

KHUSHHALI BANK LIMITED

BALANCE SHEET

FOR THE QUARTER ENDED 31-MARCH-2010

BALANCE SHEET

	<u>NOTES</u>	<u>Rupees in '000</u>	
		<u>As on Current Quarter</u>	<u>As on Corresponding Quarter of previous year</u>
<u>ASSETS</u>			
Cash and balances with SBP & NBP		78,189	75,920
Balances with other banks/NBFIs/MFBs		185,115	306,645
Money at call & short notice		875,693	744,549
Investments - Net of Provisions	1	973,273	1,466,450
Advances - Net of Provisions	2	3,550,286	2,970,395
Operating Fixed Assets	3	181,154	162,966
Other Assets	4	848,993	867,466
TOTAL ASSETS		6,692,703	6,594,391
<u>LIABILITIES</u>			
Deposits	5	130,258	12,801
Borrowings	6	4,201,024	4,364,754
Bills Payable		-	-
Subordinated Debt		-	-
Other Liabilities	7	246,119	280,741
Deferred Liabilities	8	13,762	28,135
TOTAL LIABILITIES		4,591,163	4,686,431
NET ASSETS		2,101,540	1,907,960
<u>REPRESENTED BY</u>			
Paid-Up Capital		1,705,000	1,705,000
Statutory & General Reserves		162,411	113,284
Unappropriated profit		248,327	79,709
Sub Total - I		2,115,738	1,897,993
Surplus on Revaluation of Assets		-	-
(Deficit)/Surplus on Revaluation of Securities		(14,198)	9,967
Sub Total - II		(14,198)	9,967
TOTAL CAPITAL (Sub- Total : I + II)		2,101,540	1,907,960

MEMORANDUM / OFF-BALANCE SHEET ITEMS:

Bills for collection	-	-
Acceptances, Endorsements and Other Obligations	-	-
Contingent Liabilities	-	-
TOTAL MEMORANDUM / OFF-BALANCE SHEET ITEMS	-	-

The annexed notes form an integral part of this Report

KHUSHHALI BANK LIMITED

PROFIT & LOSS ACCOUNT

FROM 01-JANUARY-2010 to 31-MARCH-2010

				Rupees in '000	
				For the Current	Year To Date
				Quarter	
	NOTES				
Mark up / Interest / Discounts / Return Earned	9		295,913	295,913	295,913
Less: Cost / Return on Deposits, Borrowings etc	10		<u>68,212</u>	<u>68,212</u>	<u>68,212</u>
Net			227,701	227,701	227,701
Non-Interest Income					
Fees & Commission			<u>41,157</u>	<u>41,157</u>	<u>41,157</u>
Dividend Income			-	-	-
Other Income			<u>31,568</u>	<u>31,568</u>	<u>31,568</u>
Plus			<u>72,725</u>	<u>72,725</u>	<u>72,725</u>
Sub total			300,426	300,426	300,426
Operating & Non-Interest Expenses					
Administrative Expenses	11		<u>243,701</u>	<u>243,701</u>	<u>243,701</u>
Provision against Non Performing Loans			17,592	17,592	17,592
Provision for diminution in value of investments			-	-	-
Provision against Other Assets			210	210	210
Bad debts written off directly			<u>(362)</u>	<u>(362)</u>	<u>(362)</u>
Other Expenses			-	-	-
Less			<u>261,141</u>	<u>261,141</u>	<u>261,141</u>
Sub total			39,285	39,285	39,285
Extra ordinary / unusual items			-	-	-
Plus / less			-	-	-
Profit before Taxation		Sub Total	39,285	39,285	39,285
Taxation - Current			<u>-</u>	<u>-</u>	<u>-</u>
- Deferred			-	-	-
Less			<u>-</u>	<u>-</u>	<u>-</u>
Profit after Taxation			39,285	39,285	39,285
APPROPRIATIONS :					
Statutory & General Reserves			<u>-</u>	<u>-</u>	<u>-</u>
Proposed dividend			-	-	-
Other Appropriations			<u>-</u>	<u>-</u>	<u>-</u>
Total appropriations		Less	<u>-</u>	<u>-</u>	<u>-</u>
Net Profit / (Loss) for the period			39,285	39,285	39,285
Un-appropriated Profit brought forward			209,042	209,042	209,042
Un-appropriated Profit / (Loss) carried forward to Balance sheet			<u><u>248,327</u></u>	<u><u>248,327</u></u>	<u><u>248,327</u></u>
The annexed notes form an integral part of this Report					

NOTES TO THE QUARTERLY ACCOUNTS AS ON THE QUARTER ENDED 31 MARCH 2010

1. INVESTMENTS :

		Rupees in '000			
		Book Value	Estimated Market Value	Provisions held	Investment Net of Provisions
Approved Securities:					
	Pakistan Investment Bonds	397,763	363,696	-	363,696
	Market Treasury Bills	609,152	609,577	-	609,577
	Others	-	-	-	-
Investments in subsidiary companies & associated undertakings					
		-	-	-	-
Fully paid up ordinary shares					
	listed companies	-	-	-	-
	unlisted companies	-	-	-	-
Bonds, Participation Term Certificates & Term Finance Certificates					
		-	-	-	-
Other investment					
		-	-	-	-
	TOTAL	1,006,915	973,273	-	973,273

2. ADVANCES :

Advances (Net of Provisions)

Gross Advances		3,624,530
Less : Provisions held:		
General		54,814
Specific		19,430
	Sub-Total	74,244
	Advances (net of provisions)	3,550,286

