	8	(22,306,381)	(44,017,566)
Other expenses	25	(134,029,809)	(113,612,239)
<b>Profit / (loss) before taxation</b>		<b>710,321,244</b>	<b>(287,730,661)</b>
Taxation	26	(198,174,081)	65,860,054
<b>Profit/(loss) for the year</b>		<b>512,147,163</b>	<b>(221,870,607)</b>
<b>Other comprehensive income</b>			
Exchange loss on translation of available for sale investment securities	7	(8,112,000)	(62,112,000)
Deferred tax attributable to exchange loss on translation of available for sale investment securities		1,622,400	12,422,400
<b>Total comprehensive income/(loss) for the year</b>		<b>505,657,563</b>	<b>(271,560,207)</b>

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

  
(Chief Executive Officer)  
91/3/14

  
(Chief Financial Officer)



**Bank-e-Millie Afghani**

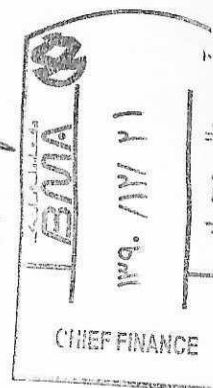
Unconsolidated statement of changes in equity  
For the year ended 29 March 1388 (20 March 2010)

	Share Capital	Retained earnings	Surplus on revaluation of property and equipment (note 18) (Afs)	Exchange translation reserve (note 19)	Total
Balance at 21 March 2008 (1387)	250,000,000	3,046,406,046	914,278,001	21,337,600	4,232,021,647
Total comprehensive loss for the year	-	(221,870,607)	-	(49,689,600)	(271,560,207)
Balance at 20 March 2009 (1388)	250,000,000	2,824,535,439	914,278,001	(28,352,000)	3,960,461,440
Balance at 21 March 2009 (1388)	250,000,000	2,824,535,439	914,278,001	(28,352,000)	3,960,461,440
Total comprehensive income for the year	-	512,147,163	-	(6,489,600)	3,960,461,440
Balance at 20 March 2010 (1388)	250,000,000	3,336,682,602	914,278,001	(34,841,600)	7,920,922,880

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

*[Signature]*  
(Chief Executive Officer)  
95/5/55

*[Signature]*  
(Chief Financial Officer)





**Bank-e-Millie Afghan**

**Unconsolidated statement of cash flows**

For the year ended 29 Hoot 1388 (20 March 2010)

	Note	1388 (Afs)	1387 (Afs)
<b>Cash flows from operating activities</b>			
Profit / (loss) before taxation		710,321,244	(287,730,661)
Adjustments for:			
Depreciation		22,306,381	44,017,566
Allowance for impairment		115,570,020	698,363,211
Provision for staff pension		47,652,366	50,000,000
Provision for employees welfare fund		20,025,000	2,000
Net interest income		(484,714,409)	(552,843,112)
Investment securities written off		71,779	-
Gain on disposal of property and equipment		(6,854,813)	-
Dividend income		(6,446,188)	(9,825,805)
		417,931,380	(58,016,801)
<b>Working capital changes</b>			
Decrease/ (increase) in loans and advances to customers		393,084,473	(141,290,536)
(Increase) in other assets		(9,067,927)	(20,141,086)
Increase in deposits from banks		432,739,700	4,309,147
Increase in deposits from customers		1,810,420,522	1,318,574,216
(Decrease) in other liabilities		(71,070,919)	(6,318,005)
		2,556,105,849	1,155,133,736
Cash generated from operations		2,974,037,229	1,097,116,935
Decrease in long term loan to subsidiary - unsecured		73,008	3,908,918
Interest received		547,629,004	629,746,752
Interest paid		(77,360,696)	(72,928,043)
Staff pension paid		(52,184,628)	(65,028,502)
Employees welfare fund paid		(3,033,300)	(872,075)
<b>Net cash from operating activities</b>		3,389,160,617	1,591,943,985
<b>Cash flows from investing activities</b>			
Acquisition of placements		(703,467,161)	(1,249,126,476)
Purchase of property and equipment		(28,772,280)	(64,315,069)
Proceeds from disposal of property and equipment		6,854,813	-
Acquisition of intangible asset		(12,848,849)	(142,952)
Proceeds from disposal of investment property		-	42,043,505
Dividend received		6,446,188	9,825,805
<b>Net cash used in investing activities</b>		(731,787,289)	(1,261,715,187)
Net increase in cash and cash equivalents		2,657,373,328	330,228,798
Cash and cash equivalents at beginning of year		2,508,719,588	2,178,490,790
<b>Cash and cash equivalents at end of year</b>	27	5,166,092,916	2,508,719,588

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

(Chief Executive Officer)

(Chief Financial Officer)

