# Middle East Bank (Public Joint Stock Company)

## Independent Review Report

## For the six months period ended 22 September 2023

Bayat Rayan
Chartered Accountants

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# Report on Review of Interim Financial Information

The Board of Directors
Middle East Bank
Tehran

## *Introduction*

We have reviewed the accompanying consolidated statement of financial position of Middle East Bank ("the Bank") and its group as of 22 September, 2023 and the related statements of profit or loss and comprehensive income, changes in equity and cash flows for the six- month period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of this interim financial information in accordance with the Iranian Accounting Standards. Our responsibility is to express a conclusion on this interim financial information based on our review.

## *Scope of Review*

We conducted our review in accordance with International Standard on Review Engagement 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

## *Basis for Qualified Conclusion*

1- As disclosed in Note 6-11-1 to the consolidated financial statements, the monetary foreign currency assets and liabilities at the year end are translated into Rials as instructed in the CBI's circular No. 01/319616 dated 16 March, 2023.
With respect to the rate of exchange, according to accounting standard No. 16, when several exchange rates are available, the rate used is that at which the future cash flows represented by the translation or the balance could have been settled if those cash flows had occurred at the measurement date. Considering the conditions of the exchange rate on the date of the statement of financial position, which is higher than the rates use, the effects of the exchange rate difference of the prevailing rates will be greater than the amounts reported.
Under circumstances, adjustments to the financial statements are considered necessary. However, due to the existence of different foreign currency rates and resources, we are unable to determine the prevailing rates of exchange and the extent of necessary adjustments at the reporting date reliably.

2- As stated in Note 36 to the consolidated financial statements, additional income taxes were claimed mainly due to allocation of interests paid to exempt income, disallowing certain expenditures and interests paid to the customers' deposits above the rates instructed by CBI, difference in method of calculation of exemption provided for the accumulated profits used in the share capital increase as well as calculation of exchange gain at the prevailing rates higher than those instructed by CBI. In respect of the above issues, certain rulings were issued by the Administrative Justice Tribunal ("AJT").

Assessments for the financial years March 2016 to March 2022 were protested by the Bank which are currently under review by the Tax Dispute Settlement Boards. The matter of disputes has also been reported to CBI and the Association of Private Banks for their follow-up with the tax authorities. Furthermore, the provision for income tax of the previous financial year has been provided on the basis of declared income and taking into account zero rate tax on that portion of the profit which is planned to be used for the purpose of share capital increase in the current financial year (subject to Clause "H" of Note 2 of the subsequent year's Budget Act) which is yet to be assessed by the STO. Qualifying for such exemption is dependent on approval of the capital increase and registering it with the Company's Registrar within the current financial year. The provision for income tax of the current financial period has also been provided on the basis of declared income. In addition to the above items, for the first year of the execution of Note 5 to Article 4 of the Law for Housing Production Development Law an assessment was raised which has been protested by the Bank. The status of the claiming such taxes from banks is uncertain which reduces the likelihood of payment of the taxes.

Under circumstances, determining adequate tax provision would be subject to final assessment being issued by the competent authorities.

***Qualified Conclusion***

Based on our review, with the exception of the matters described in paragraphs 1 to 2 above, nothing has come to our attention that causes us to believe that the accompanying interim financial information does not give a true and fair view of the financial position of Middle East Bank and its group as at 22 September, 2023, and of its financial performance and its cash flows for the six- month period then ended in accordance with Iranian Accounting Standards.

**Tehran: 04 December, 2023**

**Bayat Rayan**
**Chartered Accountants**

M. Abdali

BAYAT RAYAN & CO. بیات رایان حسابداران رسمی OFFICIAL ACCOUNTANTS

**Middle East Bank**

**(Public Joint stock Company)**

**Consolidated Financial statements of the Group and Middle East Bank**

**(Audited)**

**For the six months financial period ended 22 September 2023**

**Approved by board of directors at 26 November 2023**

**Middle East Bank (PJSC)**

**Consolidated statement of profit or loss**

**For the six months financial period ended 22 September 2023**

**Interim Reporting**

| Description | Note | Period (6M) ended 22 Sept.2023 | | Period (6M) ended 22 Sept.2022 |
|---|---|---|---|---|
| | | IRR million | | IRR million |
| Interest income on credit facilities granted | 8 | 42,830,901 | | 26,722,117 |
| Interest income on deposit in banks and non-bank credit institutions | 9 | 3,660,816 | | 3,066,175 |
| Income from investments in debt securities | 10 | 2,288,145 | | 3,409,352 |
| Interest on statutory deposit | 11 | 216,092 | | 152,886 |
| **Total operating income** | | | **48,995,954** | **33,350,530** |
| Interest expense on deposits | 12 | | (29,261,798) | (22,111,553) |
| **Gross profit (loss)** | | | **19,734,156** | **11,238,977** |
| Fees and commission income | 13 | 4,703,067 | | 2,615,272 |
| Fees and commission expense | 14 | (300,932) | | (204,704) |
| Net foreign exchange transactions income | 15 | 4,182,102 | | 3,025,823 |
| Administrative and general expenses | 16 | (4,732,384) | | (3,283,279) |
| Provision for bad and doubtful debts | 17 | (1,077,200) | | (904,511) |
| Other operating income | 18 | (157,767) | | (85,225) |
| | | | 2,616,886 | 1,163,376 |
| **Net operating profit (loss)** | | | **22,351,042** | **12,402,353** |
| Income (loss) from investments related to non-banking activities | 19 | | 203,405 | 136,845 |
| Other non-operating income | 20 | | 910 | 576 |
| Profit before tax | | | 22,555,357 | 12,539,774 |
| Income tax | 36 | | (4,034,724) | (1,814,036) |
| **Net Profit** | | | **18,520,633** | **10,725,738** |
| | | | | |
| **Profit attributable to:** | | | | |
| Shareholders of the parent company | | | 18,466,316 | 10,680,603 |
| Non-controlling interests | | | 54,317 | 45,135 |
| | | | **18,520,633** | **10,725,738** |
| **EPS (Rials)** | | | | |
| Operating EPS (Rials) | | | 365 | 211 |
| Non-operating EPS (Rials) | | | 4 | 3 |
| Basic EPS (Rials) | 21 | | **369** | **214** |

Since the components of the comprehensive profit (loss) statement are limited to the net profit of the period, the comprehensive profit (loss) statement has not been presented.

The accompanying notes are an integral part of these financial statements.

Bayat Rayan-Certified Accountants
ضمائم
گزارش
حسابرسی

**Middle East Bank (PJSC)**

**Consolidated statement of financial position**

**As at 22 September 2023**

**Interim Reporting**

| Description | Note | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|---|
| **Assets:** | | IRR million | IRR million |
| Cash | 22 | 76,358,317 | 77,137,307 |
| Due from banks and non-bank credit institutions | 23 | 52,907,653 | 40,952,463 |
| Credit facilities granted to non-governmental entities | 24 | 541,325,999 | 495,730,754 |
| Due from subsidiaries and associates | 25 | - | 828 |
| Other accounts receivable | 26 | 5,937,862 | 8,363,767 |
| Investments in share and other securities | 27 | 28,349,257 | 20,875,075 |
| Non-current assets held for sale | 28 | 845,591 | 686,106 |
| Property, plant and equipment | 29 | 9,619,332 | 7,300,511 |
| Intangible assets | 30 | 207,686 | 229,810 |
| Statutory deposit | 31 | 43,053,133 | 42,702,374 |
| Other assets | 32 | 8,092,472 | 3,243,433 |
| **Total assets** | | **766,697,302** | **697,222,428** |
| | | | |
| **Liabilities and shareholders' equity:** | | | |
| **Liabilities:** | | | |
| Customers' deposits | 33 | 536,984,511 | 529,592,699 |
| Due to banks and non-bank credit institutions | 34 | 79,279,210 | 37,051,386 |
| Dividends payable | 35 | 119,273 | 61,074 |
| Income tax provision | 36 | 4,395,991 | 2,513,901 |
| Other liabilities and accruals | 37 | 49,518,605 | 43,306,343 |
| Staff termination benefits | 38 | 874,903 | 691,061 |
| **Total liabilities** | | **671,172,493** | **613,216,464** |
| **Shareholders' equity:** | | | |
| Share capital | 39 | 35,000,000 | 35,000,000 |
| Capital increase in progress | 40 | 15,000,000 | - |
| Legal reserve | 41 | 16,160,122 | 13,599,037 |
| Other reserves | 42 | 278,490 | 197,461 |
| Foreign exchange translation differences for foreign operation | 43 | 2,260,240 | 2,260,240 |
| Retained earnings | | 26,699,210 | 32,904,530 |
| Shares owned by market maker fund (Treasury shares) | 44 | (447,604) | (494,729) |
| Premium of the shares owned by market maker fund (Treasury shares) | 45 | 98,568 | 72,481 |
| **Total equity attributable to shareholders of the parent company** | | **95,049,026** | **83,539,020** |
| Non-controlling interests | | 475,783 | 466,944 |
| **Total shareholders' equity** | | **95,524,809** | **84,005,964** |
| **Total liabilities and shareholders' equity** | | **766,697,302** | **697,222,428** |
| | | | |
| Letters of credit | 48-1 | 11,499,341 | 22,738,577 |
| Issued guarantees | 48-2 | 328,957,602 | 245,163,937 |
| Other commitments | 48-3 | 31,185,223 | 19,262,644 |

The accompanying notes are an integral part of these financial statements.

**Middle East Bank (PJSC)**

**Consolidated statement of changes in equity**

**For the six months financial period ended 22 September 2023**

**Interim Reporting**

| Description | Note | Period (6M) ended 22 Sept.2023 | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | Share capital | Capital increase in progress | Legal reserve | Other reserves | Foreign exchange translation differences for foreign operation | Retained earnings | Shares owned by market maker fund (Treasury shares) | Premium of the shares owned by market maker fund (Treasury (shares | Total equity attributable to shareholders of the parent company | Non-controlling interest | Total equity |
| | | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Balance at 21 March. 2023** | | **35,000,000** | **0** | **13,599,037** | **197,461** | **2,260,240** | **32,904,530** | **(494,729)** | **72,481** | **83,539,020** | **466,944** | **84,005,964** |
| Net profit for the six months period ended 22 Sept. 2023 | | | | | | | 18,466,316 | | | 18,466,316 | 54,317 | 18,520,633 |
| **Total comprehensive income** | | **0** | **0** | **0** | **0** | **0** | **18,466,316** | **0** | **0** | **18,466,316** | **54,317** | **18,520,633** |
| Capital increase in progress | 40 | | 15,000,000 | | | | (15,000,000) | | | 0 | | 0 |
| Purchase of shares owned by market maker fund (Treasury shares) | 44 | | | | | | | (136,843) | | (136,843) | | (136,843) |
| Sale of shares owned by market maker fund (Treasury shares) | 44 | | | | | | | 183,968 | | 183,968 | | 183,968 |
| Profit from the sale of shares owned by market maker fund (Treasury shares) | 45 | | | | | | | | 26,087 | 26,087 | | 26,087 |
| Legal reserve | 41 | | | 2,561,085 | | | (2,563,597) | | | (2,512) | 2,512 | 0 |
| Other reserves | 42 | | | | 81,029 | | (108,039) | | | (27,010) | 27,010 | 0 |
| Dividends | | | | | | | (7,000,000) | | | (7,000,000) | (75,000) | (7,075,000) |
| **Total** | | **0** | **15,000,000** | **2,561,085** | **81,029** | **0** | **(24,671,636)** | **47,125** | **26,087** | **(6,956,310)** | **(45,478)** | **(7,001,788)** |
| **Balance at 22 Sept.2023** | | **35,000,000** | **15,000,000** | **16,160,122** | **278,490** | **2,260,240** | **26,699,210** | **(447,604)** | **98,568** | **95,049,026** | **475,783** | **95,524,809** |

The accompanying notes are an integral part of these financial statements.

**Middle East Bank (PJSC)**

**Consolidated statement of changes in equity**

**For the six months financial period ended 22 September 2023**

**Interim Reporting**

**continued**

| Description | Note | Period (6M) ended 22 Sept.2022 | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | Share capital | Capital increase in progress | Legal reserve | Other reserves | Foreign exchange translation differences for foreign operation | Retained earnings | Shares owned by market maker fund (Treasury shares) | Premium of the shares owned by market maker fund (Treasury shares) | Total equity attributable to shareholders of the parent company | Non-controlling interest | Total equity |
| | | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Balance at 21 March. 2022** | | **25,000,000** | **0** | **9,067,581** | **90,560** | **2,090,564** | **21,214,381** | **(983,681)** | **0** | **56,479,405** | **341,435** | **56,820,840** |
| Net profit for the six months period ended 22 Sept. 2022 | | | | | | | 10,680,603 | | | 10,680,603 | 45,135 | 10,725,738 |
| **Total comprehensive income** | | **0** | **0** | **0** | **0** | **0** | **10,680,603** | **0** | **0** | **10,680,603** | **45,135** | **10,725,738** |
| Capital increase in progress | 40 | | 10,000,000 | | | | (10,000,000) | | | 0 | | 0 |
| Purchase of shares owned by market maker fund (Treasury shares) | 44 | | | | | | | (67,494) | | (67,494) | | (67,494) |
| Sale of shares owned by market maker fund (Treasury shares) | 44 | | | | | | | 45,295 | | 45,295 | | 45,295 |
| Legal reserve | 41 | | | 1,468,580 | | | (1,468,580) | | | 0 | | 0 |
| Other reserves | 42 | | | | 0 | | 0 | | | 0 | 0 | 0 |
| Dividends | | | | | | | (5,000,000) | | | (5,000,000) | (40,000) | (5,040,000) |
| **Total** | | **0** | **10,000,000** | **1,468,580** | **0** | **0** | **(16,468,580)** | **(22,199)** | **0** | **(5,022,199)** | **(40,000)** | **(5,062,199)** |
| **Balance at 22 Sept.2022** | | **25,000,000** | **10,000,000** | **10,536,161** | **90,560** | **2,090,564** | **15,426,404** | **(1,005,880)** | **0** | **62,137,809** | **346,570** | **62,484,379** |

The accompanying notes are an integral part of these financial statements.