2.1 Loan Type wise Break-up of Current and Non Performing Loans

Loan Type	Total Outstanding Portfolio	NPLs			
		Current	30 < 90 days	90 < 180 days	> 180 days
		Current	Sub-Standard	Doubtful	Loss
Agri - inputs	2,100,692	2,071,785	16,393	10,116	2,398
Livestock	896,840	884,278	8,200	3,512	850
Enterprise	535,549	513,389	11,759	8,554	1,847
Others	91,449	88,567	1,699	1,000	183
Total	3,624,530	3,558,019	38,051	23,182	5,278

	At beginning of the Quarter		During the Quarter			At Quarter End	
	No of Borrowers	Outstanding Advances	Recoverable	Total Recovery *	Disbursement	No of Borrowers	Outstanding Advances - **
Male	252,036	2,981,149	429,254	881,842	860,225	237,955	2,946,592
Female	77,385	649,056	100,931	168,064	201,250	79,125	677,938
Total	329,421	3,630,205	530,185	1,049,906	1,061,475	317,080	3,624,530

* Total recovery includes prepayments of Rs. 686Million

** Net Advances of Rs.17Million has been written off during the quarter.

3. Summary of Operating Fixed Assets

	Cost	Accumulated Depreciation	Book Value
Vehicles	271,796	257,793	14,003
Computers	134,443	79,672	54,771
Furniture & Fixture	98,296	31,378	66,918
Office & Electrical Equipment	105,389	59,927	45,462
Total	609,924	428,770	181,154

4. OTHER ASSETS :

Income / Mark up accrued in Local Currency		406,698
Income / Mark up accrued in Foreign Currency		-
Advances, Deposits, Advance Rent and Other Prepayments		47,783
Advances Taxation (Payments less Provisions)		41,007
Branch adjustment account		-
Suspense account		-
Deferred Cost		-
Others	4.1	355,190
		850,678
Less: Provisions held against classified Other Assets		1,685
Other Assets (Net of Provisions)		848,993

4.1 Other includes; Rs. 37M receivable from MSDf, Rs. 237M receivable from ELRF and Rs 4M receivable from USAID at close of the quarter.

NOTES TO THE QUARTERLY ACCOUNTS AS ON THE QUARTER ENDED 31 MARCH 2010

5. DEPOSITS:

Fixed Deposits
Saving Deposits
Current Deposits
Others
Total

No of Accounts	Rupees in '000
-	-
539	39,125
105,330	91,133
-	-
105,869	130,258

5.1 PARTICULARS OF DEPOSITS BY OWNERSHIP

1) Individual Depositors
a) Community / Village Organizations / Urban Groups etc. Members
b) Other
2) Institutions / Depositors / Firms etc.
a) Corporation/ Firms etc.
b) Banks & Financial Institutions
Total

105,869	130,258
-	-
-	-
105,869	130,258

6. BORROWINGS:

Borrowings from Bank/ Financial Institution in Pakistan
Borrowings from Bank/ Financial Institution outside Pakistan
Borrowings from Government of Pakistan
Borrowings from SBP
Others
Total

200,000
4,001,024
-
-
4,201,024

7. OTHER LIABILITIES:

Mark-up / Return/ Interest payable on Deposits & Borrowings
Accrued Commission and Income on Bills Discounted
Accrued expenses
Current Taxation (Provision less payments)
Proposed / Unpaid/ Unclaimed Dividends
Branch Adjustment Accounts
Others
Total

107,750
-
47,221
-
-
-
91,148
246,119

7.1

7.1 Other includes Payable to Suppliers/SPs Rs. 20M, Payable to funds at SBP Rs. 49m, CIF to be invoiced Rs 6M and Rs 7M payable to Gratuity Fund

8. DEFERRED LIABILITIES:

Deferred Grant

13,762

9. MARK UP / INTEREST AND DISCOUNT AND / OR RETURN EARNED:

Interest / Mark-up on Advances
Interest / Mark-up on interest on Investments in Government Securities
Interest / Mark-up on Deposit Accounts / Placements with other Banks / Financial Institutions
Others

For Current Quarter	Year To Date
242,501	242,501
25,659	25,659
27,753	27,753
-	-
295,913	295,913

10. COST / RETURN ON DEPOSITS, BORROWING ETC.:

Deposits
Borrowings
Others

812	812
67,400	67,400
-	-
68,212	68,212

11. ADMINISTRATIVE EXPENSES:

Staff Salaries and Benefits
Premises Rent etc.
Traveling Expenses
Vehicle Running & Maintenance
Depreciation
Training etc.
Stationery & Office Supplies
Advertisement
Staff Retirement Benefits
Others

132,453	132,453
19,920	19,920
3,743	3,743
14,250	14,250
16,775	16,775
2,748	2,748
6,751	6,751
3,809	3,809
6,669	6,669
36,583	36,583
243,701	243,701

11.1

11.1. Others includes expenses on Utilities Rs. 7M, Communication Rs. 6M, Insurance Rs. 6M, IT support Rs. 6M and Financial charges Rs. 2M during the quarter.

12. AVERAGE ASSETS:

for the quarter Rs. 6,660,874

Represents the average of the total assets as of the close of business on each Saturday during the quarter.

13. NUMBER OF EMPLOYEES:

Permanent
Temporary/ on contractual basis
Daily wagers
Others (please specify)
Total No. of employees

Credit / Sales Staff	Banking / Support	Total
689	587	1,276
9	754	763
-	-	-
-	-	-
698	1,341	2,039

14. NUMBER OF BRANCHES:

Branches at the beginning of the quarter
Add: Opened during the quarter
Less: Closed / Merged during the quarter
Total Branches at the end of the quarter

107
-
4
103