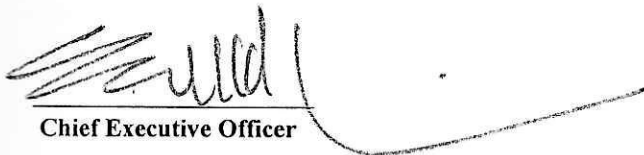


**Bank -e- Millie Afghan  
Kabul, Afghanistan  
Audited Financial Statements  
with accompanying information  
For the year ended 20 March 2013**

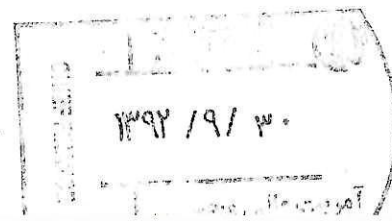
**BANK-E-MILLIE AFGHAN**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 HOOT 1391 (20 MARCH 2013)**

	Note	1391 ----- (AFN) -----	1390 -----
<b>Assets</b>			
Cash and bank balances	4	21,028,341,410	16,873,432,486
Loans and advances to customers	5	2,341,931,539	2,074,902,699
Investments	6	352,008,037	334,816,645
Property and equipments	7	1,294,464,119	1,298,066,737
Intangible assets	8	5,596,096	15,011,720
Investment property	9	729,065,389	729,065,389
Other assets	10	284,959,873	200,565,351
<b>Total assets</b>		<b>26,036,366,463</b>	<b>21,525,861,027</b>
<b>Liabilities</b>			
Deposits from banks	11	4,885,636	270,839,006
Deposits from customers	12	20,240,847,086	15,604,506,931
Current tax liabilities	13	98,296,351	143,818,615
Deferred tax liabilities	14	341,914,492	338,476,214
Other liabilities	15	223,837,262	176,183,592
<b>Total liabilities</b>		<b>20,909,780,827</b>	<b>16,533,824,358</b>
<b>Equity</b>			
Share capital	16	1,000,000,000	250,000,000
Retained earnings		3,220,270,765	3,849,474,911
Surplus on revaluation of property and equipment - net	17	914,278,001	914,278,001
Exchange translation reserve		(7,963,130)	(21,716,243)
<b>Total equity</b>		<b>5,126,585,636</b>	<b>4,992,036,669</b>
<b>Total liabilities and equity</b>		<b>26,036,366,463</b>	<b>21,525,861,027</b>
<b>Contingencies and Commitments</b>	18	-	-

The annexed notes from 1 to 31 form an integral part of these financial statements.

  
 Chief Executive Officer

  
 Chief Financial Officer




**BANK-E-MILLIE AFGHAN**  
**INCOME STATEMENT**  
**FOR THE YEAR ENDED 30 HOOT 1391 (20 MARCH 2013)**

	Note	1391 ----- (AFN) -----	1390 -----
Interest income	19	697,619,180	603,789,194
Interest expense	19	(125,358,993)	(192,035,423)
<b>Net interest income</b>		<u>572,260,187</u>	<u>411,753,771</u>
Fee and commission income	20	91,756,051	75,052,777
Fee and commission expense	20	(4,238,334)	(2,733,429)
<b>Net fee and commission income</b>		<u>87,517,717</u>	<u>72,319,348</u>
Net income / (loss) from trading in foreign currencies		11,412,040	202,981,923
Other operating income	21	182,907,807	326,648,503
		<u>194,319,847</u>	<u>529,630,426</u>
<b>Operating income</b>		854,097,751	1,013,703,545
Impairment loss on cash and bank balances		-	(6,167,792)
Impairment loss on loans and advances to customers	5	(179,558,963)	(204,858,210)
Impairment loss on other assets	10	(108,206)	(12,294,280)
Personnel expenses	22	(239,205,670)	(226,679,615)
Depreciation	7	(60,213,151)	(28,659,024)
Amortization	8	(9,811,562)	(8,580,456)
Other expenses	23	(143,824,109)	(129,375,619)
Exchange gain/ (loss)		(70,381,273)	78,068,500
<b>Profit / (loss) before taxation</b>		<u>150,994,817</u>	<u>475,157,049</u>
Taxation	24	(30,198,963)	(79,950,148)
<b>Net profit for the year</b>		<u><u>120,795,854</u></u>	<u><u>395,206,901</u></u>

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The annexed notes from 1 to 31 form an integral part of these financial statements.