**Middle East Bank (PJSC)**

**Consolidated statement of cash flows**

**For the six months financial period ended 22 September 2023**

| Description | Note | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 |
|---|---|---|---|
| | | IRR million | IRR million |
| **Operating activities:** | | | |
| **Cash inflows(outflows)from operating activities** | 46 | 10,018,377 | 7,405,530 |
| **Paid tax** | | (2,152,634) | (430,406) |
| **Net Cash inflows(outflows)from operating activities** | | **7,865,743** | **6,975,124** |
| **Investing activities:** | | | |
| Acquisition of fixed assets | | (2,590,391) | (453,032) |
| Disposal of fixed assets | | 150 | 666 |
| Acquisition of intangible assets | | (67,293) | (136,746) |
| Disposal of non-banking investments | | 790,075 | 212,189 |
| Acquisition of securities, excluding shares | | - | (67,580) |
| Dividends received from non-banking investments | | 159,553 | 71,018 |
| Interest received from other non-banking investments | | 6,761 | 54,018 |
| **Net cash inflow from investing activities** | | **(1,701,145)** | **(319,467)** |
| **Net cash inflow before financing activities** | | 6,164,598 | 6,655,657 |
| **Financing activities:** | | | |
| Dividends paid | | (7,016,801) | (4,933,211) |
| Proceeds from sale of shares owned by market maker fund (Treasury shares) | | 210,056 | 45,295 |
| Acquisition of shares owned by market maker fund (Treasury shares) | | (136,843) | (67,494) |
| **Net cash inflow(outflow) from financing activities** | | **(6,943,588)** | **(4,955,411)** |
| Net increase (decrease) in cash | | (778,990) | 1,700,246 |
| Cash at beginning of the year | | 77,137,307 | 51,306,775 |
| **Cash at end of the year** | | **76,358,317** | **53,007,021** |
| **Non-cash transactions** | 47 | **159,485** | **-** |
| | | | |
| **More information about the cash flows resulting from the interest:** | | | |
| Interest on credit facilities granted | | 34,262,729 | 21,568,738 |
| Interest on deposit in banks and financial institutions | | 3,832,121 | 3,198,471 |
| Interest expense of investment deposits | | (21,967,666) | (21,578,468) |
| Interest on investments in debt securities | | 972,146 | 2,050,894 |
| Dividends | | 159,553 | 71,018 |

The accompanying notes are an integral part of these financial statements.

**Middle East Bank (PJSC)**

**Statement of profit or loss**

**For the six months financial period ended 22 September 2023**
**Interim Reporting**

| Description | Note | Period (6M) ended 22 Sept.2023 | | Period (6M) ended 22 Sept.2022 |
|---|---|---|---|---|
| | | IRR million | | IRR million |
| Interest income on credit facilities granted | 8 | 42,830,901 | | 26,722,117 |
| Interest income on deposit in banks and non-bank credit institutions | 9 | 3,657,029 | | 3,066,129 |
| Income from investments in debt securities | 10 | 2,288,145 | | 3,409,352 |
| Interest on statutory deposit | 11 | 216,092 | | 152,886 |
| **Total operating income** | | | **48,992,167** | **33,350,484** |
| Interest expense on deposits | 12 | | (28,913,573) | (21,868,194) |
| **Gross profit (loss)** | | | **20,078,594** | **11,482,290** |
| Fees and commission income | 13 | 3,831,944 | | 2,049,630 |
| Fees and commission expense | 14 | (300,932) | | (204,704) |
| Net foreign exchange transactions income | 15 | 2,510,807 | | 1,775,722 |
| Administrative and general expenses | 16 | (4,267,916) | | (2,988,254) |
| Provision for bad and doubtful debts | 17 | (1,084,747) | | (901,941) |
| Other operating income | 18 | (157,767) | | (85,225) |
| | | | 531,389 | (354,772) |
| **Net operating profit (loss)** | | | **20,609,983** | **11,127,518** |
| Income (loss) from investments in non-banking activities | 19 | | 71,996 | 6,600 |
| Other non-operating income | 20 | | 765 | 64 |
| Profit before tax | | | 20,682,744 | 11,134,182 |
| Income tax | 36 | | (3,664,521) | (1,543,646) |
| **Net Profit** | | | **17,018,223** | **9,590,536** |
| **EPS (Rials)** | | | | |
| Operating EPS (Rials) | | | 339 | 192 |
| Non operating EPS (Rials) | | | 1 | - |
| Basic EPS (Rials) | 21 | | **340** | **192** |

Since the components of the comprehensive profit (loss) statement are limited to the net profit of the period, the comprehensive profit (loss) statement has not been presented.

The accompanying notes are an integral part of these financial statements.

**Middle East Bank (PJSC)**

**Statement of financial position**

**As at 22 September 2023**

**Interim Reporting**

| Description | Note | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|---|
| **Assets:** | | IRR million | IRR million |
| Cash | 22 | 44,307,076 | 56,172,739 |
| Due to banks and non-bank credit institutions | 23 | 63,606,347 | 43,586,449 |
| Credit facilities granted to non-governmental entities | 24 | 542,316,824 | 496,225,974 |
| Due from subsidiaries and associates | 25 | 1,006,672 | 1,007,507 |
| Other accounts receivable | 26 | 2,202,643 | 3,039,613 |
| Investments in share and other securities | 27 | 26,625,166 | 20,645,834 |
| Non-current assets held for sale | 28 | 845,591 | 686,106 |
| Property, plant and equipment | 29 | 8,372,822 | 6,116,967 |
| Intangible assets | 30 | 202,063 | 227,851 |
| Statutory deposit | 31 | 43,053,133 | 42,702,374 |
| Other assets | 32 | 8,026,273 | 3,177,325 |
| **Total assets** | | **740,564,610** | **673,588,739** |
| | | | |
| **Liabilities and shareholders' equity** | | | |
| **Liabilities:** | | | |
| Customers' deposits | 33 | 541,881,236 | 532,203,488 |
| Due from banks and non-bank credit institutions | 34 | 76,990,211 | 34,406,871 |
| Dividends payable | 35 | 119,273 | 61,074 |
| Income tax provision | 36 | 4,020,897 | 1,875,964 |
| Other liabilities and accruals | 37 | 26,171,024 | 23,911,990 |
| Staff termination benefits | 38 | 789,888 | 628,706 |
| **Total liabilities** | | **649,972,529** | **593,088,093** |
| **Shareholders' equity:** | | | |
| Share capital | 39 | 35,000,000 | 35,000,000 |
| Capital increase in progress | 40 | 15,000,000 | - |
| Legal reserve | 41 | 16,060,624 | 13,507,891 |
| Foreign exchange translation differences for foreign operation | 43 | 2,260,240 | 2,260,240 |
| Retained earnings | | 22,620,253 | 30,154,763 |
| Shares owned by market maker fund (Treasury shares) | 44 | (447,604) | (494,729) |
| Premium of the shares owned by market maker fund (Treasury shares) | 45 | 98,568 | 72,481 |
| **Total shareholders' equity** | | **90,592,081** | **80,500,646** |
| **Total liabilities and shareholders' equity** | | **740,564,610** | **673,588,739** |
| | | | |
| Letters of credit | 48-1 | 11,499,341 | 22,738,577 |
| Issued guarantees | 48-2 | 328,957,602 | 245,163,937 |
| Other commitments | 48-3 | 31,185,223 | 19,262,644 |

The accompanying notes are an integral part of these financial statements.

ضمائم گزارش حسابرسی
Bayat Rayan-Certified Accountants

**Middle East Bank (PJSC)**

**Statement of changes in equity**

**For the six months financial period ended 22 September 2023**

**Interim Reporting**

**Period (6M) ended 22 Sept.2023**

| Description | Note | Share capital | Capital increase in progress | Legal reserve | Foreign exchange translation differences for foreign operation | Retained earnings | Shares owned by market maker fund (Treasury shares) | Premium of the shares owned by market maker fund (Treasury shares) | Total equity |
|---|---|---|---|---|---|---|---|---|---|
| | | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Balance at 21 March. 2023** | | **35,000,000** | **-** | **13,507,891** | **2,260,240** | **30,154,763** | **(494,729)** | **72,481** | **80,500,646** |
| Net profit for the six months period ended 22 Sept. 2023 | | | | | | 17,018,223 | | | 17,018,223 |
| **Total comprehensive income** | | **-** | **-** | **-** | **-** | **17,018,223** | **-** | **-** | **17,018,223** |
| Capital increase in progress | 40 | | 15,000,000 | | | (15,000,000) | | | - |
| Purchase of shares owned by market maker fund (Treasury shares) | 44 | | | | | | (136,843) | | (136,843) |
| Sale of shares owned by market maker fund (Treasury shares) | 44 | | | | | | 183,968 | | 183,968 |
| Profit from the sale of shares owned by market maker fund (Treasury shares) | 45 | | | | | | | 26,087 | 26,087 |
| Legal reserve | 41 | | | 2,552,733 | | (2,552,733) | | | - |
| Dividends | | | | | | (7,000,000) | | | (7,000,000) |
| **Total** | | **-** | **15,000,000** | **2,552,733** | **-** | **(24,552,733)** | **47,125** | **26,087** | **(6,926,788)** |
| **Balance at 22 Sept.2023** | | **35,000,000** | **15,000,000** | **16,060,624** | **2,260,240** | **22,620,253** | **(447,604)** | **98,568** | **90,592,081** |

The accompanying notes are an integral part of these financial statements.

**Middle East Bank (PJSC)**

**Statement of changes in equity**

**For the six months financial period ended 22 September 2023**

**Interim Reporting**

**continued**

**Period (6M) ended 22 Sept.2022**

| Description | Note | Share capital | Capital increase in progress | Legal reserve | Foreign exchange translation differences for foreign operation | Retained earnings | Shares owned by market maker fund (Treasury shares) | Premium of the shares owned by market maker fund (Treasury shares) | Total equity |
|---|---|---|---|---|---|---|---|---|---|
| | | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Balance at 21 March. 2022** | | **25,000,000** | **-** | **9,024,756** | **2,090,564** | **19,750,326** | **(983,681)** | **-** | **54,881,965** |
| Net profit for the six months period ended 22 Sept. 2022 | | | | | | 9,590,536 | | | 9,590,536 |
| **Total comprehensive income** | | - | - | - | - | 9,590,536 | - | - | 9,590,536 |
| Capital increase in progress | 40 | | 10,000,000 | | | (10,000,000) | | | - |
| Purchase of shares owned by market maker fund (Treasury shares) | 44 | | | | | | (67,494) | | (67,494) |
| Sale of shares owned by market maker fund (Treasury shares) | 44 | | | | | | 45,295 | | 45,295 |
| Profit from the sale of shares owned by market maker fund (Treasury shares) | 45 | | | | | | | - | - |
| Legal reserve | 41 | | | 1,438,581 | | (1,438,581) | | | - |
| Dividends | | | | | | (5,000,000) | | | (5,000,000) |
| **Total** | | **-** | **10,000,000** | **1,438,581** | **-** | **(16,438,581)** | **(22,200)** | **-** | **(5,022,200)** |
| **Balance at 22 Sept.2022** | | **25,000,000** | **10,000,000** | **10,463,337** | **2,090,564** | **12,902,281** | **(1,005,881)** | **-** | **59,450,301** |

The accompanying notes are an integral part of these financial statements.

**Middle East Bank (PJSC)**

**Statement of cash flows**

**For the six months financial period ended 22 September 2023**

**Interim Reporting**

| Description | Note | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 |
|---|---|---|---|
| | | IRR million | IRR million |
| **Operating activities:** | | | |
| **Cash inflows(outflows)from operating activities** | 46 | (971,316) | 21,702,622 |
| **Paid tax** | | (1,519,588) | - |
| **Net Cash inflows(outflows)from operating activities** | | **(2,490,904)** | **21,702,622** |
| **Investing activities:** | | | |
| Acquisition of tangible assets | | (2,515,341) | (434,453) |
| Acquisition of intangible assets | | (62,826) | (96,511) |
| Dividends received from non-banking investments | | 71,996 | 6,597 |
| **Net cash inflow(outflow) from investing activities** | | **(2,506,171)** | **(524,367)** |
| **Net cash inflow(outflow) before financing activities** | | **(4,997,075)** | **21,178,255** |
| **Financing activities:** | | | |
| Dividends paid | | (6,941,800) | (4,893,211) |
| Proceeds from sale of shares owned by market maker fund (Treasury shares) | | 210,055 | 45,295 |
| Acquisition of shares owned by market maker fund (Treasury shares) | | (136,843) | (67,494) |
| **Net cash inflow(outflow) from financing activities** | | **(6,868,588)** | **(4,915,411)** |
| Net increase (decrease) in cash | | (11,865,663) | 16,262,844 |
| Cash at beginning of the year | | 56,172,739 | 35,321,842 |
| **Cash at end of the year** | | **44,307,076** | **51,584,686** |
| **Non-cash transactions** | 47 | **159,485** | - |
| **More information about the cash flows resulting from the interest:** | | | |
| Interest on credit facilities granted | | 34,262,729 | 21,568,738 |
| Interest on deposit in banks and financial institutions | | 3,828,334 | 3,212,745 |
| Interest expense of investment deposits | | (21,608,151) | (21,319,777) |
| Interest on investments in debt securities | | 972,146 | 2,050,894 |
| Dividends | | 71,996 | 6,599 |

The accompanying notes are an integral part of these financial statements.



