

NRSP MICROFINANCE BANK LIMITED
BALANCE SHEET
As At March 31,2017



ASSETS	Note	Mar-17 Rupees	Dec-16 Rupees
Cash and Balances with SBP and NBP	6	709,242,735	1,199,468,738
Balances with Other Banks/NBFIs/MFBs	7	2,876,759,730	4,067,413,359
Lending to Financial Institutions		-	-
Investment- Net of Provisions	8	4,449,016,916	6,109,061,490
Advances-Net of Provisions	9	15,443,958,532	13,126,730,911
Operating Fixed Assets	10	374,743,670	353,177,316
Other Assets	11	2,137,569,757	1,596,576,278
Deferred Tax Asset	12	-	-
Total Assets		25,991,291,340	26,452,428,092
LIABILITIES			
Deposits and Other Accounts	13	17,182,083,629	16,922,083,617
Borrowings	14	3,897,175,000	4,677,175,000
Subordinated Debts		672,360,000	672,360,000
Other Liabilities	15	885,461,393	976,148,143
Deferred Tax Liability		931,540	931,540
Total Liabilities		22,638,011,562	23,248,698,300
Net Assets		3,353,279,778	3,203,729,792
REPRESENTED BY:			
Share Capital	16	1,498,372,010	1,498,372,010
Statutory Reserve	5.10	387,670,348	357,739,212
Depositor's Protection Fund	5.11	104,066,062	96,583,278
Accumulated Profit		1,362,466,697	1,250,224,935
		3,352,575,117	3,202,919,435
Surplus on Revaluation of Assets-Net of Tax	17	-	-
Deferred Grants	18	704,661	810,357
Total Capital		3,353,279,778	3,203,729,792
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 March 31,2017



		Mar-17	Mar-16
	Note	Rupees	Rupees
Mark-up / Return / Interest Earned	20	1,028,868,281	712,659,482
Mark-up / Return / Interest Expensed	21	(467,569,916)	(218,713,776)
Net Mark-up / Interest Income		561,298,365	493,945,706
Specific Provision Against Non-Performing Loans and Advances	9.4	(35,258,772)	(6,494,336)
General Provision Against Non-Performing Loans and Advances		(23,206,460)	(28,772,227)
Provision for Diminution in the Value of Investments		-	-
Bad debts written off directly	9.5	(863,612)	(2,448,777)
		(59,328,844)	(37,715,340)
Net Mark-up / Interest Income after provisions		501,969,521	456,230,366
NON MARK-UP / NON INTEREST INCOME			
Fee, Commission and Brokerage income	22	118,973,958	95,799,923
Dividend Income		-	-
Other Income	23	103,004,154	36,824,217
Total Non-Markup / Non Interest Income		221,978,112	132,624,140
		723,947,633	588,854,506
NON MARK-UP / NON INTEREST EXPENSES			
Administrative expenses	24	(526,298,359)	(327,030,896)
Other Charges		(256,000)	(476)
Total non-markup / non interest expense		(526,554,359)	(327,031,372)
		197,393,274	261,823,134
Extraordinary/unusual items		-	-
PROFIT BEFORE TAXATION			
		197,393,274	261,823,134
Taxation - Current	25	(47,737,592)	(79,138,887)
- Prior years		-	-
- Deferred		-	-
		(47,737,592)	(79,138,887)
PROFIT AFTER TAXATION			
		149,655,682	182,684,247
OTHER COMPREHENSIVE INCOME			
Items that will never be classified to profit and loss:			
-Re-measurement component - Net Actuarial Loss	15.2.1	-	-
		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR			
		149,655,682	182,684,247
Accumulated Profit brought forward		1,250,224,935	754,487,456
Accumulated Profit		1,399,880,617	937,171,703
APPROPRIATIONS:			
Transfer to:			
Statutory reserve	5.10	29,931,136	36,536,849
Capital Reserve		-	-
Depositors' Protection Fund	5.11	7,482,784	9,134,212
Revenue Reserve		-	-
		37,413,920	45,671,061
ACCUMULATED PROFIT CARRIED FORWARD			
		1,362,466,697	891,500,642
Earnings per share-Basic and Diluted	26	1.00	1.22

