

NRSP MICROFINANCE BANK LIMITED
BALANCE SHEET
As At June 30,2017



ASSETS	Note	Jun-17 Rupees	Dec-16 Rupees
Cash and Balances with SBP and NBP	6	1,269,342,189	1,199,468,738
Balances with Other Banks/NBFIs/MFBs	7	5,318,711,589	4,067,413,358
Lending to Financial Institutions		-	-
Investment- Net of Provisions	8	1,130,463,951	6,109,061,490
Advances-Net of Provisions	9	17,780,101,894	13,126,730,913
Operating Fixed Assets	10	416,978,661	353,177,316
Other Assets	11	2,724,363,293	1,596,576,280
Deferred Tax Asset	12	11,964,121	-
Total Assets		28,651,925,698	26,452,428,095
LIABILITIES			
Deposits and Other Accounts	13	19,017,749,654	16,922,083,617
Borrowings	14	4,400,531,944	4,677,175,000
Subordinated Debts		672,360,000	672,360,000
Other Liabilities	15	1,125,845,514	976,148,152
Deferred Tax Liability		-	931,540
Total Liabilities		25,216,487,112	23,248,698,309
Net Assets		3,435,438,586	3,203,729,786
REPRESENTED BY:			
Share Capital	16	1,498,372,010	1,498,372,010
Statutory Reserve	5.10	408,647,340	357,739,212
Depositor's Protection Fund	5.11	109,310,310	96,583,278
Accumulated Profit		1,413,907,245	1,250,224,929
		3,430,236,905	3,202,919,429
Surplus on Revaluation of Assets-Net of Tax	17	-	-
Deferred Grants	18	5,201,681	810,357
Total Capital		3,435,438,586	3,203,729,786
MEMORANDUM / OFF-BALANCE SHEET ITEMS:	19	-	-

The annexed notes 1 to 35 form an integral part of these Financial Statements.

PRESIDENT

CHAIRMAN

DIRECTOR

DIRECTOR

NRSP MICROFINANCE BANK LIMITED
PROFIT AND LOSS ACCOUNT
For The Period Ended On June 30,2017



		Jun-17	Jun-16
	Note	Rupees	Rupees
Mark-up / Return / Interest Earned	20	2,183,077,217	1,489,523,977
Mark-up / Return / Interest Expensed	21	(956,756,302)	(464,850,943)
Net Mark-up / Interest Income		1,226,320,915	1,024,673,034
Specific Provision Against Non-Performing Loans and Advances	9.4	(169,824,524)	(41,881,164)
General Provision Against Non-Performing Loans and Advances		(46,520,940)	(28,877,133)
Provision for Diminution in the Value of Investments		-	-
Bad debts written off directly	9.5	(1,844,783)	(8,616,737)
		(218,190,247)	(79,375,034)
Net Mark-up / Interest Income after provisions		1,008,130,668	945,298,000
NON MARK-UP / NON INTEREST INCOME			
Fee, Commission and Brokerage income	22	251,356,809	191,023,600
Dividend Income		-	-
Other Income	23	149,715,188	76,810,950
Total Non-Markup / Non Interest Income		401,071,997	267,834,550
		1,409,202,665	1,213,132,550
NON MARK-UP / NON INTEREST EXPENSES			
Administrative expenses	24	(1,102,511,508)	(683,228,296)
Other Charges		(256,000)	-
Total non-markup / non interest expense		(1,102,767,508)	(683,228,296)
		306,435,157	529,904,254
Extraordinary/unusual items		-	-
PROFIT BEFORE TAXATION		306,435,157	529,904,254
Taxation - Current	25	(72,122,866)	(129,674,672)
- Prior years		-	-
- Deferred		20,228,347	(1,769,872)
		(51,894,519)	(131,444,544)
PROFIT AFTER TAXATION		254,540,638	398,459,710
OTHER COMPREHENSIVE INCOME			
Items that will never be classified to profit and loss:			
-Re-measurement component - Net Actuarial Loss	15.2.1	(27,223,162)	1,007,963
		(27,223,162)	1,007,963
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		227,317,476	399,467,673
Accumulated Profit brought forward		1,250,224,936	754,487,462
Accumulated Profit		1,477,542,412	1,153,955,135
APPROPRIATIONS:			
Transfer to:			
Statutory reserve	5.10	50,908,128	79,691,942
Capital Reserve		-	-
Depositors' Protection Fund	5.11	12,727,032	19,922,986
Revenue Reserve		-	-
		63,635,160	99,614,928
ACCUMULATED PROFIT CARRIED FORWARD		1,413,907,252	1,054,340,207
Earnings per share-Basic and Diluted	26	1.70	2.66

The annexed notes 1 to 35 form an integral part of these Financial Statements.