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**Middle East Bank (PJSC)**

**Notes to the financial statements**

**For the six months financial period ended 22 September 2023**

**Interim Reporting**

## 1- Introduction

### 1-1- Background

Middle East Bank (Public Joint Stock Company) – ("the Bank") was established by the Central Bank of Iran ("CBI") under license number of 91/184904 in October 2012 and registered with Tehran Registrar of Companies under registration number 430795 and National ID number 10320826196, in the same month. The Bank's operation license as a commercial bank was issued by the CBI at 1st Nov. 2012. The stock of the bank was registered with OTC on 5th Dec. 2012 and its shares have been traded in the secondary market of TSE since 16 Mar. 2015. The Bank's Head Office is located in No. 2, 5th St, Ahmad Qasir(Bucharest) Ave, Tehran, Iran.

### 1-2- Bank's main activity

The Bank's main activity is in accordance with Article No. 3 of the Bank's Articles of Association.

### 1-3- Number of branches

The number of the Bank's branches at the year / period end is as follows:

| | 22 Sept.2023 | | 22 Sept.2022 | |
|---|---|---|---|---|
| | End of the year/period | Average | End of the year/period | Average |
| Branches-Tehran province | 12 | 12 | 12 | 12 |
| Branches-other provinces | 5 | 5 | 5 | 5 |
| Overseas Branches | 1 | 1 | 1 | 1 |
| | **18** | **18** | **18** | **18** |

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**1-4-** Employees

The number of employees is as follows:

| | Period (6M) ended 22 Sept.2023 | | Period (6M) ended 22 Sept.2022 | |
|---|---|---|---|---|
| | End of the year/period | Average | End of the year/period | Average |
| Head office | 479 | 456 | 432 | 424 |
| Tehran branches | 154 | 147 | 140 | 138 |
| Other provinces 'branches | 55 | 52 | 49 | 50 |
| Overseas Branches | 11 | 10 | 8 | 8 |
| **Bank's employees** | **699** | **665** | **629** | **620** |

**2- The Basis of preparation financial statements**

The parent company (the Bank's) and the group's consolidated financial statements are prepared based on the Iranian Accounting Standards and the Central Bank of Iran's regulations in accordance with the latest version of sample Financial statements released by CBI at March 2022. Details of accounting policies, including changes during the year, are included in notes 4 to 8.

**2-1- Basis of consolidation**

The consolidated financial statements are the result of aggregation of the financial statements of the parent company and it's subsidiaries after adjustments for intergroup transactions and elimination of unrealized profit and losses.

The subsidiaries consolidated are "Dadeh Pardazan Simaye Aftab Co. "Middle East Bank Brokerage Co." and "Middle East Currency Exchange Co.".

**3- Functional and presentation currency**

These consolidated financial statements are presented in Iranian Rials which is the Bank's functional currency. All amounts have been rounded to the nearest million, except when otherwise indicated.

**4- Manager's judgments in implementation of accounting estimates and policies.**

In preparing financial statements, the Bank's management has made judgments, estimates and assumptions to determine the amounts recognized in the financial statements. Actual results may be different from estimates. The underlying assumptions are based on historical records, and are reviewed on an ongoing basis. The areas that management uses judgments and estimates are as follows:

**4-1-** Determination of control over investees; including Dadeh Pardazan Simaye Aftab Co., Middle East Bank Brokerage Co. and Middle East Currency Exchange Co.

**4-2-** Recognition and measurement of contingent liabilities

**4-3-** Investments in debt securities are considered as long term investments and the related accounting policy is cost less than **impairment.**

**5- Measurement**

Consolidated financial statements have been prepared based on historical costs except for investment in listed shares which are measured at LCM.

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## 6- Significant Accounting policies

6-1- Investments in share and other securities

| | Consolidated | Parent |
|---|---|---|
| **Measurement:** | | |
| **Long term investments:** | | |
| Investment in subsidiaries | Consolidated | Cost less impairment losses |
| Investment in associates | Equity method | Cost less impairment losses |
| Other Non current investments | Cost less accumulated impairments of each investments | Cost less impairment losses |
| **Short term investments:** | | |
| Marketable current investments | LCM ( lower of cost and net realizable value) For trading investments and market value for fixed income securities. | LCM (lower of cost and net realizable value) For tradable investments and market value for fixed income securities. |
| **Revenue recognition:** | | |
| Investment in subsidiaries | Consolidation | when dividend is approved in the annual general meeting of the investee(until the date of approval of the financial statement) |
| Investment in associates | Equity method | when dividend is approved in the annual general meeting of the investee(until the date of approval of the financial statement) |
| Other short term & long term investments in shares | when dividend is approved in the annual general meeting of the investee(until the date of approval of the Statement of financial position date) | when dividend is approved in the annual general meeting of the investee(until the date of approval of the Statement of financial position date) |
| Investment in other securities | When the interest is realized | When the interest is realized |

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**6-2-** Property, plant and equipment

**6-2-1-** P.P.E are measured at cost. Major repairs and improvement expenses that considerably increase the capacity or useful life of P.P.E or improve the quality of asset return are capitalized and depreciated during the remaining useful life of the respective assets, whereas minor repairs and maintenance expenses which restore the expected economic useful life of the assets, are recognized as an expense in income statement.

**6-2-2-** Depreciation of P.P.E is calculated based on Article 149 of Iranian Direct Taxation Act of 2015 (amended) as follows:

| Asset | Depreciation Rate | Basis |
|---|---|---|
| Buildings | 15 years | Straight line |
| Elevator | 15% | Reducing balance |
| Installations | 6,8&10 years | Straight line |
| Electrical and mechanical installation | 12% and 20% | Reducing balance |
| Office furniture | 3,5,6,8&10 years | Straight line |
| Computer hardware | 3,5,6,8&10 years | Straight line |
| Motor vehicles | 6 years | Straight line |
| Leasehold improvements | During the lease term | Straight line |

**6-2-3-** In the case of acquiring or using the fixed assets during the month, the calculation of depreciation will be started from the next month. depreciation amount of any depreciable assets that are inactive or temporarily unused (except for buildings and construction facilities) for more than six consecutive months in a financial period, calculated equal to 30% of the depreciation rate that are reflected in the above table. In this case, if the depreciation is calculated based on the period, 70% of the period when the asset has not been used will be added to the remaining period determined for the depreciation of the asset in this table.

**6-3-** Intangible assets

Intangible assets except the goodwill of the place of business are measured at cost. Goodwill is not depreciated due to its indefinite useful life, its impairment test is performed at the end of each financial year and reserve is considered. Computer software are depreciated during one, three or five years on the straight line basis.

**6-4-** Non-current assets held for sale

**6-4-1-** Non-current assets will be classified as held for sale if its carrying amount will be recovered principally through a sale transaction instead of through continuing use;

The conditions for a non-current asset to be classified as held-for-sale are as follows:

The assets must be available for immediate sale in their present condition and its sale must be highly probable;

The actions required to complete the planned sale will have been made, and it is unlikely that the plan will be significantly changed or withdrawn;

The sale should be completed, or expected to be within a year from the date of the classification.

For the sale to be highly probable, management must be committed to selling the asset and must be actively looking for a buyer. It is possible that the sale may not be completed within one year, but the delay effectively must be caused by events beyond the entity's control and the entity must still be committed to selling the asset.

**6-4-2-** Non-current assets held for sale are measured at "lower of book value and net realizable value".

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**6-5-** Loan's interest, fee and penalty revenue recognition
Recognition of bank's revenues is in accordance with the latest CBI's regulations

| Loan's interest, fee and penalty | Revenue recognition |
|---|---|
| **Participation Loan's interest** | |
| Current loans/Emhal | Accrual basis |
| Past due loans/Emhal | Accrual basis |
| Outstanding debt/Emhal | Accrual basis |
| Doubtful debt/Emhal | Accrual basis |
| **Loan's interest** | |
| Current loans/Emhal | Accrual basis |
| Past due loans/Emhal | Accrual basis |
| Outstanding debt/Emhal | Cash basis |
| Doubtful debt/Emhal | Cash basis |
| **Penalty(Loan's rate)** | |
| Current loans/Emhal | Accrual basis |
| Past due loans/Emhal | Accrual basis |
| Outstanding debt/Emhal | Cash basis |
| Doubtful debt/Emhal | Cash basis |
| **Penalty(Over loan's rate)** | Cash basis |
| **Fee** | |
| guaranties and L/Cs | Based on time factor-Accrual |
| Other services | At the time of performing-Cash |
| Loan's fee (Gardh-Ul Hasan) | Cash/Accrual basis |

**6-6** The basis for determining the depositors' share of mutual income
According to Usury-Free Banking Law approved on 30 Aug. 1983 and its instructions and according to CBI regulations, mutual income, usage of mutual sources and depositors' share of mutual income are calculated and its results are reported in the note 13.

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**6-7-** Classification of loans

Loans are classified in accordance with the CBI's regulation No. 2823/MB dated 02/24/2007 and based on time as below, customers' financial states and their industry and business. The classification of loan portfolio is as follows. Also, Emhal facilities are classified in the corresponding classes.

| Classification | Principal & interest (PI) outstanding in months |
|---|---|
| Current | PI< 2 |
| Past due | 2<PI<6 |
| Outstanding | 6<PI<18 |
| Doubtful | PI>18 |

* Management has not applied any judgments over the CBI's regulations.

**6-8-** Provision for bad and doubtful loans

Provisions for bad and doubtful debts are provided in accordance with the CBI's regulations as follows:

1- General provision is calculated amounting to 1.5% of the total loan portfolio at the end of each year, except for the balance of loans for which specific provision is calculated.

2- Specific provision- depending on the classification of the non-performing loans, the Bank is required to provide specific provisions, after allowing for the value of collaterals based in below table:

| **Classification** | **Specific percentage** |
|---|---|
| Past due loans | 10% |
| Outstanding | 20% |
| Doubtful debt (regarding to the clients refund power) | 50-100% |

* Management has not applied any judgments over the CBI regulations.

**6-9-** Termination benefits

Staff termination benefits are provided at the rate of one month salary and other remunerations for each year of service.

**6-10-** Staff termination benefits

The employees are covered by social security fund so no staff termination benefits plans provision has taken into account.

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**6-11-** Foreign Currencies

**6-11-1-** Items related to internal operations

Foreign Currency items related to essential commodities, medicines and medical supplies are exchanged with the official rate announced by the CBI on the Statement of financial position date and other monetary items at the rate stated in the circular No. 01/319616 dated 03/16/2023 (250,000 Rials per USD & 265,000 Rials per EUR). Monetary items with the rate above mentioned circular, are exchanged with the rate of transactions date. Non-monetary items recorded at historical rate based on the official rate or ETS at the date of the transactions. Additionally, the differences arising from the settlement or exchange of monetary items are recognized as income or expense in the period in which they are incurred and reported in the statement of profit or loss. During the reporting period and at the end of the reporting period, the official rate or ETS is higher than the official rate announced by the CBI.

| Balances and related transactions | Currency | Exchange rate | | The reason for using the rate |
|---|---|---|---|---|
| Foreign currency items related to basic, essential goods, medicine, necessities and medical equipment (list of group one subject approved 63793 dated 08/07/2018 by the Council of Ministers) | EUR | CBI | IRR 45,001 | Central Bank Circular No. 01/319616 dated 03/16/2023 |
| Foreign currency items related to basic, essential goods, medicine, necessities and medical equipment (list of group one subject approved 63793 dated 08/07/2018 by the Council of Ministers) | TRY | CBI | IRR 1,555 | |
| Other monetary items | USD | CBI | IRR 250,000 | |
| Other monetary items | EUR | CBI | IRR 265,000 | |
| Other monetary items | AED | CBI | IRR 67,785 | |
| Other monetary items | Other currencies | CBI | Based on the rate of parity with EUR | |
| Non-monetary items | EUR | (ETS) on the date of the transaction | | |

**6-11-2-** Items related to foreign operation

Monetary assets and liabilities are exchanged at rates stated by CBI circular No. 01/319616 dated 03/16/2023, (265,000 Rials per Euro and 250,000 Rials per USD).The income and expenses of foreign operation are translated into IRR at the average rates of reporting period. All resulting differences are recognized in the statement of comprehensive income and are classified under shareholders' equity in the Statement of financial position. In addition, differences in the monetary items that are inherently part of the net investment in foreign operations are recognized in the statement of comprehensive income and are classified under the shareholders' equity until they are disposed.

**6-12- Shares owned by market maker fund (Treasury shares)**

**6-12-1-** Buying and selling of bank shares through a dedicated market maker fund based on the regulations for maintaining the stability of the capital market and protecting the rights of investors and shareholders approved by the Supreme Council of the Stock Exchange and Securities on 09/10/2020 in order to increase liquidity for the holders of securities and regulating the supply and demand of the market and managing the range of price fluctuations are assigned to the companies.

**6-12-2-** The shares owned by market maker fund (treasury shares) are recognized and recorded in the books by the cost method on the date of acquisition and are presented as a decreasing amount in the shareholders' equity of the financial position statement. At the time of purchase, sale, release or cancellation of the company's equity Instrument, no profit or loss is recognized in the profit and loss statement. The extra of paid or received amount must be recognized directly in the shareholders' equity section.

**6-12-3-** At the time of selling shares owned by market maker fund (treasury shares), no amount is recognized in the profit or loss statement and the comprehensive income statement. The net difference between the sales amount and the book amount is recognized in premium (deficit) of the shares owned by market maker fund (treasury shares) in the shareholders' equity section.

**6-12-4-** When only a part of the total shares owned by market maker fund (treasury shares) is transferred, the book value of each share is calculated based on the average cost price of the total shares owned by market maker fund (treasury shares).

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**6-13-** Income tax

The tax expense is the sum of current and deferred taxes, for transactions and other events recognized in profit or loss, any related tax effects are also recognized in profit or loss. For transactions and other events recognized outside profit or loss (either in other comprehensive income or directly in equity), any related tax effects are also recognized outside profit or loss (either in other comprehensive income or directly in equity, respectively)

**6-14-** Interest expense

Interest expense is recognized and reported in accordance with money and credit council regulations.