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 March 31,2017



	Note	Mar-17 Rupees	Mar-16 Rupees
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		197,393,274	261,823,134
Less: Dividend Income		-	-
		197,393,274	261,823,134
Adjustments for non-cash (Income)/Expenses			
Depreciation		18,964,477	14,009,350
Amortization of intangible assets		8,350,509	439,164
Provision against non-performing advances		58,465,232	35,266,563
Advances written off Death Cases		863,612	2,448,777
Unrealized loss/(gain) on revaluation for as held for trading investments		-	(1)
Amortization of deferred grant		(105,696)	(3,117,195)
Gain on sale of operating fixed assets		(6,827,674)	(1,942,057)
Other Comprehensive Income		-	-
Finance charges on leased assets			
Gain on sale and redemption of securities			
Provision for gratuity and leave encashment			
		79,710,460	47,104,601
(Outflow)/Inflow for/from Operating Assets			
Advances		(2,376,340,255)	(2,081,112,378)
Other assets		(541,209,690)	(537,153,624)
		(2,917,549,945)	(2,618,266,002)
(Outflow)/Inflow for/from Operating Liabilities			
Deposits and other accounts		260,000,012	(715,519,996)
Other liabilities		(90,686,750)	154,279,370
		169,313,262	(561,240,626)
Payments against provisions held against off-balance sheet obligations		-	-
Income tax paid		(47,737,592)	(79,138,887)
Gratuity and Leave encashment paid (including contributions)		-	-
Net cash flow from operating activities		(2,518,870,541)	(2,949,717,780)
CASH FLOW FROM INVESTING ACTIVITIES			
Net investment in available-for-sale securities		-	20,000,000
Net investment in held to maturity securities		152,482,910	(9,851,640)
Net investment in held for trading securities		1,507,561,664	1,688,360,478
Gain realized on investments		-	-
Investments in operating fixed and Intangible assets		(33,051,571)	(30,018,471)
Investment in CWIP		(16,225,974)	1,109,510
Sale proceeds of property and equipment disposed-off		7,223,880	15,618,850
Net cash flow from investing activities		1,617,990,909	1,685,218,727
CASH FLOW FROM FINANCING ACTIVITIES			
Payments of lease obligations		-	-
Issue of share capital		-	-
Sub-Ordinated Debt		-	672,360,000
Borrowings		(780,000,000)	(290,643,833)
Grants received		-	(194,377)
Net cash flow from financing activities		(780,000,000)	381,521,790
Net increase in cash and cash equivalents		(1,680,879,632)	(882,977,263)
Cash and cash equivalents at beginning of the year		5,266,882,097	2,224,805,391
Cash and cash equivalents at end of the year/Period	27	3,586,002,465	1,341,828,128

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 March 31,2017

	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	-	182,684,247	-	-	182,684,247
Subscription for Paidup Capital	-	-	-	-	-
20% Transferred to Statutory Reserve	-	(36,536,849)	36,536,849	-	-
5% Transferred to Depositors Protection Fund	-	(9,134,212)	-	9,134,212	-
Other Appropriations/Adjustments	-	-	-	-	-
Balance as at March 31, 2016	1,498,372,010	891,500,642	257,318,627	69,515,791	2,716,707,070
Profit/Loss for the Period	-	483,192,851	-	-	483,192,851
Subscription for Paidup Capital	-	-	-	-	-
20% Transferred to Statutory Reserve	-	(100,420,585)	100,420,585	-	-
5% Transferred to Depositors Protection Fund	-	(24,047,973)	-	24,047,973	-
Return on Investment net of taxes on DPF	-	-	-	3,019,514	3,019,514
Balance as at December 31, 2016	1,498,372,010	1,250,224,935	357,739,212	96,583,278	3,202,919,435
Profit/Loss for the Period	-	149,655,682	-	-	149,655,682
Subscription for Paidup Capital	-	-	-	-	-
20% Transferred to Statutory Reserve	-	(29,931,136)	29,931,136	-	-
5% Transferred to Depositors Protection Fund	-	(7,482,784)	-	7,482,784	-
Other Appropriations/Adjustments	-	-	-	-	-
Balance as at March 31, 2017	1,498,372,010	1,362,466,697	387,670,348	104,066,062	3,352,575,117