PRESIDENT

CHAIRMAN

DIRECTOR

DIRECTOR

NRSP MICROFINANCE BANK LIMITED
CASH FLOW STATEMENT
For The Period Ended On June 30,2017



	Note	Jun-17 Rupees	Jun-16 Rupees
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		306,435,157	529,904,254
Less: Dividend Income		-	-
		306,435,157	529,904,254
Adjustments for non-cash (Income)/Expenses			
Depreciation		40,474,403	27,333,039
Amortization of intangible assets		18,331,027	9,065,390
Provision against non-performing advances		216,345,464	70,758,297
Advances written off Death Cases		1,844,783	8,616,737
Unrealized loss/(gain) on revaluation for as held for trading investments		-	(11,398)
Amortization of deferred grant		(325,276)	(14,116,409)
Gain on sale of operating fixed assets		(6,799,069)	(11,415,476)
Other Comprehensive Income		(27,223,162)	1,007,963
		242,648,170	91,238,143
(Outflow)/Inflow for/from Operating Assets			
Advances		(4,871,271,723)	(2,950,955,364)
Other assets		(1,140,040,639)	(970,840,050)
		(6,011,312,362)	(3,921,795,414)
(Outflow)/Inflow for/from Operating Liabilities			
Deposits and other accounts		2,095,666,037	1,387,139,526
Other liabilities		148,765,822	114,648,288
		2,244,431,859	1,501,787,814
Payments against provisions held against off-balance sheet obligations		-	-
Income tax paid		(51,894,519)	(131,444,544)
Gratuity and Leave encashment paid (including contributions)		-	-
Net cash flow from operating activities		(3,269,691,695)	(1,930,309,747)
CASH FLOW FROM INVESTING ACTIVITIES			
Net investment in available-for-sale securities		-	40,016,760
Net investment in held to maturity securities		(173,149,713)	(51,641,142)
Net investment in held for trading securities		5,151,747,252	(286,639,518)
Gain realized on investments		-	1,057,160
Investments in operating fixed and Intangible assets		(132,750,017)	(170,692,775)
Investment in CWIP		9,567,134	36,018,167
Sale proceeds of property and equipment disposed-off		7,375,177	27,697,074
Net cash flow from investing activities		4,862,789,833	(404,184,274)
CASH FLOW FROM FINANCING ACTIVITIES			
Issue of share capital		-	-
Sub-Ordinated Debt		-	672,360,000
Borrowings		(276,643,056)	2,757,874,663
Grants received		4,716,600	4,424,905
Net cash flow from financing activities		(271,926,456)	3,434,659,568
Net increase in cash and cash equivalents		1,321,171,682	1,100,165,547
Cash and cash equivalents at beginning of the year		5,266,882,096	2,224,805,390
Cash and cash equivalents at end of the year/Period	27	6,588,053,778	3,324,970,937

The annexed notes 1 to 35 form an integral part of these Financial Statements.

PRESIDENT

CHAIRMAN

DIRECTOR

DIRECTOR



NRSP MICROFINANCE BANK LIMITED
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
For The Period Ended On June 30,2017

