



**NRSP MICROFINANCE BANK LIMITED**  
**BALANCE SHEET (UN-AUDITED)**  
**AS AT MARCH 31st, 2015**

	<i>Notes</i>	<b>Mar-15 Rupees</b>
<b>ASSETS</b>		
Cash and balances with SBP and NBP	6	175,732,169
Balances with other Banks/ NBFIs/ MFBs	7	663,962,596
Lending to financial institutions	8	-
Investments	9	1,276,074,180
Advances	10	6,713,594,825
Operating fixed assets	11	223,109,147
Other assets	12	686,708,714
Deferred tax asset - net	11	9,726,853
<b>Total assets</b>		<b><u>9,748,908,484</u></b>
<b>LIABILITIES</b>		
Deposits	13	4,193,753,562
Borrowings	14	3,014,425,000
Sub-ordinated loan	15	-
Other liabilities	16	360,307,455
Deferred tax Liability - net	11	-
<b>Total liabilities</b>		<b><u>7,568,486,017</u></b>
<b>NET ASSETS</b>		<b><u><u>2,180,422,467</u></u></b>
<b>REPRESENTED BY:</b>		
Share capital	17	1,498,372,009
Statutory reserve		144,752,151
Depositor Protection Fund		38,624,733
Accumulated Profit / (loss)		473,184,219
		<u>2,154,933,112</u>
Surplus / (Deficit) on revaluation of assets	18	1,498,750
Deferred grant	19	23,990,605
<b>Total capital</b>		<b><u><u>2,180,422,467</u></u></b>
<b>MEMORANDUM / OFF BALANCE SHEET ITEMS</b>		-

The annexed notes 1 to 33 form an integral part of these financial statements.

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PRESIDENT / CHIEF EXECUTIVE OFFICER

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CHIEF FINANCIAL OFFICER



**NRSP MICROFINANCE BANK LIMITED**  
**PROFIT AND LOSS ACCOUNT (UN-AUDITED)**  
**FOR THE THREE MONTH PERIOD ENDED MARCH 31st, 2015**

	<b>Notes</b>	<b>Mar-15 Rupees</b>
Mark-up / return / interest earned	21	424,259,318
Mark-up / return / interest expensed	22	184,911,433
Net Mark-up / Interest income		239,347,885
Provisions against non-performing loans, advances and other assets		
Specific provisions		23,460,258
General provisions		16,202,492
		39,662,750
Bad debts written off directly	10.3	3,218,344
<b>Net mark-up / interest income after provisions</b>		<b>196,466,791</b>
<b>NON-MARK-UP / NON-INTEREST INCOME</b>		
Fee, commission and brokerage income	23	85,066,056
Other income	24	72,322,938
Total Non-Mark-up / Non-Interest Income		157,388,994
<b>Total Income</b>		<b>353,855,785</b>
<b>NON MARK-UP/ NON INTEREST EXPENSES</b>		
Administrative expenses	25	250,156,179
Other charges	26	222,000
		250,378,179
<b>PROFIT (LOSS) BEFORE TAXATION</b>		<b>103,477,606</b>
Taxation - Current	27.1	23,920,844
- Prior years		-
- Deferred	27.2	-
		23,920,844
<b>PROFIT (LOSS) AFTER TAXATION</b>		<b>79,556,762</b>
<b>OTHER COMPREHENSIVE INCOME</b>		
Items that will never be classified to profit and loss:		
-Re-measurement component - net actuarial loss		-
Items that may be reclassified subsequently to profit or loss		
		-
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<b>79,556,762</b>
Unappropriated Profit/(Loss) brought forward		413,516,647
Profit/(Loss) available for appropriation		493,073,409
<b>APPROPRIATIONS:</b>		
<b>Transfer to:</b>		
Statutory reserve		15,911,352
Contribution to Depositors Protection Fund		3,977,838
General reserve		-
		19,889,190
<b>UNAPPROPRIATED PROFIT/(LOSS) CARRIED FORWARD</b>		<b>473,184,219</b>
<b>EARNING PER SHARE</b>		<b>0.53</b>

The annexed notes 1 to 33 form an integral part of these financial statements.