PRESIDENT / CHIEF EXECUTIVE OFFICER

CHIEF FINANCIAL OFFICER

NRSP MICROFINANCE BANK LIMITED
NOTES TO THE FINANCIAL STATEMENTS
As At March 31,2017



	Note	Mar-17 Rupees	Dec-16 Rupees		
6 CASH AND BALANCES WITH SBP AND NBP					
Cash in hand		144,262,255	202,904,528		
Balances with SBP -Local currency current accounts	6.1	558,011,685	995,947,687		
-Local currency Deposit accounts		-	-		
Balances with NBP -Local currency current accounts		28,836	28,836		
-Local currency Deposit accounts		6,939,959	587,687		
		709,242,735	1,199,468,738		
7 BALANCES WITH OTHER BANKS/NBFIs/MFBs					
In Pakistan					
Local currency current accounts		8,704,016	5,300,591		
Local currency deposit accounts	7.1	2,508,055,714	2,466,112,768		
Local currency Term deposits	7.2	360,000,000	1,596,000,000		
		2,876,759,730	4,067,413,359		
8 INVESTMENT- NET OF PROVISIONS					
Federal Government securities - Held to Maturity					
Pakistan Investment Bonds (PIBs)	8.1	120,899,443	124,166,205		
Treasury Bills (T.Bills)	8.3	610,455,510	790,995,348		
Ijarah Sukuk		73,476,375	42,152,685		
		804,831,328	957,314,238		
Term finance certificates - Available for Sale					
Pakistan Mobile Communication Limited	8.4	-	-		
		-	-		
Mutual funds - Held for Trading					
Less: Provision for diminution in value of investments		3,644,185,588	5,151,747,252		
		-	-		
		3,644,185,588	5,151,747,252		
		4,449,016,916	6,109,061,490		
9 ADVANCES-NET OF PROVISIONS					
	Note	Mar-17	Dec-16	Mar-17	Dec-16
		No. of loan outstanding	No. of loan outstanding	Amount outstanding Rupees	Amount outstanding Rupees
Loan type					
Micro Credit	9.1	358,222	318,750	15,244,862,729	12,863,573,694
Islamic Advances		6,480	6,771	388,347,082	407,466,211
		364,702	325,521	15,633,209,811	13,271,039,905
Less: Provision held:					
Specific		1,913	1,271	(34,076,634)	(12,124,598)
General	9.2	1,913	1,271	(155,174,645)	(132,184,396)
		1,913	1,271	(189,251,279)	(144,308,994)
Advances - net of provision				15,443,958,532	13,126,730,911

9.3 Category of Classification

	Mar-17				Dec-16	
	No. of NPLs	NPL Amount Total	NPL Amount Gold Loans	Provision Required	Provision Held	NPL Amount Total
	--"Numbers"--	--"Rupees"--				
Watchlist	4,448	133,081,053	566,257	-	-	63,386,407
OAEM	1,350	50,258,369	1,196,603	-	-	26,957,545
Sub-Standard	846	33,155,374	64,528	8,272,712	8,272,714	3,318,146
Doubtful	985	45,836,476	262,267	22,787,106	22,787,105	12,703,933
Loss	82	3,016,817	-	3,016,816	3,016,815	5,080,330
	7,711	265,348,089	2,089,655	34,076,634	34,076,634	111,446,361

9.4 Particulars of provision against non performing advances:

	Mar-17			Dec-16		
	Specific	General	Total	Specific	General	Total
Opening Balance	12,124,598	132,184,396	144,308,994	4,362,909	81,953,806	86,316,715
Charge for the year	35,258,772	23,206,460	58,465,232	85,722,858	50,230,590	135,953,448
Amounts written off	(13,306,737)	-	(13,306,737)	(77,961,169)	-	(77,961,169)
Reversals	-	-	-	-	-	-
Closing balance	34,076,633	155,390,856	189,467,489	12,124,598	132,184,396	144,308,994

9.5 Particulars of Write Offs

	Mar-17 Rupees	Dec-16 Rupees
Against provision	13,306,737	77,961,170
Directly charged to profit & loss account	863,612	19,375,256
	14,170,349	97,336,426

9.6 Movement of advance

	Mar-17 No. of loan	Dec-16 No. of loan	Mar-17 Amount	Dec-16 Amount
Opening balance	325,521	258,444	13,271,039,905	5,192,071,349
Disbursement during the Period/year	104,125	446,017	4,899,484,359	18,405,491,453
	429,646	704,461	18,170,524,264	23,597,562,802
Recovery during the year	64,944	374,240	2,523,144,104	10,229,186,471
Loans written off	-	4,700	14,170,349	97,336,426
Closing	364,702	325,521	15,633,209,811	13,271,039,905

10 OPERATING FIXED ASSETS

	Note	Mar-17 Rupees	Dec-16 Rupees
Capital work-in-progress	10.1	46,030,846	29,804,872
Property and equipment	10.2	264,004,241	250,593,036
Intangible assets	10.3	64,708,583	72,779,408
		374,743,670	353,177,316

10.1 Capital work-in-progress

Civil works	46,030,846	29,804,872
	46,030,846	29,804,872

12 DEFERRED TAX ASSET - NET

	Mar-17 Rupees	Dec-16 Rupees
Deferred debits arising in respect of		
Amortization allowance	28,418,002	28,418,002
Accelerated depreciation allowance	-	-
Actuarial effect on defined benefit plan	-	-
Provision against advances	-	-
Grants	-	-
	28,418,002	28,418,002
Deferred credits arising in respect of		
Accelerated depreciation allowance	29,349,542	29,349,542
Leased assets	-	-
Un-realized capital gain	-	-
	29,349,542	29,349,542
	- 931,540	- 931,540