**6-15-** "Other items" in the accompanying notes

The amount and nature of items that listed under the heading "Other" are low important.

**7-** Changes in accounting policies

The Bank presents all accounting policies, mentioned in note 6,with consistency in all reporting periods in the financial statements.

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8- Interest income on credit facilities granted

**Consolidated and Parent Co.**

| | Note | Period (6M) ended 22 Sept.2023 | | | | | Period (6M) ended 22 Sept.2022 | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | LCY | | | FCY (Non-mutual) | Total | LCY | | | FCY (Non-mutual) | Total |
| | | Mutual | Non-mutual | Total | | | Mutual | Non-mutual | Total | | |
| | | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| Wakala | 8-1 | 493,721 | - | 493,721 | 4,195,192 | 4,688,913 | 1,552,217 | - | 1,552,217 | 3,584,704 | 5,136,921 |
| Installment sales | | 1,106,477 | - | 1,106,477 | 149,614 | 1,256,091 | 4,218,968 | - | 4,218,968 | 156,672 | 4,375,640 |
| Mosharekat Madani (civil partnership contracts) | | - | - | - | 52,198 | 52,198 | - | - | - | 124,339 | 124,339 |
| Murabaha | | 30,285,183 | - | 30,285,183 | 243,708 | 30,528,891 | 14,826,326 | - | 14,826,326 | 235,624 | 15,061,950 |
| Debt purchase | | 2,682,481 | - | 2,682,481 | - | 2,682,481 | 728,570 | - | 728,570 | - | 728,570 |
| Penalty | | 2,477,354 | - | 2,477,354 | 652,096 | 3,129,450 | 1,026,762 | - | 1,026,762 | 99,453 | 1,126,215 |
| Paid credit cards | | 45,191 | - | 45,191 | - | 45,191 | 6,295 | - | 6,295 | - | 6,295 |
| Penalty from paid LCs | | - | 251,810 | 251,810 | - | 251,810 | - | 62,558 | 62,558 | - | 62,558 |
| Penalty from paid guarantees | | - | 55,080 | 55,080 | - | 55,080 | - | 47,046 | 47,046 | - | 47,046 |
| Other | | - | 138,204 | 138,204 | 2,592 | 140,796 | - | 52,583 | 52,583 | - | 52,583 |
| | | **37,090,407** | **445,094** | **37,535,501** | **5,295,400** | **42,830,901** | **22,359,138** | **162,187** | **22,521,325** | **4,200,792** | **26,722,117** |

8-1- Loans income-FCY amounted IRR 4,195,192 million is related to the loans paid from National Development Fund of Iran deposits.

9- Interest income on deposit in banks and non-bank credit institutions

**Consolidated**

| | Period (6M) ended 22 Sept.2023 | | | | | Period (6M) ended 22 Sept.2022 | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | LCY | | | FCY (Non-mutual) | Total | LCY | | | FCY (Non-mutual) | Total |
| | Mutual | Non-mutual | Total | | | Mutual | Non-mutual | Total | | |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| Deposit interest income from other banks and internal credit institutions | 3,624,721 | - | 3,624,721 | - | 3,624,721 | 3,051,856 | - | 3,051,856 | - | 3,051,856 |
| Deposit interest income from foreign banks | - | - | - | 36,095 | 36,095 | - | - | - | 14,319 | 14,319 |
| | **3,624,721** | **-** | **3,624,721** | **36,095** | **3,660,816** | **3,051,856** | **-** | **3,051,856** | **14,319** | **3,066,175** |

**Parent Co.**

| | Period (6M) ended 22 Sept.2023 | | | | | Period (6M) ended 22 Sept.2022 | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | LCY | | | FCY (Non-mutual) | Total | LCY | | | FCY (Non-mutual) | Total |
| | Mutual | Non-mutual | Total | | | Mutual | Non-mutual | Total | | |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| Deposit interest income from other banks and internal credit institutions | 3,620,934 | - | 3,620,934 | - | 3,620,934 | 3,051,811 | - | 3,051,811 | - | 3,051,811 |
| Deposit interest income from foreign banks | - | - | - | 36,095 | 36,095 | - | - | - | 14,318 | 14,318 |
| | **3,620,934** | **-** | **3,620,934** | **36,095** | **3,657,029** | **3,051,811** | **-** | **3,051,811** | **14,318** | **3,066,129** |

10- Income from investments in debt securities

| Publisher-Bonds' type | Consolidated and Parent Co. | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | Period (6M) ended 22 Sept.2023 | | | | | Period (6M) ended 22 Sept.2022 | | | | |
| | LCY | | | FCY | Total | LCY | | | FCY | Total |
| | Mutual | Non-mutual | Total | (Non-mutual) | | Mutual | Non-mutual | Total | (Non-mutual) | |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| Islamic treasury bonds | 1,324,126 | - | 1,324,126 | - | 1,324,126 | 361,069 | - | 361,069 | - | 361,069 |
| Murabaha | 819,898 | - | 819,898 | - | 819,898 | 2,293,470 | - | 2,293,470 | - | 2,293,470 |
| First Ordibehesht intermediary-Manfaat | 101,025 | - | 101,025 | - | 101,025 | 182,433 | - | 182,433 | - | 182,433 |
| Refah kargaran bank-Gam | 18,280 | - | 18,280 | - | 18,280 | 24,374 | - | 24,374 | - | 24,374 |
| Tejarat bank-Gam | 20,305 | - | 20,305 | - | 20,305 | - | - | - | - | - |
| Mellat bank-Gam | 296 | - | 296 | - | 296 | - | - | - | - | - |
| Sepah bank-Gam | 3,307 | - | 3,307 | - | 3,307 | - | - | - | - | - |
| Middle East Bank Ofogh mutual fund | 908 | - | 908 | - | 908 | 708 | - | 708 | - | 708 |
| Khordad intermediary-Manfaat | - | - | - | - | - | 273,649 | - | 273,649 | - | 273,649 |
| Tir intermediary-Manfaat | - | - | - | - | - | 273,649 | - | 273,649 | - | 273,649 |
| | **2,288,145** | **-** | **2,288,145** | **-** | **2,288,145** | **3,409,352** | **-** | **3,409,352** | **-** | **3,409,352** |

## 11- Interest on statutory deposit

| Description | Consolidated and Parent Co. | |
|---|---|---|
| | **Period (6M) ended 22 Sept.2023** | **Period (6M) ended 22 Sept.2022** |
| | IRR million | IRR million |
| Interest on statutory deposit of investment deposits | 170,001 | 117,733 |
| Interest on statutory deposit of other sources | 46,091 | 35,153 |
| | 216,092 | 152,886 |

## 11-1- Average of statutory deposit and related interest

| **Description** | Consolidated and Parent Co. | |
|---|---|---|
| | **Period (6M) ended 22 Sept.2023** | **Period (6M) ended 22 Sept.2022** |
| | IRR million | IRR million |
| Average of statutory deposit of investment deposits | 33,360,463 | 23,546,526 |
| Interest on statutory deposit of investment deposits | 170,001 | 117,733 |
| Average of statutory deposit of other sources | 9,043,032 | 7,030,589 |
| Interest on statutory deposit of other sources | 46,091 | 35,153 |

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## 12- Interest expenses on deposits

| Description | Note | Consolidated | | | Parent Co. | | |
|---|---|---|---|---|---|---|---|
| | | Period (6M) ended 22 Sept.2023 | | Period (6M) ended 22 Sept.2022 | Period (6M) ended 22 Sept.2023 | | Period (6M) ended 22 Sept.2022 |
| | | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Mutual income** | | | | | | | |
| Interest income on credit facilities granted | 8 | 37,090,407 | | 22,359,138 | 37,090,407 | | 22,359,138 |
| Interest income on deposit in banks and non-bank credit institutions | 9 | 3,620,934 | | 3,051,811 | 3,620,934 | | 3,051,811 |
| Income from investments in debt securities | 10 | 2,288,145 | | 3,409,352 | 2,288,145 | | 3,409,352 |
| Income(loss) from non-banking investments | 20 | 71,996 | | 6,600 | 71,996 | | 6,600 |
| **Total of mutual income** | | | 43,071,482 | 28,826,901 | | 43,071,482 | 28,826,901 |
| Bank's share of mutual income | 12_1 | | (15,123,407) | (11,143,753) | | (15,123,407) | (11,143,753) |
| Depositors' share of mutual income before deduction of the bank's commissions | | | 27,948,075 | 17,683,148 | | 27,948,075 | 17,683,148 |
| Bank's commissions | 12_2 | | (4,112,733) | (3,000,279) | | (4,112,733) | (3,000,279) |
| Depositors' share of mutual income | | | 23,835,342 | 14,682,869 | | 23,835,342 | 14,682,869 |
| Income on statutory deposit of investment deposits | 11 | | 170,001 | 117,733 | | 170,001 | 117,733 |
| Depositors' interest income | | | 24,005,343 | 14,800,602 | | 24,005,343 | 14,800,602 |
| The over paid interest expense to investment deposits | | | - | 1,578,080 | | - | 1,578,080 |
| Interest expense on investment deposits | | | 24,005,343 | 16,378,682 | | 24,005,343 | 16,378,682 |
| Interest expense on special deposit certificate | | | - | - | | - | - |
| Interest expense on foreign currency deposits | | | 3,372,629 | 2,960,184 | | 3,372,629 | 2,960,184 |
| Open market operations(repurchase agreement) | | | 1,535,602 | 2,529,328 | | 1,535,601 | 2,529,328 |
| Net paid interest expense by subsidiaries to outside the group and inter group interest expense | | | 348,224 | 243,359 | | - | - |
| **Interest expense on deposits** | | | **29,261,798** | **22,111,553** | | **28,913,573** | **21,868,194** |
| **Interest payable(overpaid) to investment deposits** | 12_4 | | 4,575,081 | (1,578,080) | | 4,575,081 | (1,578,080) |

**12-1- Bank's share of mutual income**

Bank's share of mutual income is as follows:

12-1-1- Bank's share of mutual income

| Year/period | Bank's share of resource to mutual usages(12-1-2) | Mutual income | Bank's share of mutual incomes |
|---|---|---|---|
| | Percentage | IRR million | IRR million |
| **Period (6M) ended 22 Sept.2023** | 35.1% | 43,071,482 | 15,123,407 |
| **Period (6M) ended 22 Sept.2022** | 38.7% | 28,826,901 | 11,143,753 |

12-1-2- Distribution of mutual resources and mutual usages between bank and depositors

| Description | Period (6M) ended 22 Sept.2023 | | Period (6M) ended 22 Sept.2022 | | Notes |
|---|---|---|---|---|---|
| | IRR million | | IRR million | | |
| Average of mutual usages (12-1-2-1 ) | | 414,597,906 | | 326,068,488 | 52 weeks average |
| Average of depositors' investment deposits (12-1-2-2) | 302,383,325 | | 223,565,157 | | 52 weeks average |
| less: average of statutory deposit of investment deposits | (33,360,463) | | (23,546,526) | | 52 weeks average |
| Free resources of investment deposits | | 269,022,862 | | 200,018,631 | |
| **Bank's share of mutual usages (Surplus free resources from investment deposits)** | | **145,575,044** | | **126,049,857** | |

* Bank's share of mutual usages is mutual usages minus free resources of investment deposits. If the total of investment deposits' free resources are more than mutual usages, the excess is called excess of free resources of investment deposits.

12-1-2-1- Average of mutual usages

| Mutual usages items | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 |
|---|---|---|
| | Amount(average) | Amount(average) |
| | IRR million | IRR million |
| Net usages related to granted facilities | 361,784,742 | 258,664,751 |
| Net usages related to participation bonds | 20,684,568 | 35,780,841 |
| Net usages related to term deposit in other banks | 30,723,462 | 29,415,161 |
| Net usages related to investments in share and other securities | 1,405,134 | 2,207,735 |
| **Total usages related to mutual operation** | **414,597,906** | **326,068,488** |

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12-1-2-2- Average of investment deposits:

| Investment deposits | Period (6M) ended 22 Sept.2023 Amount(average) | Period (6M) ended 22 Sept.2022 Amount(average) |
|---|---|---|
| | IRR million | IRR million |
| One -year deposits and general deposit certificate | 47,087,549 | 14,302,021 |
| Two- year deposits | 78,459,233 | 100,836,385 |
| Three- year deposits | 37,526,049 | 0 |
| Short term deposits | 134,426,267 | 105,416,109 |
| Term deposits of banks and non-bank credit institutions | 4,533,269 | 3,008,846 |
| Special short investment deposits | 350,958 | 1,795 |
| **Average of investment deposits** | **302,383,325** | **223,565,156** |

**12-2- The Bank's commission**

The Bank's commission rate was published in public newspaper, as 3 percent for the fiscal year ended 19 Mar. 2024 and the amount is calculated as below:

**Bank's commission=Average of free resources of depositors * Commission rate**

**4,112,733 = 269,022,862 *3 %*1/2**

12-2-1- Declared and applied bank's commission

| | Declared bank's commission | | Applied bank's commission | |
|---|---|---|---|---|
| | Rate | IRR million | Rate | IRR million |
| One -year deposits and general deposit certificate | 3.0% | 638,751 | 3.0% | 638,751 |
| Two- years deposits | 3.0% | 1,063,512 | 3.0% | 1,063,512 |
| Three years deposits | 3.0% | 511,243 | 3.0% | 511,243 |
| Short term deposits | 3.0% | 1,825,170 | 3.0% | 1,825,170 |
| Investment deposits of banks and non-bank credit institutions | 3.0% | 69,303 | 3.0% | 69,303 |
| Special short term deposits | 3.0% | 4,753 | 3.0% | 4,753 |
| **Total for the period ended 22 Sept. 2023** | | **4,112,732** | | **4,112,732** |
| **Total for the year ended 20 Mar. 2023** | | **5,478,642** | | **5,478,642** |