**NRSP MICROFINANCE BANK LIMITED**  
**CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE THREE MONTH PERIOD ENDED MARCH 31st, 2015**

	<i>Notes</i>	<b>Mar-15 Rupees</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit / (Loss) before taxation		103,477,606
Adjustments for Non Cash Expenses/Income:		
Depreciation		16,636,614
Amortization		9,006,517
Revaluation of Investment		-
(Gain)/Loss on Disposal of Fixed Assets		(1,888)
Provision against non-performing loans and advances		22,519,109
Loans Written Off		3,218,344
Amortization of grant Income		(25,237,898)
		26,140,798
		129,618,404
(Increase)/decrease in operating assets		
Advances - Microcredit Loan		(1,614,155,231)
Other assets		(208,112,298)
		(1,822,267,529)
Increase in operating liabilities		
Deposits		(966,056,152)
Other liabilities		22,671,742
		(943,384,410)
<i>Net cash flow from operating activities</i>		(2,636,033,535)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Investment in operating fixed assets		(5,093,887)
Investment in CWIP		(20,187,759)
Investment in Intangible assets		-
Net investments in securities		2,695,117,190
Proceed Received on Sale of Fixed Assets		23,263
<i>Net cash flow from investing activities</i>		2,669,858,807
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Issue of share capital		-
Advance against share capital		-
Grant from the State Bank of Pakistan		1
Borrowings- Others		(1,189,791,370)
<i>Net cash flow from financing activities</i>		(1,189,791,369)
Net increase in cash and cash equivalents		(1,155,966,097)
Cash and cash equivalents at beginning of the year/period		1,995,660,856
<b>Cash and cash equivalents at end of the year/period</b>		<b>839,694,759</b>

The annexed notes 1 to 33 form an integral part of these financial statements.

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PRESIDENT / CHIEF EXECUTIVE OFFICER

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CHIEF FINANCIAL OFFICER

**NRSP MICROFINANCE BANK LIMITED**  
**STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE THREE MONTH PERIOD ENDED MARCH 31st, 2015**



	Share Capital	Unappropriated Profit/(loss)	Statutory Reserve	Depositors Protection	Total
	-----Rupees-----				
Balance as at December 31, 2013	<b>1,000,000,000</b>	<b>275,289,336</b>	<b>89,304,966</b>	<b>23,100,660</b>	<b>1,387,694,962</b>
Profit/Loss for the Period		187,647,102			187,647,102
Issue of share capital	498,372,012				498,372,012
20% Transferred to Statutory Reserve		(39,535,833)	39,535,833		-
5% Transferred to Depositors Protection Fund		(9,883,958)		9,883,958	-
Other Appropriations/Adjustments				1,662,277	1,662,277
Balance as at December 31, 2014	<b>1,498,372,012</b>	<b>413,516,647</b>	<b>128,840,799</b>	<b>34,646,895</b>	<b>2,075,376,353</b>
Profit/Loss for the Period		79,556,762			79,556,762
Issue of share capital					-
Transferred to Statutory Reserve		(15,911,352)	15,911,352		-
Transferred to Depositors Protection Fund		(3,977,838)		3,977,838	-
Other Appropriations/Adjustments RODPF (PIBs)					-
Advance agsint share capital					2
Balance as at March 31st, 2015	<b>1,498,372,012</b>	<b>473,184,219</b>	<b>144,752,151</b>	<b>38,624,733</b>	<b>2,154,933,117</b>

The annexed notes 1 to 33 form an integral part of these financial statements.