	Share capital	Unappropriated Profit	Statutory Reserve	Depositor Protection Fund	Total
Rupees.....				
Balance as at December 31, 2015	1,498,372,010	754,487,456	220,781,778	60,381,579	2,534,022,823
Profit/Loss for the Period	-	399,467,673	-	-	399,467,673
Subscription for Paidup Capital	-	-	-	-	-
20% Transferred to Statutory Reserve	-	(79,691,942)	79,691,942	-	-
5% Transferred to Depositors Protection Fund	-	(19,922,986)	-	19,922,986	-
Other Appropriations/Adjustments	-	-	-	1,057,160	1,057,160
Balance as at June 30, 2016	1,498,372,010	1,054,340,201	300,473,720	81,361,725	2,934,547,656
Profit/Loss for the Period	-	267,466,591	-	-	267,466,591
Subscription for Paidup Capital	-	-	-	-	-
20% Transferred to Statutory Reserve	-	(57,265,492)	57,265,492	-	-
5% Transferred to Depositors Protection Fund	-	(14,316,371)	-	14,316,371	-
Return on Investment net of taxes on DPF	-	-	-	905,182	905,182
Balance as at December 31, 2016	1,498,372,010	1,250,224,929	357,739,212	96,583,278	3,202,919,429
Profit/Loss for the Period	-	227,317,476	-	-	227,317,476
Subscription for Paidup Capital	-	-	-	-	-
20% Transferred to Statutory Reserve	-	(50,908,128)	50,908,128	-	-
5% Transferred to Depositors Protection Fund	-	(12,727,032)	-	12,727,032	-
Other Appropriations/Adjustments	-	-	-	-	-
Balance as at June 30, 2017	1,498,372,010	1,413,907,245	408,647,340	109,310,310	3,430,236,905

PRESIDENT / CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

9.5 Particulars of Write Offs		Jun-17		Dec-16	
		Rupees		Rupees	
Against provision		38,948,159		77,961,170	
Directly charged to profit & loss account		1,844,783		19,375,256	
		<u>40,792,942</u>		<u>97,336,426</u>	
9.6 Movement of advance		Jun-17	Dec-16	Jun-17	Dec-16
		No. of loan	No. of loan	Amount	Amount
Opening balance		325,521	258,444	13,271,039,907	9,085,508,030
Disbursement during the Period/year		211,241	446,017	11,185,615,857	18,405,491,453
		<u>536,762</u>	<u>704,461</u>	<u>24,456,655,764</u>	<u>27,490,999,483</u>
Recovery during the year		145,660	374,240	6,314,344,134	14,122,623,150
Loans written off		1,089	4,700	40,792,942	97,336,426
Closing		<u>390,013</u>	<u>325,521</u>	<u>18,101,518,688</u>	<u>13,271,039,907</u>
10 OPERATING FIXED ASSETS		Note		Jun-17	Dec-16
				Rupees	Rupees
Capital work-in-progress		10.1		20,237,738	29,804,872
Property and equipment		10.2		342,012,858	250,593,036
Intangible assets		10.3		54,728,065	72,779,408
				<u>416,978,661</u>	<u>353,177,316</u>
10.1 Capital work-in-progress					
Civil works				20,237,738	29,804,872
				<u>20,237,738</u>	<u>29,804,872</u>
12 DEFERRED TAX ASSET - NET				Jun-17	Dec-16
				Rupees	Rupees
Deferred debits arising in respect of					
Amortization allowance				41,313,663	28,418,002
Accelerated depreciation allowance				-	-
Actuarial effect on defined benefit plan				-	-
Provision against advances				-	-
Grants				-	-
				<u>41,313,663</u>	<u>28,418,002</u>
Deferred credits arising in respect of					
Accelerated depreciation allowance				29,349,542	29,349,542
Leased assets				-	-
Un-realized capital gain				-	-
				<u>29,349,542</u>	<u>29,349,542</u>
				<u>11,964,121</u>	<u>931,540</u>
13 DEPOSITS AND OTHER ACCOUNTS		Jun-17	Dec-16	Jun-17	Dec-16
		No. of accounts	No. of accounts	Amount Rupees	Amount Rupees
Fixed Deposits		2,091	1,688	11,004,777,452	9,552,054,386
Saving Deposits		655,504	597,138	6,265,835,801	6,660,681,035
Current Deposits		103,468	75,668	1,747,136,401	709,348,196
		<u>761,063</u>	<u>674,494</u>	<u>19,017,749,654</u>	<u>16,922,083,617</u>
13.3 Particulars of Deposits by Ownership		Jun-17	Dec-16	Jun-17	Dec-16
		No. of accounts	No. of accounts	Amount Rupees	Amount Rupees
1) Individual depositors		760,326	673,938	6,838,424,147	6,840,056,172
2) Institutional depositors					
a) Corporation / firms etc.		622	416	7,392,115,844	4,444,622,080
b) Banks & financial institutions		115	140	4,787,209,663	5,637,405,365
		<u>761,063</u>	<u>674,494</u>	<u>19,017,749,654</u>	<u>16,922,083,617</u>