12-3- Interest on-account paid to investment deposits

| Description | Consolidated | | Parent Co. | |
|---|---|---|---|---|
| | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 |
| **Short term deposits** | IRR million | IRR million | IRR million | IRR million |
| Short term | 1,951,852 | 5,003,820 | 1,954,073 | 5,007,157 |
| Special short term | 29,336 | 122 | 29,336 | 122 |
| **Long term deposits** | | | | |
| One -year deposits and general deposit certificate | 3,994,949 | 1,148,335 | 3,994,949 | 1,148,335 |
| Two- years deposits | 8,818,032 | 9,932,482 | 8,818,032 | 9,932,482 |
| Three-years deposits | 4,105,877 | - | 4,105,877 | - |
| | 18,900,046 | 16,084,759 | 18,902,267 | 16,088,096 |
| Term deposits of banks and other credit institutions | 878,442 | 537,283 | 527,996 | 290,586 |
| | **19,778,488** | **16,622,042** | **19,430,263** | **16,378,682** |

12-4- Interest payable (overpaid) to investment deposits

| Description | Note | Parent Co. Period (6M) ended 22 Sept.2023 | Parent Co. Period (6M) ended 22 Sept.2022 |
|---|---|---|---|
| | | IRR million | IRR million |
| Ultimate interest to depositors | | 24,005,343 | 14,800,601 |
| Interest paid on account | 12-3 | (19,430,262) | (16,378,683) |
| **Interest payable (overpaid) to investment deposits** | | **4,575,081** | (1,578,082) |

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## 13- Fees and commission income

| | Note | Consolidated | | Parent Co. | |
|---|---|---|---|---|---|
| | | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 |
| | | IRR million | IRR million | IRR million | IRR million |
| Net commission of Gardh-Ul Hasan (Non-interest-bearing) facilities | 13-1 | 75,405 | 11,688 | 75,405 | 11,688 |
| On L/Cs issuance | | 284,076 | 52,794 | 284,076 | 52,794 |
| On guarantees issuance | | 1,990,171 | 1,114,745 | 1,990,171 | 1,114,745 |
| Managed funds | | - | 588 | - | 588 |
| On granting facilities | | 1,181,047 | 771,967 | 1,181,047 | 771,967 |
| Participation and guarantee fee | | 74,346 | 11,324 | 74,346 | 11,324 |
| SHETAB (inter bank ATM settlement) | | 32,925 | 21,336 | 32,925 | 21,336 |
| Oversight commission received from the National Development Fund | | 11,315 | 3,500 | 11,315 | 3,500 |
| On share trading | | 871,123 | 565,642 | - | - |
| Other services | | 182,659 | 61,688 | 182,659 | 61,688 |
| | | **4,703,067** | **2,615,272** | **3,831,944** | **2,049,630** |

13-1- Net commission of Gardh-Ul Hasan facilities is as follows:

| | Consolidated and Parent Co. | |
|---|---|---|
| | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 |
| | IRR million | IRR million |
| Commission of Gardh-Ul Hasan facilities | 75,405 | 11,688 |
| Net commission of Gardh-Ul Hasan facilities | **75,405** | **11,688** |

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## 14- Fees and commission expenses

| | Consolidated and Parent Co. | |
|---|---|---|
| | **Period (6M) ended 22 Sept.2023** | **Period (6M) ended 22 Sept.2022** |
| | IRR million | IRR million |
| Fees for national payment systems-card based | 263,379 | 179,201 |
| Fees for national payment systems-account based | 27,417 | 12,410 |
| Fees for national payment systems-cheque based | 499 | - |
| other | 9,637 | 13,093 |
| | **300,932** | **204,704** |

## 15- Net foreign exchange transactions income

| | | Consolidated | | Parent Co. | |
|---|---|---|---|---|---|
| | **Note** | **Period (6M) ended 22 Sept.2023** | **Period (6M) ended 22 Sept.2022** | **Period (6M) ended 22 Sept.2023** | **Period (6M) ended 22 Sept.2022** |
| | | IRR million | IRR million | IRR million | IRR million |
| Income from foreign currency transactions | | 2,978,083 | 1,770,298 | 2,510,807 | 1,775,722 |
| Income from foreign exchange operations | 15-1 | 93,860,955 | 77,244,227 | - | - |
| Cost of foreign exchange operations | 15-1 | (92,656,936) | (75,988,702) | - | - |
| | | **4,182,102** | **3,025,823** | **2,510,807** | **1,775,722** |

15-1- Income and cost of foreign exchange operation is related to purchase and sale of foreign exchange by the Middle East Currency Exchange Co. for better presentation and avoiding overstatement of the group income, foreign exchange operations are reported on a net basis.

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## 16- Administrative and general expenses

| | Note | Consolidated | | Parent Co. | |
|---|---|---|---|---|---|
| | | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 |
| | | IRR million | IRR million | IRR million | IRR million |
| Personnel expenses | 16-1 | 3,475,312 | 2,201,097 | 3,174,946 | 2,017,167 |
| Other executive expenses | 16-2 | 890,844 | 718,693 | 744,870 | 614,991 |
| Depreciation and amortization | 16-3 | 366,228 | 363,489 | 348,100 | 356,096 |
| | | **4,732,384** | **3,283,279** | **4,267,916** | **2,988,254** |

**16-1-** The details of personnel expenses are as follows:

| | Consolidated | | Parent Co. | |
|---|---|---|---|---|
| | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 |
| | IRR million | IRR million | IRR million | IRR million |
| Wages, salaries and allowances | 2,888,858 | 1,803,802 | 2,656,393 | 1,631,771 |
| Insurance employer contribution | 328,352 | 187,991 | 295,974 | 182,364 |
| Staff termination benefits | 219,097 | 185,081 | 184,884 | 178,809 |
| Travel and mission | 11,196 | 6,459 | 10,710 | 6,459 |
| Health and treatment of employees | 27,809 | 17,764 | 26,985 | 17,764 |
| | **3,475,312** | **2,201,097** | **3,174,946** | **2,017,167** |

**16-2-** The details of other administrative expenses are as follows:

| | Consolidated | | Parent Co. | |
|---|---|---|---|---|
| | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 |
| | IRR million | IRR million | IRR million | IRR million |
| Rent | 54,015 | 46,464 | 42,755 | 40,153 |
| Training and research | 4,042 | 1,724 | 4,042 | 1,724 |
| Communications | 52,580 | 28,321 | 32,028 | 28,321 |
| Insurance costs | 20,555 | 743 | 11,493 | 588 |
| Audit fee | 9,990 | 4,550 | 7,438 | 3,760 |
| Consulting fee | 39,206 | 34,446 | 37,844 | 31,683 |
| Transportation | 8,023 | 4,477 | 7,641 | 4,234 |
| Power and Water | 13,812 | 12,563 | 13,100 | 12,208 |
| Repair and maintenance of fixed assets | 95,243 | 78,314 | 94,418 | 78,107 |
| Consumable items | 86,080 | 78,957 | 84,034 | 76,722 |
| Board of directors bonus | 43,200 | 24,500 | 37,200 | 20,000 |
| Contractors' fee payment | 296,724 | 252,975 | 296,724 | 252,016 |
| Membership fee in Deposit Guarantee Fund | 34,116 | 26,618 | 34,116 | 26,618 |
| Membership fee in associations | 9,012 | 1,810 | 843 | 510 |
| Others | 124,246 | 122,231 | 41,194 | 38,347 |
| | **890,844** | **718,693** | **744,870** | **614,991** |

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**16-3- Depreciation and amortization**

| | Consolidated | | Parent Co. | |
|---|---|---|---|---|
| | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 |
| | IRR million | IRR million | IRR million | IRR million |
| Fixed assets depreciation | 275,805 | 288,236 | 259,486 | 282,269 |
| Intangible assets amortization | 90,423 | 75,253 | 88,614 | 73,827 |
| | **366,228** | **363,489** | **348,100** | **356,096** |

**17- Provision of bad and doubtful debts**

| | Note | Consolidated | | Parent Co. | |
|---|---|---|---|---|---|
| | | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 |
| | | IRR million | IRR million | IRR million | IRR million |
| Specific provision of bad and doubtful debts | 17-1 | 464,732 | 107,303 | 464,732 | 107,303 |
| General provision of bad and doubtful debts | 17-2 | 612,468 | 797,208 | 620,015 | 794,638 |
| | | **1,077,200** | **904,511** | **1,084,747** | **901,941** |

**17-1-** Specific provision of bad and doubtful debts is calculated as follows:

| | Consolidated and Parent Co. | | | | | |
|---|---|---|---|---|---|---|
| | Period (6M) ended 22 Sept.2023 | | | | | Period (6M) ended 22 Sept.2022 |
| | Past due | Outstanding | Doubtful debt before 5 years | Doubtful debt after 5 years | Total | Total |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| Credit facilities granted-non governmental (note 24-1) | 14,778,379 | 7,026,749 | 4,673,603 | 394,260 | 26,872,991 | 9,925,254 |
| Other accounts receivables (note 27-3) | 154,429 | 697 | 150,777 | 28,149 | 334,052 | 465,175 |
| **Total before deduction of collaterals' value** | 14,932,808 | 7,027,446 | 4,824,380 | 422,409 | 27,207,043 | 10,390,429 |
| **Less :** adjusted collaterals' value | | | | | | |
| Machinery | (734,685) | - | - | - | (734,685) | - |
| Real states | (10,104,984) | (4,565,999) | (3,468,681) | (240,838) | (18,380,502) | (8,046,509) |
| **Total of adjusted collaterals' value** | (10,839,669) | (4,565,999) | (3,468,681) | (240,838) | (19,115,187) | (8,046,509) |
| Basis of specific provision calculation | 4,093,139 | 2,461,447 | 1,355,699 | 181,571 | 8,091,856 | 2,343,920 |
| Specific provision calculation factor of-% | 10% | 20% | 50% | 100% | | |
| Specific provision of amended and Emhal facilities | 5,256 | 92,140 | 163,414 | - | 260,810 | - |
| Specific provision of other receivables | 404,058 | 400,149 | 514,436 | 181,571 | 1,500,214 | 1,330,570 |
| **Specific provision of bad and doubtful debts** | 409,314 | 492,289 | 677,850 | 181,571 | 1,761,024 | 1,330,570 |
| **Less:** specific provision of bad and doubtful debts balance at 20 Mar. 2023 | (240,907) | (102,448) | (671,838) | (281,099) | (1,296,292) | (1,223,267) |
| **Specific provision of bad and doubtful debts expense** | **168,407** | **389,841** | **6,012** | **(99,528)** | **464,732** | 107,303 |

According to Note 3 of Article 2 of the CBI Circular No. 01/239021 dated 12/14/2022, for facilities that after 5 years or more from the due date of repayment, the credit institution is not able to collect the receivable amount from the collateral, for the reasons outside of its control, the total balance of the facilities after deducting the value of the collaterals mentioned in paragraphs 2-2-3 to 2-2-6 of the mentioned circular is the basis of calculation.

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**17-1-1-** The information related to facilities that after 5 years or more from the due date of payment of principal and interest, the credit institution has not been able to collect the claims from the collateral due to reasons beyond its control, is as follows:

| Facilities' number | maturity date | Collateral type | Reasons for non-receipt | Period (6M) ended 22 Sept.2023 | | | | | Period (6M) ended 22 Sept.2022 | |
|---|---|---|---|---|---|---|---|---|---|---|
| | | | | Principal | interests | Penalty | balance | Provision for bad and doubtful debts* | balance | Provision for bad and doubtful debts |
| | | | | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| 1001/50/106/044430634 | 1394/11/12 | real state | 17-1-1-2 | 14,342 | 176 | 2,035 | 16,553 | 248 | 16,553 | 248 |
| 7201/50/202/222226188 | 1397/01/6 | real state | 17-1-1-1 | 1,921 | 11 | 267 | 2,199 | 33 | - | - |
| 7201/50/202/222226189 | 1397/01/6 | real state | | 3,219 | 219 | 476 | 3,914 | 59 | - | - |
| 1001/50/106/044430514 | 1394/08/28 | real state | 17-1-1-2 | 986 | 70 | 146 | 1,202 | 18 | 1,202 | 18 |
| 1001/50/106/044430532 | 1394/09/11 | real state | | 5,000 | 349 | 742 | 6,091 | 91 | 6,091 | 91 |
| 1001/50/106/044430533 | 1394/09/11 | real state | | 3,500 | 244 | 520 | 4,264 | 64 | 4,264 | 64 |
| 1001/50/106/044430609 | 1394/10/26 | real state | | 778 | 54 | 116 | 948 | 14 | 948 | 14 |
| 1001/50/106/044430614 | 1394/11/3 | real state | | 1,000 | 69 | 150 | 1,219 | 18 | 1,219 | 18 |
| 1001/50/106/044430653 | 1394/12/1 | real state | | 839 | 59 | 127 | 1,025 | 15 | 1,025 | 15 |
| 1001/50/205/164320399 | 1395/03/27 | real state | 17-1-1-2 | 32,649 | 2,275 | 4,943 | 39,867 | 598 | 39,866 | 598 |
| 1001/50/204/222222664 | 1393/12/27 | real state | | - | - | - | - | - | 13,251 | 199 |
| 1001/50/206/344636881 | 1395/06/17 | real state | | - | - | - | - | - | 1,018 | 15 |
| | | | | **64,234** | **3,526** | **9,522** | **77,282** | **1,159** | **85,437** | **1,280** |

* Due to the full coverage of the collateral, for the above facilities, only the general provision is considered.