  
 Chief Executive Officer

  
 Chief Financial Officer

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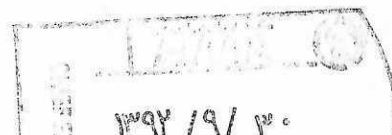
**BANK-E-MILLIE AFGHAN**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 HOOT 1391 (20 MARCH 2013)**

	Note	1391 ----- (AFN) -----	1390
<b>Cash flows from operating activities</b>			
Profit before taxation		150,994,817	475,157,049 ✓
<i>Adjustments for:</i>			
Depreciation	7	60,213,151	28,659,024 ✓
Amortization	8	9,811,562	8,580,456 ✓
Impairment loss on loans and advances to customers	5	179,558,963	204,858,210 ✓
Impairment loss on other assets		108,206	12,294,280 ✓
Provision for staff pension		1,243,339	1,242,417 ✓
Interest income		(697,619,180)	(603,789,194)
Interest expense		125,358,993	192,035,423
Reversal of impairment allowance recognized as other income		(2,023,082)	-
Loss on disposal/ writeoff/ adjustments of property and equipment		81,997	(745,324)
		<u>(172,271,234)</u>	<u>318,292,341</u>
<b>Working capital changes</b>			
(Increase) in loans and advances to customers		(445,965,349)	(850,118,474) ✓
(Increase) in other assets		(76,728,524)	(82,515,993) ✓
Increase / (decrease) in deposits from banks		(265,953,370)	(525,646,583)
Increase in deposits from customers		4,636,340,155	6,065,513,769
(Decrease) / increase in other liabilities		46,410,331	(81,180,583)
		<u>3,894,103,243</u>	<u>4,526,052,136</u>
Cash generated from operations		3,721,832,009	4,844,344,477
Interest received		689,847,516	407,121,716
Interest paid		(86,681,066)	(125,600,458)
Tax paid		(75,805,227)	(35,843,561)
<b>Net cash from operating activities</b>		<u>4,249,193,232</u>	<u>5,090,022,174</u>
<b>Cash flows from investing activities</b>			
Acquisition of placements		3,209,705,263	(1,621,604,875)
Purchase of property and equipment		(85,307,914)	(65,338,539)
Acquisition of intangible asset		(8,976,394)	(5,820,475)
<b>Net cash used in investing activities</b>		<u>3,115,420,955</u>	<u>(1,692,763,889)</u>
Net increase in cash and cash equivalents		7,364,614,187	3,397,258,285
Cash and cash equivalents at beginning of year		9,723,048,329	6,325,790,044
Cash and cash equivalents at end of year	25	<u>17,087,662,516</u>	<u>9,723,048,329</u>

The annexed notes from 1 to 31 form an integral part of these financial statements.

  
 Chief Executive Officer

  
 Chief Financial Officer



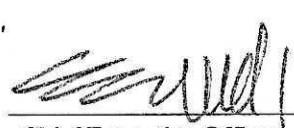


**BANK-E-MILLIE AFGHAN**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 HOOT 1391 (20 MARCH 2013)**

	1391	1390
	----- (AFN) -----	
Exchange gain / (loss) arising on translation of investments	17,191,391	21,790,085
Deferred tax attributable to exchange gain/ (loss) on translation of investments	(3,438,278)	(4,358,017)
	13,753,113	17,432,068
Net profit for the year	120,795,854	395,206,901
Total comprehensive income for the year	134,548,967	412,638,969

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The annexed notes from 1 to 31 form an integral part of these financial statements.

  
 \_\_\_\_\_  
 Chief Executive Officer

  
 \_\_\_\_\_  
 Chief Financial Officer


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**BANK-E-MILLIE AFGHAN**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 HOOT 1391 (20 MARCH 2013)**

	Share Capital	Retained earnings	Surplus on revaluation of property and equipment -net (Note 17) (AFN)	Exchange translation reserve	Total
Balance at 21 March 2012 (1390)	250,000,000	3,849,474,911	914,278,001	(21,716,243)	4,992,036,669
Comprehensive income for the year					
Profit for the year	-	120,795,854	-	-	120,795,854
Capital Introduced During the year	750,000,000	(750,000,000)	-	-	-
Exchange gain on translation of investments	-	-	-	13,753,113	13,753,113
<b>Total comprehensive income for the year</b>	<b>750,000,000</b>	<b>(629,204,146)</b>	<b>-</b>	<b>13,753,113</b>	<b>134,548,967</b>
Balance at 20 March 2013 (1391)	<u>1,000,000,000</u>	<u>3,220,270,765</u>	<u>-</u>	<u>(7,963,130)</u>	<u>5,126,585,636</u>
Balance at 21 March 2011 (1389)	250,000,000	3,454,268,010	914,278,001	(39,148,311)	4,579,397,700
Comprehensive income for the year					
Profit for the year	-	395,206,901	-	-	395,206,901
Exchange gain on translation of investments	-	-	-	17,432,068	17,432,068
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>395,206,901</b>	<b>-</b>	<b>17,432,068</b>	<b>412,638,969</b>
Balance at 19 March 2012 (1390)	<u>250,000,000</u>	<u>3,849,474,911</u>	<u>914,278,001</u>	<u>(21,716,243)</u>	<u>4,992,036,669</u>

H.M.A.B.

The annexed notes from 1 to 31 form an integral part of these financial statements.

  
 Chief Executive Officer

  
 Chief Financial Officer