\_\_\_\_\_  
PRESIDENT / CHIEF EXECUTIVE OFFICER

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CHIEF FINANCIAL OFFICER

**NOTE TO THE FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE THREE MONTH PERIOD ENDED MARCH 31st, 2015**

	<b>Note</b>	<b>Mar-15 Rupees</b>
<b>6. CASH AND BALANCES WITH SBP AND NBP</b>		
Cash in hand		
Local currency		45,951,421
Balances with State Bank of Pakistan (SBP) in:		
Local currency current accounts	6.1	127,568,122
Balances with National Bank of Pakistan (NBP) in:		2,212,626
		175,732,169
<b>6.1</b>	This represents balance maintained with SBP to meet the requirement of maintaining minimum balance equivalent to 5% (2014: 5%) Cash Reserve Requirements - CRR and 10% (2014: 10%) Statutory Liquidity Requirements - SLR in accordance with regulation 6 of the Prudential Regulations for MFBS.	
<b>7. BALANCES WITH OTHER BANKS/ NBFIS/ MFBS</b>		
In Pakistan		
Local currency current accounts		3,757,715.00
Local currency deposit accounts		440,204,881.00
Term Deposit		220,000,000.00
		663,962,596.00
<b>9. INVESTMENTS</b>		
<b>Held for Trading Investments</b>		
Term finance certificates - Available for Sale		96,498,750
Mutual funds - Held for Trading		779,613,206
Less: Provision for diminution in value of investments		-
		876,111,956.00
<b>Federal Government securities - Held to Maturity</b>		
Treasury Bills		-
Pakistan Investment Bonds (PIBs)		399,962,224
		399,962,224
<b>Total Investments</b>		1,276,074,180
<b>10. ADVANCES</b>		
<b>Loan Type</b>		
Micro Credit		6,803,008,236
Micro Lease		-
Others		
		6,803,008,236
<b>Less: Provisions held:</b>		
Specific		(22,650,448)
General		(66,762,963)
		(89,413,411)
Advances- net of provisions		6,713,594,825

### 10.1 Particulars of Non-Performing Loans

Advances include Rs. 152972277 which, as detailed below, have been placed under non-performing status:-

Category of Classification	Amount Outstanding	Provisions Required	Provisions Held
OAEM	102,803,657	-	-
Sub-Standard	22,896,214	5,724,054	5,724,053
Doubtful	20,692,021	10,346,011	10,346,010
Loss	6,580,385	6,580,383	6,580,385
<b>Total</b>	<b>152,972,277</b>	<b>22,650,448</b>	<b>22,650,448</b>

### 10.2 Particulars of Provision against Non-Performing Advances

	Mar-15		
	Specific	General	Total
Opening balance	17,642,627	50,560,471	68,203,098
Charge for the Period	23,460,258	16,202,492	39,662,750
Amounts written off	(17,143,640)	-	(17,143,640)
Reversals			
Other movements (to be specified)			
Closing balance	23,959,245	66,762,963	90,722,208

### 10.3 Particulars of Write Offs:

Against Provisions	17,143,640
Directly charged to Profit & Loss account (Recovery)	3,218,344
	<u>20,361,984</u>

Mar-15

Note

Mar-15  
Rupees

### 11. OPERATING FIXED ASSETS

Capital Work-in-Progress	11.1	36,344,950
Operating Fixed Assets	11.2	170,696,284
Intangible Assets	11.3	16,067,913
		<u>223,109,147</u>

#### 11.1 Capital Work-in-Progress

Civil works	36,344,950
Advance to Suppliers for Purchase of Office Equipment	-
Advance to Suppliers for Implementation of Banking Software	-
Hardware	-
IT Infrastructure Cost	-
	<u>36,344,950</u>



**NRSP MICROFINANCE BANK LIMITED**  
**NOTE TO THE FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE THREE MONTH PERIOD ENDED MARCH 31st,**

		<b>Mar-15</b>
		<b>Rupees</b>
<b>11.3</b>	<b>Intangible Assets</b>	
	Computer Softwares	11.3.1 <u>16,067,913</u>
		<u>16,067,913</u>
<b>11.3.1</b>	<b>Computer Softwares</b>	
	Balance as at beginning of the period	114,149,745
	Additions during the period	-
	Balance as at end of the period	<u>114,149,745</u>
	<b>Amortization</b>	
	Balance as at beginning of the period	(89,075,315)
	Charge during the period	(9,006,517)
	Balance as at end of the period	<u>(98,081,832)</u>
	<b>Carrying value</b>	<u><b>16,067,913</b></u>
<b>11.3.1.1</b>	Amortization is charged on straight line basis @ 33.33% per annum, starting from the month the asset is available for use.	
<b>11.3.2.2</b>	<b>DEFERRED TAX ASSET - NET</b>	<b>Rupees</b>
	Deferred debits arising in respect of	
	Retirement benefits	24,896,178
	Accelerated amortization allowance	24,896,178
	Deferred credits arising in respect of	
	Accelerated depreciation allowance	15,169,325
	Deficit on revaluation of investment	15,169,325
		<u>9,726,853</u>
<b>13.</b>	<b>DEPOSITS</b>	<b>Mar-15</b>
		<b>Rupees</b>
	Current Accounts	258,553,926
	Saving Accounts	1,879,783,408
	Fixed Deposits	2,055,416,228
		<u><u>4,193,753,562</u></u>