**17-1-1-1** Park Fars Meat manufacturing and packaging according to the court order

**17-1-1-2** According to the court stop order, the legal proceeding will be stopped until the final court order.

17-2- The general provision of doubtful receivables expense, granting facilities and receivables is calculated as follows:

| | Parent Co. | |
|---|---|---|
| | **Period (6M) ended 22 Sept.2023** | **Period (6M) ended 22 Sept.2022** |
| | IRR million | IRR million |
| Credit facilities granted-non governmental (note 24-1) | 551,836,538 | 418,348,948 |
| Customer debts for LCs after deduction of advances(Note 32-1) | 7,341,686 | 1,879,854 |
| Due from subsidiaries and associates (note25) | 1,048,087 | 1,826,561 |
| Other accounts receivables (note26) | 2,426,484 | 3,075,837 |
| **Less:** | | |
| Balance of loans that specific provision has been calculated for | (22,094,054) | (4,847,836) |
| Basis of general provision calculation | 540,558,741 | 420,283,364 |
| General provision calculation factor-% | 1/5 | 1/5 |
| **General provision for bad and doubtful debts** | 8,108,381 | 6,304,250 |
| **Less:** general provision for bad and doubtful debts at 20 Mar. 2023 | (7,488,366) | (5,509,612) |
| **General provision for bad and doubtful debts expense** | **620,015** | **794,638** |

**18- Other operating income**

| | Consolidated and Parent Co. | |
|---|---|---|
| | **Period (6M) ended 22 Sept.2023** | **Period (6M) ended 22 Sept.2022** |
| | IRR million | IRR million |
| Profit (loss) of foreign currency exchange of operational currency assets and liabilities | - | - |
| Profit(Loss) of overseas branch | (157,767) | (85,225) |
| | **(157,767)** | **(85,225)** |

**19- Income (loss) from investments related to non-banking activities**

| | | Consolidated | | Parent Co. | |
|---|---|---|---|---|---|
| | **Note** | **Period (6M) ended 22 Sept.2023** | **Period (6M) ended 22 Sept.2022** | **Period (6M) ended 22 Sept.2023** | **Period (6M) ended 22 Sept.2022** |
| | | IRR million | IRR million | IRR million | IRR million |
| Dividends from companies and investment funds | 19-1 | 166,314 | 125,036 | 71,996 | 6,600 |
| Income (loss) from sale of investments in companies and investment funds | 19-2 | 202,658 | 11,809 | - | - |
| Net profit (loss) from increase (decrease) in investments' value | 19-3 | (165,567) | - | - | - |
| | | **203,405** | **136,845** | **71,996** | **6,600** |

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19-1- Dividends of corporations and investment funds' units are as follows:

| | Consolidated | | Parent Co. | |
|---|---|---|---|---|
| | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 |
| | Mutual-Rial | Non-mutual-Rial | Mutual-Rial | Non-mutual-Rial |
| | IRR million | IRR million | IRR million | IRR million |
| Middle East Life Insurance Co. | 148,636 | 70,165 | 71,996 | 6,600 |
| Other | 10,918 | 853 | - | - |
| **Corporation dividends** | **159,554** | **71,018** | **71,996** | **6,600** |
| Middle East Bank Ofogh mutual fund | 6,761 | 54,018 | - | - |
| **Investment funds' units interest** | **6,761** | **54,018** | **-** | **-** |
| **Total** | **166,315** | **125,036** | **71,996** | **6,600** |

19-2- The profit (loss) from sale of investments in companies and units of investment funds is as follows:

| | Consolidated | | | |
|---|---|---|---|---|
| | Period (6M) ended 22 Sept.2023 | | | Period (6M) ended 22 Sept.2022 |
| | Number of shares/investment unit | Book value | Profit (loss) | Profit (loss) |
| **Profit (loss) from sale of investments in companies - Rial** | | | | |
| Mobarakeh Steel Company | 16 | 291,002 | 11,059 | - |
| Social Security Investment Co. | 159 | 140,108 | 15,426 | - |
| Iran Khodro Disel Co | 28 | 141,284 | 7,040 | - |
| Ofogh Copper Industries | - | 2,145 | 2,140 | - |
| Iran Khodro Investment Co. | 1 | 12,877 | 2,836 | (2,218) |
| Saipa Investment Co. | - | - | 142,879 | (2,259) |
| Iran Khodro Gostaresh Co. | - | - | 8,355 | (1,193) |
| Option Contract of Social Security Investment Co. | - | - | - | 5,574 |
| Option Contract of Persian Gulf Investment Bank Co. | - | - | - | 7,851 |
| Ofogh Kerman Copper Industries | - | - | - | 32 |
| Others | - | - | - | 2,172 |
| | **204** | **587,416** | **189,735** | **9,959** |
| **Profit (loss) from sale of investment fund units - Rial** | | | | |
| Market Development Mutual Fund | - | - | 10,087 | - |
| Middle East Bank Ofogh Mutual Fund | - | - | 2,836 | 1,850 |
| | **-** | **-** | **12,923** | **1,850** |
| | **204** | **587,416** | **202,658** | **11,809** |

19-3- Net profit (loss) from increase (decrease) in investments' value

| | Period (6M) ended 22 Sept.2023 | | | | Period (6M) ended 22 Sept.2022 |
|---|---|---|---|---|---|
| | Number of shares/investment unit | Book value | Net realizable value | Profit (loss) | Profit (loss) |
| Ahrom-Charisma Investment Fund | 30 | 657,745 | 597,351 | (60,394) | - |
| Stock Exchange | 4 | 39,876 | 24,480 | (15,396) | - |
| Leverage Call Option 1600 | 5 | 45,413 | 17,041 | (28,372) | - |
| Naghsh-e Jahan Sugar Co. | - | 30,250 | 18,723 | (11,527) | - |
| Others | - | 773,631 | 723,755 | (49,876) | - |
| | **39** | **1,546,915** | **1,381,350** | **(165,565)** | **-** |

20- **Other non-operating income**

| | Consolidated | | Parent Co. | |
|---|---|---|---|---|
| | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 |
| | IRR million | IRR million | IRR million | IRR million |
| Profit (loss) from disposal of fixed and intangible assets | 145 | - | - | - |
| Others | 765 | 576 | 765 | 64 |
| | **910** | **576** | **765** | **64** |

بیات رایان - حسابداران رسمی
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## 21- Earning per share

**21-1-** Basis of EPS calculation

| Description | Consolidated | |
|---|---|---|
| | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 |
| | IRR million | IRR million |
| Operating profit | 22,351,042 | 12,402,353 |
| Tax effects | (4,034,542) | (1,813,921) |
| | **18,316,500** | **10,588,432** |
| Non operating profit | 204,315 | 137,421 |
| Tax effects | (182) | (115) |
| | **204,133** | **137,306** |
| Net profit before tax | 22,555,357 | 12,539,774 |
| Total tax effects | (4,034,724) | (1,814,036) |
| **Net Profit** | **18,520,633** | **10,725,738** |

| Description | Parent Co. | |
|---|---|---|
| | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 |
| | IRR million | IRR million |
| Operating profit | 20,609,983 | 11,127,520 |
| Tax effects | (3,664,368) | (1,543,633) |
| | **16,945,615** | **9,583,887** |
| Non operating profit | 72,761 | 6,664 |
| Tax effects | (153) | (13) |
| | **72,608** | **6,651** |
| Net profit before tax | 20,682,744 | 11,134,184 |
| Total tax effects | (3,664,521) | (1,543,646) |
| **Net Profit** | **17,018,223** | **9,590,538** |

| | Consolidated and Parent Co. | |
|---|---|---|
| | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 |
| | No. of shares | No. of shares |
| weighted average number of ordinary shares | 50,000,000,000 | 50,000,000,000 |
| **weighted average number of shares** | **50,000,000,000** | **50,000,000,000** |

**21-2-** According to the origin of the Capital increase in progress that is retained earnings (Approved in the Extraordinary General Assembly of Shareholders dated 07/20/2023), the access date of mentioned source is the base of weighted average number of ordinary shares calculation.

**21-3-** Diluted earnings per share

Diluted earnings per share is obtained by dividing the profit belonging to ordinary shareholders by the weighted average number of ordinary shares after adjusting the dilutive effect of all potential ordinary shares. At the end of 22 Sept. 2023 and 22 Sept. 2022 , there is no profit reducing factor.

Bayat Rayan-Certified Accountants
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## 22- Cash

| | Note | Consolidated | | Parent Co. | |
|---|---|---|---|---|---|
| | | 22 Sept. 2023 | 20 Mar. 2023 | 22 Sept. 2023 | 20 Mar. 2023 |
| | | IRR million | IRR million | IRR million | IRR million |
| Cash in hand-LCY | | 166,099 | 204,460 | 166,099 | 204,460 |
| Cash in hand- FCY | | 2,928,439 | 3,272,324 | 2,921,019 | 3,264,780 |
| Unrestricted current deposits with CBI | 22-3 | 27,798,501 | 40,747,140 | 27,798,501 | 40,747,140 |
| Unrestricted balances with other banks and financial institutions | 22-4 | 45,465,278 | 32,913,383 | 13,421,457 | 11,956,359 |
| | | **76,358,317** | **77,137,307** | **44,307,076** | **56,172,739** |

**22-1-** Local and foreign cash in hand in the Bank's branches up to IRR 3,226,500 million are insured against theft and fire.

**22-2-** Cash in hand-FCY included USD 2,785,172 , EUR 8,276,444, AED 453,802 , INR 6,500 , TRY 36,115 , CNY 3,540 and CHF 324.

**22-3-** Unrestricted balances with CBI

| | Consolidated and Parent Co. | |
|---|---|---|
| | 22 Sept. 2023 | 20 Mar. 2023 |
| | IRR million | IRR million |
| Unrestricted current deposits with CBI-LCY | 9,877 | 69,892 |
| Unrestricted current deposits with CBI-FCY | 64,984 | 64,984 |
| Unrestricted current deposits with other countries' central banks | 27,723,640 | 40,612,264 |
| | **27,798,501** | **40,747,140** |

**22-4-** Unrestricted balances with other banks and financial institutions

| | Consolidated | | Parent Co. | |
|---|---|---|---|---|
| | 22 Sept. 2023 | 20 Mar. 2023 | 22 Sept. 2023 | 20 Mar. 2023 |
| | IRR million | IRR million | IRR million | IRR million |
| Unrestricted current deposits with other local banks-LCY | 501,979 | 874,333 | 36,478 | 8,108 |
| Unrestricted current deposits with other local banks-FCY | 40,610,283 | 26,927,875 | 9,042,650 | 6,849,992 |
| Unrestricted term deposits with other local banks-LCY | 12,519 | 14,705 | 1,832 | 1,789 |
| Unrestricted current deposits with foreign banks-FCY | 4,340,497 | 5,096,470 | 4,340,497 | 5,096,470 |
| | **45,465,278** | **32,913,383** | **13,421,457** | **11,956,359** |

**22-5-** Restricted balances are classified in due from banks and financial institutions note.

جامعه حسابداران رسمی و خبرگان ایران
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حسابرسی
Iran Chartered Accountants Association

**23- Due from banks and non-bank credit institutions**

| | Note | Consolidated | | Parent Co. | |
|---|---|---|---|---|---|
| | | 22 Sept. 2023 | 20 Mar. 2023 | 22 Sept. 2023 | 20 Mar. 2023 |
| | | IRR million | IRR million | IRR million | IRR million |
| Due from CBI | 23-2 | 216,192 | 32,262 | 216,192 | 32,262 |
| Due from other banks and financial institutions | 23-3 | 52,691,461 | 40,920,201 | 63,390,155 | 43,554,187 |
| **Total** | | **52,907,653** | **40,952,463** | **63,606,347** | **43,586,449** |

**23-1-** Unrestricted balances are classified as cash.

**23-2-** Due from CBI

| | Note | Consolidated and Parent Co. | |
|---|---|---|---|
| | | 22 Sept. 2023 | 20 Mar. 2023 |
| | | IRR million | IRR million |
| Restricted current deposits with CBI-FCY | | 100 | 1,960 |
| Restricted current deposits with other countries' central banks | 23-2-1 | 3,213,198 | 8,164,246 |
| Less: CBI's balance in our accounts (Note 34) | 23-2-1 | (3,213,198) | (8,164,246) |
| Receivable interest from statutory deposit | | 216,092 | - |
| Others | | - | 30,302 |
| | | **216,192** | **32,262** |

**23-2-1-** Since the risks and rewards of some of these funds are not transferred to the bank, all amounts are netted.

**23-3-** Due from other banks and financial institutions

| | Note | Consolidated | | Parent Co. | |
|---|---|---|---|---|---|
| | | 22 Sept. 2023 | 20 Mar. 2023 | 22 Sept. 2023 | 20 Mar. 2023 |
| | | IRR million | IRR million | IRR million | IRR million |
| Restricted current deposits with other local banks-LCY | | - | - | 5,634,001 | - |
| Restricted current deposits with other local banks-FCY | | 2,881,635 | 2,469,753 | 7,946,327 | 5,103,739 |
| Restricted term deposits with other local banks-LCY | 23-3-1 | 15,840,000 | 14,700,000 | 15,840,000 | 14,700,000 |
| Restricted term deposits with other local banks-FCY | | 6,547,585 | 6,547,585 | 6,547,585 | 6,547,585 |
| Restricted current deposits with foreign banks-FCY | 23-3-2 | 70,619,154 | 54,506,132 | 70,619,154 | 54,506,132 |
| Restricted term deposits with foreign banks-FCY | | - | - | - | - |
| Less: CBI balance in our accounts (Note 34) | 23-3-2 | (45,890,240) | (37,354,921) | (45,890,240) | (37,354,921) |
| Other banks checks | | 74 | 137 | 74 | 137 |
| Due from other banks due to PAYA transactions | | 2,596,950 | - | 2,596,950 | - |
| Others | | 96,303 | 51,515 | 96,304 | 51,515 |
| | | **52,691,461** | **40,920,201** | **63,390,155** | **43,554,187** |

**23-3-1-** Restricted term deposits with other local banks is related to interbank deposits that its maturity date is 09/23/2023.