		Note	Jun-17 Rupees	Dec-16 Rupees
14	BORROWINGS			
	Borrowings from Banks/Financial Institutions in Pakistan	14.1	3,224,444,444	4,425,000,000
	Borrowings from Banks/Financial Institutions Outside Pakistan	14.2	1,176,087,500	252,175,000
	Borrowings from Govt. of Pakistan		-	-
	Borrowings from Others	14.3	-	-
			<u>4,400,531,944</u>	<u>4,677,175,000</u>
14.1	Borrowings from Banks/Financial Institutions (Secured)			
	JS Bank Limited (Term Finance)	14.1.1	-	50,000,000
	JS Bank Limited (against PPAF PRISM I)	14.1.2	-	-
	JS Bank Limited (against PPAF PRISM II)	14.1.3	-	-
	JS Bank (Running Finance)	14.1.4	-	-
	Pak Oman Investment Company Limited (TF I)	14.1.5	454,444,444	520,000,000
	Pak Oman Investment Company Limited (TF II)	14.1.6	320,000,000	400,000,000
	Askari Commercial Bank	14.1.7	80,000,000	120,000,000
	Syndicated Term Finance (Silk Bank- Pak Kuwait- Pak China Investment)	14.1.8	450,000,000	600,000,000
	Standard Chartered Bank Ltd		-	-
	United Bank Limited (Term Finance)		220,000,000	270,000,000
	United Bank Limited (Running Finance)		200,000,000	215,000,000
	Term Finance Certificate Issued		1,500,000,000	2,250,000,000
			<u>3,224,444,444</u>	<u>4,425,000,000</u>
14.2	Borrowings from Banks/Financial Institutions	Note	Jun-17 Rupees	Dec-16 Rupees
	ECO Trade And Development Bank :			
	First Tranche	14.2.1	126,087,500	252,175,000
	Second Tranche	14.2.2	1,050,000,000	-
			<u>1,176,087,500</u>	<u>252,175,000</u>
16	SHARE CAPITAL			
16.1	Authorized Capital			
	Jun-17 (Number of shares)		Jun-17 Rupees	Dec-16 Rupees
	<u>300,000,000</u>		<u>3,000,000,000</u>	<u>3,000,000,000</u>
	<u>300,000,000</u>	Ordinary shares of Rs. 10 each		
16.2	Issued, subscribed and paid-up capital			
	Jun-17 (Number of shares)		Jun-17 (Rupees)	Dec-16
	<u>149,837,201</u>		<u>1,498,372,010</u>	<u>1,498,372,010</u>
	<u>149,837,201</u>	Ordinary shares of Rs. 10 each fully paid in cash		

NRSP MICROFINANCE BANK LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For The Period Ended On June 30,2017

	Note	Jun-17 Rupees	Jun-16 Rupees
20 MARK-UP / RETURN / INTEREST EARNED			
Mark-up / interest income on advances		2,054,379,865	1,438,728,096
Mark-up / interest income Government Securities		32,841,390	22,959,619
Mark-up / interest income Private Securities		-	-
Mark-up / interest income on bank deposits		95,855,962	27,836,262
Others		-	-
		<u>2,183,077,217</u>	<u>1,489,523,977</u>
21 MARK-UP / RETURN / INTEREST EXPENSED			
Markup Expense on Deposits		718,367,563	260,519,178
Loan Processing Fee on Borrowing		17,551,624	12,665,000
Markup Expense on Borrowings		220,837,115	191,666,765
Others		-	-
		<u>956,756,302</u>	<u>464,850,943</u>
22 FEE, COMMISSION AND BROKERAGE INCOME			
Loan Processing Fee on Lending		224,798,473	166,701,489
Other Transaction processing fee		25,865,503	20,025,700
Commission Income		692,283	4,296,411
Collection Service Income		550	-
		<u>251,356,809</u>	<u>191,023,600</u>
23 OTHER INCOME			
Investment Income		134,038,704	36,138,965
Amortization of Deferred Grant	18	325,276	14,116,409
Gain on disposal of operating fixed assets		6,799,067	11,415,476
Writeoff Recovered		7,502,028	10,365,921
Other Misc. Services Incomes		1,050,113	4,774,179
		<u>149,715,188</u>	<u>76,810,950</u>