13 DEPOSITS AND OTHER ACCOUNTS

	Note	Mar-17 No. of accounts	Dec-16 No. of accounts	Mar-17 Amount Rupees	Dec-16 Amount Rupees
Fixed Deposits	13.1	1,894	1,688	10,662,476,534	9,552,054,386
Saving Deposits	13.2	619,657	597,138	5,643,249,102	6,660,681,035
Current Deposits		85,572	75,668	876,357,993	709,348,196
		707,123	674,494	17,182,083,629	16,922,083,617

13.3 Particulars of Deposits by Ownership

	<u>Mar-17</u>	<u>Dec-16</u>	<u>Mar-17</u>	<u>Dec-16</u>
	No. of accounts	No. of accounts	Amount Rupees	Amount Rupees
1) Individual depositors	706,450	673,938	6,392,637,787	6,840,056,172
2) Institutional depositors				
a) Corporation / firms etc.	526	416	5,539,464,853	4,449,715,511
b) Banks & financial institutions	147	140	5,249,980,989	5,632,311,934
	<u>707,123</u>	<u>674,494</u>	<u>17,182,083,629</u>	<u>16,922,083,617</u>
14 BORROWINGS		Note	Mar-17 Rupees	Dec-16 Rupees
Borrowings from Banks/Financial Institutions in Pakistan		14.1	3,645,000,000	4,425,000,000
Borrowings from Banks/Financial Institutions Outside Pakistan		14.2	252,175,000	252,175,000
Borrowings from Govt. of Pakistan			-	-
Borrowings from Others		14.3	-	-
			<u>3,897,175,000</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	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	520,000,000	520,000,000
Pak Oman Investment Company Limited (TF II)		14.1.6	400,000,000	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)			270,000,000	270,000,000
United Bank Limited (Running Finance)			-	215,000,000
Term Finance Certificate Issued			1,875,000,000	2,250,000,000
			<u>3,645,000,000</u>	<u>4,425,000,000</u>
14.2 Borrowings from Banks/Financial Institutions		Note	Mar-17 Rupees	Dec-16 Rupees
ECO Trade And Development Bank :				
First Tranche		14.2.1	252,175,000	252,175,000
Second Tranche		14.2.2	-	-
			<u>252,175,000</u>	<u>252,175,000</u>
14.3 Pakistan Poverty Alleviation Fund (Reflows III)		Note	Mar-17 Rupees	Dec-16 Rupees
		14.3.1	-	-
			<u>-</u>	<u>-</u>
16 SHARE CAPITAL				
16.1 Authorized Capital				
	Mar-17	Dec-16	Mar-17	Dec-16
	(Number of shares)		Rupees	Rupees
	<u>300,000,000</u>	<u>300,000,000</u>	<u>3,000,000,000</u>	<u>3,000,000,000</u>
16.2 Issued, subscribed and paid-up capital				
	Mar-17	Dec-16	Mar-17	Dec-16
	(Number of shares)		(Rupees)	
	<u>149,837,201</u>	<u>149,837,201</u>	<u>1,498,372,010</u>	<u>1,498,372,010</u>

NRSP MICROFINANCE BANK LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For The Period Ended On March 31,2017



	Note	Mar-17 Rupees	Mar-16 Rupees
20 MARK-UP / RETURN / INTEREST EARNED			
Mark-up / interest income on advances		970,887,982	689,274,028
Mark-up / interest income Government Securities		16,684,778	11,947,791
Mark-up / interest income Private Securities		-	-
Mark-up / interest income on bank deposits		41,295,521	11,437,663
Others		-	-
		<u>1,028,868,281</u>	<u>712,659,482</u>
21 MARK-UP / RETURN / INTEREST EXPENSED			
Markup Expense on Deposits		350,149,655	114,306,072
Loan Processing Fee on Borrowing		8,490,312	6,802,500
Markup Expense on Borrowings		108,929,949	97,605,204
Others		-	-
		<u>467,569,916</u>	<u>218,713,776</u>
22 FEE, COMMISSION AND BROKERAGE INCOME			
Loan Processing Fee on Lending		102,605,912	79,941,172
Other Transaction processing fee		16,080,003	11,766,214
Commission Income		288,043	4,092,537
Collection Service Income		-	-
		<u>118,973,958</u>	<u>95,799,923</u>
23 OTHER INCOME			
Investment Income		90,754,446	27,320,679
Amortization of Deferred Grant	18	105,696	3,117,195
Gain on disposal of operating fixed assets		6,827,674	1,942,057
Writeoff Recovered		3,464,372	4,417,796
Other Misc. Services Incomes		1,851,966	26,490
		<u>103,004,154</u>	<u>36,824,217</u>