**23-3-2-** Since the risks and rewards of some of these funds are not transferred to the bank, all amounts are netted.

جامعه حسابداران رسمی ایران - ضمائم گزارش حسابرسی - Iranian Society of Certified Accountants

## 24- Credit facilities granted from non-governmental entities

**Consolidated**

| | 22 Sept. 2023 | | | | | | | | | 20 Mar. 2023 |
|---|---|---|---|---|---|---|---|---|---|---|
| | Principal balance | Fee and interest receivable balance | Penalty receivable balance | Mudaraba and Mosharekat Madani received fund | Future interests | Deferred fee and interest | **Total** | Provision for bad and doubtful debts | **Net balance** | Net balance |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| Installment sales | 14,601,387 | 304,707 | 22,863 | - | (3,906,192) | (69,662) | **10,953,103** | (187,783) | **10,765,320** | 19,967,681 |
| Wakala | 5,287,138 | 401,956 | 9,105 | - | (86,361) | (31,068) | **5,580,770** | (83,813) | **5,496,957** | 8,746,672 |
| Mudaraba | 133,594 | 10,858 | 15,656 | - | - | (10,858) | **149,250** | (27,903) | **121,347** | 291,750 |
| Mosharekat Madani (civil partnership contracts) | 217,065 | 16,630 | 27,945 | - | - | (16,630) | **245,010** | (108,221) | **136,789** | 209,290 |
| Debt purchase | 31,768,129 | 1,996,352 | 9,910 | - | (4,041,858) | - | **29,732,533** | (445,988) | **29,286,545** | 19,254,384 |
| Murabaha | 363,643,162 | 9,659,197 | 538,764 | - | (31,095,485) | (896,267) | **341,849,371** | (5,765,977) | **336,083,394** | 292,607,158 |
| Gardh-Ul Hasan | 3,116,707 | 384 | - | - | (447,803) | - | **2,669,288** | (40,376) | **2,628,912** | 1,029,514 |
| Foreign currency facilities | 132,502,247 | 31,319,616 | 380,783 | - | (10,739,711) | - | **153,462,935** | (2,563,880) | **150,899,055** | 151,803,095 |
| Debtors for paid L/Cs | 4,154,050 | - | 131,283 | - | - | - | **4,285,333** | (109,834) | **4,175,499** | 445,863 |
| Debtors for paid guarantees | 557,147 | - | 21,016 | - | - | - | **578,163** | (150,707) | **427,456** | 354,500 |
| Debtors for paid credit cards | 1,651,111 | 12,237 | 120 | - | (338,214) | (386) | **1,324,868** | (20,143) | **1,304,725** | 1,020,847 |
| | **557,631,737** | **43,721,937** | **1,157,445** | **-** | **(50,655,624)** | **(1,024,871)** | **550,830,624** | **(9,504,625)** | **541,325,999** | **495,730,754** |

**Parent Co.**

| | Note | 22 Sept. 2023 | | | | | | | | 20 Mar. 2023 |
|---|---|---|---|---|---|---|---|---|---|---|
| | | Principal balance | Fee and interest receivable balance | Penalty receivable balance | Mudaraba and Mosharekat Madani received fund | Future interests | Deferred fee and interest | **Total** | Provision for bad and doubtful debts | **Net balance** | Net balance |
| | | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| Installment sales | | 14,601,387 | 304,707 | 22,863 | - | (3,906,192) | (69,662) | **10,953,103** | (187,783) | **10,765,320** | 19,967,681 |
| Wakala | | 5,287,138 | 401,956 | 9,105 | - | (86,361) | (31,068) | **5,580,770** | (83,813) | **5,496,957** | 9,241,892 |
| Mudaraba | | 133,594 | 10,858 | 15,656 | - | - | (10,858) | **149,250** | (27,903) | **121,347** | 291,750 |
| Mosharekat Madani (civil partnership contracts) | | 217,065 | 16,630 | 27,945 | - | - | (16,630) | **245,010** | (108,221) | **136,789** | 209,290 |
| Debt purchase | | 31,768,129 | 1,996,352 | 9,910 | - | (4,041,858) | - | **29,732,533** | (445,988) | **29,286,545** | 19,254,384 |
| Murabaha | | 364,643,162 | 9,665,111 | 538,764 | - | (31,095,485) | (896,267) | **342,855,285** | (5,781,066) | **337,074,219** | 292,607,158 |
| Gardh-Ul Hasan | | 3,116,707 | 384 | - | - | (447,803) | - | **2,669,288** | (40,376) | **2,628,912** | 1,029,514 |
| Foreign currency facilities | 24-3 | 132,502,247 | 31,319,616 | 380,783 | - | (10,739,711) | - | **153,462,935** | (2,563,880) | **150,899,055** | 151,803,095 |
| Debtors for paid L/Cs | | 4,154,050 | - | 131,283 | - | - | - | **4,285,333** | (109,834) | **4,175,499** | 445,863 |
| Debtors for paid guarantees | | 557,147 | - | 21,016 | - | - | - | **578,163** | (150,707) | **427,456** | 354,500 |
| Debtors for paid credit cards | | 1,651,111 | 12,237 | 120 | - | (338,214) | (386) | **1,324,868** | (20,143) | **1,304,725** | 1,020,847 |
| | | **558,631,737** | **43,727,851** | **1,157,445** | **-** | **(50,655,624)** | **(1,024,871)** | **551,836,538** | **(9,519,714)** | **542,316,824** | **496,225,974** |

In previous years based on the country budget law, $500 million from the National development fund was assigned to the bank for the provision of facilities to builders and private and cooperative contractors, who are contracting party with National oil company and introduced by that company, which was paid in full and in the form of facilities to them. Moreover $50 million of the facilities in year 2021, $40 million of the facilities in the previous year and $ 40 million in the reporting year were settled. At 22 Sept.2023, the balance of these facilities is equivalent to $370 million . Based on the agreement between the bank and National oil company, the repayment of the debt related to the subject of the bank foreign exchange facility contracts and the borrowers at the relevant maturities has been guaranteed and committed by the National oil company. According to the country's budget law, the repayment period of the principal and interest of the facilities paid to the National Iranian Oil Company for the financing of oil and gas projects has been increased.

**24-1-** Classification of loans according to CBI's regulations is as below(note 6-8):

| | Parent Co. | | | | |
|---|---|---|---|---|---|
| | 22 Sept. 2023 | | | | |
| | **Current loans** | **Past due loans** | **Outstanding loans** | **Doubtful loans** | **Total** |
| | IRR million | IRR million | IRR million | IRR million | IRR million |
| Installment sales | 14,036,036 | 799,891 | - | 93,030 | **14,928,957** |
| Wakala | 5,317,497 | - | 380,702 | - | **5,698,199** |
| Mudaraba | - | - | - | 160,108 | **160,108** |
| Mosharekat Madani (civil partnership contracts) | - | - | - | 261,640 | **261,640** |
| Debt purchase | 33,774,391 | - | - | - | **33,774,391** |
| Murabaha | 363,530,146 | 2,962,332 | 7,113,880 | 1,240,679 | **374,847,037** |
| Gardh-Ul Hasan | 3,115,385 | 1,067 | 213 | 426 | **3,117,091** |
| Foreign currency facilities | 149,139,600 | 11,442,362 | 305,142 | 3,315,542 | **164,202,646** |
| Debtors for paid L/Cs | 4,172,914 | - | - | 112,419 | **4,285,333** |
| Debtors for paid guarantees | 279,848 | - | - | 298,315 | **578,163** |
| Debtors for paid credit cards | 1,661,228 | 1,544 | 499 | 197 | **1,663,468** |
| | **575,027,045** | **15,207,196** | **7,800,436** | **5,482,356** | **603,517,033** |
| **Less** | | | | | |
| Future interests | (50,063,499) | (61,681) | (223,235) | (307,209) | **(50,655,624)** |
| Deferred fee and interest | - | (367,135) | (550,452) | (107,284) | **(1,024,871)** |
| Net loans before deduction of provision for bad and doubtful loans | **524,963,546** | **14,778,380** | **7,026,749** | **5,067,863** | **551,836,538** |
| General provision for bad and doubtful loans | (7,874,453) | (28,994) | (41,028) | (8,605) | **(7,953,080)** |
| Specific provision for bad and doubtful loans | - | (393,871) | (492,269) | (680,494) | **(1,566,634)** |
| **Balance at 22 Sept. 2023** | **517,089,093** | **14,355,515** | **6,493,452** | **4,378,764** | **542,316,824** |
| **Balance at 20 Mar. 2023** | **482,451,618** | **5,881,583** | **3,206,798** | **4,685,975** | **496,225,974** |

As subsidiaries loan balance is not significant, consolidated note has not been presented in this part. The intragroup loans has been presented in note 24-8.

Bayat Rayan-Certified Accountants
ضمائم گزارش حسابرسی
بیات رایان - حسابداران رسمی

**24-2-** Provision for bad and doubtful loans is as below :

| | Parent Co. | | | | | |
|---|---|---|---|---|---|---|
| | 22 Sept. 2023 | | | 20 Mar. 2023 | | |
| | General provision | Specific provision | Total | General provision | Specific provision | Total |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| Opening balance | 7,389,781 | 1,313,280 | 8,703,061 | 5,374,224 | 969,590 | 6,343,814 |
| Recoveries | - | - | - | - | - | - |
| Write-offs | - | - | - | - | - | - |
| Increase (decrease) during the year | 563,299 | 253,354 | 816,653 | 2,015,557 | 343,690 | 2,359,247 |
| Closing balance | **7,953,080** | **1,566,634** | **9,519,714** | **7,389,781** | **1,313,280** | **8,703,061** |

As subsidiaries loan balance is not significant, consolidated note has not been presented in this part. The intragroup loans has been presented in note 24-8.

**24-3-** Classification of foreign currency loans according to payment sources is as below:

| | Consolidated and Parent Co. | | | | | |
|---|---|---|---|---|---|---|
| | 22 Sept. 2023 | | | | | 20 Mar. 2023 |
| | Current loans | Past due loans | Outstanding loans | Doubtful debt | Total | Total |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| Internal resources | 767,984 | 10,614,042 | 274,521 | - | 11,656,547 | 17,934,390 |
| CBI and other bank resources | 2,094,571 | - | - | - | 2,094,571 | - |
| National development fund | 133,730,293 | 559,424 | - | 2,858,220 | 137,147,937 | 133,868,705 |
| | **136,592,848** | **11,173,466** | **274,521** | **2,858,220** | **150,899,055** | **151,803,095** |

**24-4-** Classification of loans according to its maturity and interest rate is as below:

| | Parent Co. | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | 22 Sept. 2023 | | | | | | | 20 Mar. 2023 |
| | 24% and more | 21-24% | 18-21% | 15-18% | 12-15% | 12% and less | Total | Total |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| 22 Sept.2023 and before | 192,399 | 13,545,167 | 43,749 | 11,910,869 | 1,243 | 153,564,075 | 179,257,502 | 26,777,296 |
| 2023 | - | 159,108,746 | 10,823,632 | 35,812,102 | 83,703 | 4,426,712 | 210,254,895 | 449,535,716 |
| 2024 | - | 145,618,407 | 310,529 | 1,385,280 | 126,370 | 79,744 | 147,520,330 | 7,343,701 |
| 2025 and after | - | 2,392,416 | - | 3,671,748 | 1,696,788 | 7,042,859 | 14,803,811 | 21,272,322 |
| **Total** | **192,399** | **320,664,736** | **11,177,910** | **52,779,999** | **1,908,104** | **165,113,390** | **551,836,538** | **504,929,035** |
| General provision for bad and doubtful loans | - | (4,775,666) | (96,646) | (791,682) | (28,622) | (2,260,464) | **(7,953,080)** | (7,389,781) |
| Specific provision for bad and doubtful loans | (122,551) | (248,420) | (711,259) | (214) | - | (484,190) | **(1,566,634)** | (1,313,280) |
| Balance at 22 Sept.2023 | **69,848** | **315,640,650** | **10,370,005** | **51,988,103** | **1,879,482** | **162,368,736** | **542,316,824** | |
| Balance at 20 Mar. 2023 | 179,065 | 102,068,031 | 214,386,684 | 17,250,488 | 1,590,867 | 160,750,839 | 496,225,974 | **496,225,974** |

As subsidiaries loan balance is not significant, consolidated note has not been presented in this part. The intragroup loans has been presented in note 24-8.