<b>14. BORROWINGS</b>		
Borrowings from PPAF		150,000,000
Borrowing from JS Bank		250,000,000
Borrowing from JS Bank Ltd (Tranche - I)		-
Borrowing from JS Bank Ltd (Tranche - II)		800,000,000
Borrowing from JS Bank (Running Finance)		-
Borrowing from Pak Oman Investment Bank		780,000,000
Borrowing from Askari Commercial Bank		240,000,000
Borrowing from ECO Trade & Development Bank		794,425,000
		<u>3,014,425,000</u>

**14.1** NRSP Bank has taken running finance facility of PKR 350 million from JS Bank which will be availed as and when required.

<b>16. OTHER LIABILITIES</b>		
Payable to NRSP		2,433,130
Staff Gratuity (Net)		59,379,156
Mark-up Payable On Borrowings (PPAF)		7,757,176
Mark-up Payable On Borrowings (JS Bank)		9,248,220
Mark-up Payable on Borrowing from JS Bank Ltd (Tranche - I)		-
Mark-up Payable on Borrowing from JS Bank Ltd (Tranche - II)		8,482,630
Mark-up Payable on Borrowing from JS Bank (Running Finance)		2
Mark-up P/A to JS Bank against ECO Borrowing		27,829,853
Mark-up Payable On Borrowings (Pak Oman Investment Bank)		43,062,117
Mark-up Payable On Borrowings (Askari Commercial Bank)		6,805,940
Mark-up Payable On Deposits and Others		106,402,727
Liability Against Finance Lease of Assets to Staff		34,303,880
Zakat & Tax Payable		-
Accrued Expenses		38,817,135
Payable to Suppliers		14,152,997
Insurance Payable		49,799
DD Payable		1,582,693
Other Contra Liabilities net		-
		<u>360,307,455</u>

**17. SHARE CAPITAL**

**17.1 Authorized Capital**

<b>Mar-15 Number</b>		<b>Mar-15 Rupees</b>
<u>300,000,000</u>	Ordinary shares of Rs. 10 each	<u>3,000,000,000</u>

**17.2 Issued, subscribed and paid-up capital**

<u>149,837,201</u>	Ordinary shares of Rs. 10 each	<u>1,498,372,009</u>
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**NRSP MICROFINANCE BANK LIMITED**  
**NOTE TO THE FINANCIAL STATEMENTS (UN-AUDITED)**  
**FOR THE THREE MONTH PERIOD ENDED MARCH 31st, 2015**

		<b>Mar-15</b>
		<b>Rupees</b>
<b>21. MARK-UP / RETURN / INTEREST EARNED</b>		
Mark-up / interest income on advances		390,791,316
Mark-up / interest income on investment in Private securities		1,858,108
Mark-up / interest income on investment in Government securities		13,621,890
Mark-up / interest income on Bank deposits		17,780,390
Other		207,614
		<b>424,259,318</b>
<b>22. MARK-UP / RETURN / INTEREST EXPENSED</b>		
Interest on:		
Loan processing fee		103,000
PPAF Loan		(2,042,712)
JS Bank Borrowing		7,175,343
JS Bank Ltd (Tranche - I)		12,734,247
JS Bank Ltd (Tranche - II)		21,957,698
JS Bank Ltd (Car Financing)		1,272,488
JS Bank (Running Finance)		1,157,817
Standard Chartered Bank Borrowing		-
Pak Oman Investment Bank Borrowing		23,192,820
Askari Commercial Bank Borrowing		6,899,299
ECO Trade & Development Bank		-
Exchange Swap on ECO Borrowing		23,378,498
Other deposits		89,082,935
Others		-
		<b>184,911,433</b>
<b>23. FEE, COMMISSION AND BROKERAGE INCOME</b>		
Micro-credit loan processing fee		77,584,689
Other Transaction Processing Fees		7,466,243
Commission Income		15,124
Collection Service income		-
		<b>85,066,056</b>
<b>24. OTHER INCOME</b>		
Income from Investments Others		42,628,126
Other Misc Services Incomes		4,455,026
Gain/(Loss) On Disposal Of Assets		1,888
Amortization of Deferred Grant		25,237,898
		<b>72,322,938</b>