**24-5-** Classification of loans according to its collaterals is as below:

| | Parent Co. | | | | | |
|---|---|---|---|---|---|---|
| | 22 Sept. 2023 | | | 20 Mar. 2023 | | |
| | Balance | Provision | Net | Balance | Provision | Net |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| Deposits | 218,773 | (6,479) | 212,294 | 221,566 | (10,674) | 210,892 |
| participation bonds and other securities guaranteed by government and CBI | 35,414 | (531) | 34,883 | 1,656 | (25) | 1,631 |
| Participation bonds and other securities guaranteed by other banks | 22,806 | (342) | 22,464 | 112,040 | (1,681) | 110,359 |
| Listed shares | 28,541,126 | (428,117) | 28,113,009 | 17,119,808 | (256,797) | 16,863,011 |
| Land and building | 57,277,665 | (1,005,806) | 56,271,859 | 28,125,036 | (689,161) | 27,435,875 |
| Machinery | 3,523,762 | (52,856) | 3,470,906 | 1,188,494 | (17,827) | 1,170,667 |
| Check and promissory notes | 461,700,558 | (8,012,323) | 453,688,235 | 457,420,935 | (7,712,727) | 449,708,208 |
| **Total** | **551,320,104** | **(9,506,454)** | **541,813,650** | **504,189,535** | **(8,688,892)** | **495,500,643** |
| Without collateral | 516,434 | (13,260) | 503,174 | 739,500 | (14,169) | 725,331 |
| **Total** | **551,836,538** | **(9,519,714)** | **542,316,824** | **504,929,035** | **(8,703,061)** | **496,225,974** |

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24-6- Loans movement is as below:

| | Parent Co. | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Installment sales | Wakala | Mudaraba | Mosharekat Madani | Debt purchase | Murabaha | Gardh-Ul Hasan | Foreign currency facilities | Debtors for paid L/Cs | Debtors for paid guarantees | Debtors for paid credit cards | Total |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Principal** | | | | | | | | | | | | |
| Balance at 20 Mar. 2023 | 19,837,718 | 9,120,887 | 312,061 | 443,457 | 18,384,731 | 290,293,053 | 1,044,747 | 127,416,563 | 446,723 | 358,742 | 1,028,849 | 468,687,531 |
| Increase during the year | 4,659,270 | 2,148,000 | - | - | 31,048,925 | 982,380,848 | 1,724,281 | 2,259,061 | 15,397,287 | 4,420,378 | 809,085 | 1,044,847,135 |
| Decrease during the year | (13,871,455) | (6,099,178) | (189,325) | (243,022) | (21,707,385) | (940,022,491) | (100,124) | (7,971,226) | (11,689,960) | (4,221,973) | (525,423) | (1,006,641,562) |
| Foreign exchange effect | - | - | - | - | - | - | - | 58,138 | - | - | - | 58,138 |
| **Balance at 22 Sept. 2023** | **10,625,533** | **5,169,709** | **122,736** | **200,435** | **27,726,271** | **332,651,410** | **2,668,904** | **121,762,536** | **4,154,050** | **557,147** | **1,312,511** | **506,951,242** |
| **Interest and penalty*** | | | | | | | | | | | | |
| Balance at 20 Mar. 2023 | 440,901 | 261,766 | 68,756 | 97,229 | 1,162,867 | 7,189,317 | 655 | 26,999,500 | 7,874 | 4,984 | 7,654 | 36,241,503 |
| Increase during the year | 1,280,841 | 526,034 | 260,433 | 107,377 | 2,816,570 | 32,145,318 | 75,842 | 5,295,400 | 251,810 | 55,080 | 91,601 | 42,906,306 |
| Decrease during the year | (1,394,172) | (376,739) | (302,675) | (160,031) | (1,973,175) | (29,130,760) | (76,113) | (594,719) | (128,401) | (39,048) | (86,898) | (34,262,731) |
| Foreign exchange effect | - | - | - | - | - | - | - | 218 | - | - | - | 218 |
| **Balance at 22 Sept. 2023** | **327,570** | **411,061** | **26,514** | **44,575** | **2,006,262** | **10,203,875** | **384** | **31,700,399** | **131,283** | **21,016** | **12,357** | **44,885,296** |
| **Provision for bad and doubtful loans** | | | | | | | | | | | | |
| Balance at 20 Mar. 2023 | (310,940) | (140,760) | (89,067) | (331,396) | (293,214) | (4,875,212) | (15,888) | (2,612,968) | (8,734) | (9,226) | (15,656) | (8,703,060) |
| Recoveries | - | - | - | - | - | - | - | - | - | - | - | - |
| Write-offs | - | - | - | - | - | - | - | - | - | - | - | - |
| Increase or decrease during the year | 123,157 | 56,947 | 61,164 | 223,175 | (152,774) | (905,854) | (24,488) | 49,088 | (101,100) | (141,481) | (4,487) | (816,654) |
| Balance at 22 Sept. 2023 | (187,783) | (83,813) | (27,903) | (108,221) | (445,988) | (5,781,066) | (40,376) | (2,563,880) | (109,834) | (150,707) | (20,143) | (9,519,714) |
| Mudaraba received fund | - | - | - | - | - | - | - | - | - | - | - | - |
| Mosharekat Madani received fund | - | - | - | - | - | - | - | - | - | - | - | - |
| **Net balance** | | | | | | | | | | | | |
| **Balance at 20 Mar. 2023** | **19,967,680** | **9,241,893** | **291,750** | **209,289** | **19,254,384** | **292,607,158** | **1,029,514** | **151,803,095** | **445,863** | **354,501** | **1,020,847** | **496,225,974** |
| **Balance at 22 Sept. 2023** | **10,765,320** | **5,496,957** | **121,347** | **136,789** | **29,286,545** | **337,074,219** | **2,628,912** | **150,899,055** | **4,175,499** | **427,456** | **1,304,725** | **542,316,824** |

*This amount includes interest of granted facilities and delay penalty.

Penalties and interest of loans after outstanding and doubtful classes have not been taken into accounts, in accordance with note 6-5.

As subsidiaries loan balance is not significant, consolidated note has not been presented in this part. The intragroup loans has been presented in note 24-8.

24-8-1- Loans interest and penalty movement is as below:

| | Parent Co. | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Installment sale | Wakala | Mudaraba | Mosharekat Madani | Purchase of debt | Murabaha | Gardh-Ul Hasan | Foreign currency facilities | Debtors for paid L/Cs | Debtors for paid guarantees | Debtors for paid credit cards | Total |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Loans' interest** | | | | | | | | | | | | |
| Balance at 20 Mar. 2023 | 420,260 | 251,505 | 31,029 | 34,129 | 1,159,924 | 6,866,919 | 655 | 26,889,177 | - | - | 7,619 | 35,661,217 |
| Increase during the year | 1,175,842 | 507,605 | - | - | 2,778,986 | 30,197,121 | 75,404 | 4,643,304 | - | - | 91,131 | 39,469,393 |
| Decrease during the year | (1,291,395) | (357,154) | (20,171) | (17,499) | (1,942,558) | (27,398,929) | (75,675) | (213,083) | - | - | (86,513) | (31,402,977) |
| Foreign exchange effect | - | - | - | - | - | - | - | 218 | - | - | - | 218 |
| **Balance at 22 Sept. 2023** | **304,707** | **401,956** | **10,858** | **16,630** | **1,996,352** | **9,665,111** | **384** | **31,319,616** | **-** | **-** | **12,237** | **43,727,851** |
| **Loans' penalty** | | | | | | | | | | | | |
| Balance at 20 Mar. 2023 | 20,641 | 10,261 | 37,727 | 63,100 | 2,943 | 322,398 | - | 110,323 | 7,874 | 4,984 | 35 | 580,286 |
| Increase during the year | 104,999 | 18,429 | 260,433 | 107,377 | 37,584 | 1,948,198 | 437 | 652,096 | 251,810 | 55,080 | 470 | 3,436,913 |
| Decrease during the year | (102,777) | (19,585) | (282,504) | (142,532) | (30,617) | (1,731,832) | (437) | (381,636) | (128,401) | (39,048) | (385) | (2,859,754) |
| Foreign exchange effect | - | - | - | - | - | - | - | - | - | - | - | - |
| **Balance at 22 Sept. 2023** | **22,863** | **9,105** | **15,656** | **27,945** | **9,910** | **538,764** | **-** | **380,783** | **131,283** | **21,016** | **120** | **1,157,445** |
| **Interest and penalty** | | | | | | | | | | | | |
| **Balance at 20 Mar. 2023** | **440,901** | **261,766** | **68,756** | **97,229** | **1,162,867** | **7,189,317** | **655** | **26,999,500** | **7,874** | **4,984** | **7,654** | **36,241,503** |
| **Balance at 22 Sept. 2023** | **327,570** | **411,061** | **26,514** | **44,575** | **2,006,262** | **10,203,875** | **384** | **31,700,399** | **131,283** | **21,016** | **12,357** | **44,885,296** |

As subsidiaries loan balance is not significant, consolidated note has not been presented in this part. The intragroup loans has been presented in note 24-8.

**24-7-** Classification of loans according to types of customer is as below:

| | Parent Co. | | | | | |
|---|---|---|---|---|---|---|
| | 22 Sept. 2023 | | | 20 Mar. 2023 | | |
| | Gross balance | Provision for bad and doubtful loans | Net balance | Gross balance | Provision for bad and doubtful loans | Net balance |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| Staff | 3,836,920 | (57,750) | 3,779,170 | 2,344,243 | (35,266) | 2,308,977 |
| Natural persons | 15,066,914 | (258,858) | 14,808,056 | 11,275,858 | (183,869) | 11,091,989 |
| Corporate customers | 532,932,704 | (9,203,106) | 523,729,598 | 491,308,934 | (8,483,926) | 482,825,008 |
| | **551,836,538** | **(9,519,714)** | **542,316,824** | **504,929,035** | **(8,703,061)** | **496,225,974** |

*The basis for determining related parties is the limits explained in the accounting standards.

As subsidiaries loan balance is not significant, consolidated note has not been presented in this part. The intragroup loans has been presented in note 24-8.

**24-8-** Loans to subsidiaries

| | | 22 Sept. 2023 | | | | 20 Mar. 2023 |
|---|---|---|---|---|---|---|
| | Weighted average Interest rate | Current | Non-performing | Provision for bad and doubtful loans | Total | Total |
| | % | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Consolidated subsidiaries** | | | | | | |
| Middle East Bank Brokerage Co. | 18 | **1,005,914** | - | **(15,089)** | **990,825** | **495,221** |

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**25- Due from subsidiaries and associates**

| | | Consolidated | | | | Parent Co. | | | |
|---|---|---|---|---|---|---|---|---|---|
| | | 22 Sept. 2023 | | | 20 Mar. 2023 | 22 Sept. 2023 | | | 20 Mar. 2023 |
| | Note | Balance | Provision of doubtful debts | Net | Net | Balance | Provision of doubtful debts | Net | Net |
| | | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| Subsidiaries-LCY | 25-1 | - | - | - | - | 1,022,393 | (15,721) | 1,006,672 | 1,006,679 |
| Associates--LCY | 25-1 | - | - | - | 828 | - | - | - | 828 |
| | | - | - | - | **828** | **1,022,393** | **(15,721)** | **1,006,672** | **1,007,507** |

According to the following note, the payable amount to the Middle East Life Insurance Co. is transferred to note 37.

**25-1-** Due from subsidiaries and associates according to intergroup transactions is as follows:

| | Parent Co. | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | 22 Sept. 2023 | | | | | | | | | | | |
| **Name of company** | **Sales of assets and investments** | **Purchase of assets and investments** | **Purchase of services** | **Sales of services** | **Received advances** | **Prepayments** | **Gardh-Ul Hasan** | **Dividends receivable** | **Dividends payable** | **Total** | **Provision of doubtful debts** | **Net** |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| Dadeh Pardazan Simaye Aftab Co. | - | - | (25,694) | - | 24,976 | - | - | - | - | (718) | (375) | (1,093) |
| Middle East Life Insurance Co. | - | - | (214) | - | - | - | - | - | - | (214) | - | (214) |
| Middle East Currency Exchange Co. | - | - | - | - | 115 | - | - | 797,996 | - | 798,111 | (11,971) | 786,140 |
| Middle East Bank Brokerage Co. | - | - | - | - | - | - | - | 225,000 | - | 225,000 | (3,375) | 221,625 |
| | - | - | **(25,908)** | - | **25,091** | - | - | **1,022,996** | - | **1,022,179** | **(15,721)** | **1,006,458** |
| **Net Profit** | **396,928** | | | | | | | | | | | |

| | Parent Co. | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | 20 Mar. 2023 | | | | | | | | | | | |
| **Name of company** | **Sales of assets and investments** | **Purchase of assets and investments** | **Purchase of services** | **Sales of services** | **Received advances** | **Prepayments** | **Gardh-Ul Hasan** | **Dividends receivable** | **Dividends payable** | **Total** | **Provision of doubtful debts** | **Net** |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | | IRR million | IRR million |
| Dadeh Pardazan Simaye Aftab Co. | - | - | (25,694) | - | - | 24,976 | - | - | - | (718) | (375) | (1,093) |
| Middle East Life Insurance Co. | - | - | - | - | - | 841 | - | - | - | 841 | (13) | 828 |
| Middle East Bank Currency Exchange Co. | - | - | - | - | - | 169 | - | 798,000 | - | 798,169 | (11,973) | 786,196 |
| Middle East Bank Brokerage Co. | - | - | (50) | - | - | - | - | 225,000 | - | 224,950 | (3,374) | 221,576 |
| | - | - | **(25,744)** | - | - | **25,986** | - | **1,023,000** | - | **1,023,242** | **(15,735)** | **1,007,507** |
| **Net Profit** | **191,728** | | | | | | | | | | | |

**25-2-** Classification of Due from subsidiaries and associates according to CBI's regulations is as below (note 6-8)

| | Parent Co. | | | | |
|---|---|---|---|---|---|
| | 22 Sept. 2023 | | | | |
| | Current | Past due | Outstanding | Doubtful debt | Total |
| | IRR million | IRR million | IRR million | IRR million | IRR million |
| Due from subsidiaries-IRR | 1,022,393 | - | - | - | 1,022,393 |
| Due from associates-IRR | - | - | - | - | - |
| Due from subsidiaries- FCY | - | - | - | - | - |
| Due from associates-FCY | - | - | - | - | - |
| Due from subsidiaries and associates before deduction of provision of doubtful debts | 1,022,393 | - | - | - | 1,022,393 |
| General provision for bad and doubtful debts | (15,721) | - | - | - | (15,721) |
| Specific provision for bad and doubtful debts | - | - | - | - | - |
| **Balance at 22 Sept. 2023** | **1,006,672** | - | - | - | **1,006,672** |
| **Balance at 20 Mar. 2023** | **1,007,507** | - | - | - | **1,007,507** |

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**26- Other accounts receivable**

| | Note | Consolidated | | | | Parent Co. | | | |
|---|---|---|---|---|---|---|---|---|---|
| | | 22 Sept. 2023 | | | 20 Mar. 2023 | 22 Sept. 2023 | | | 20 Mar. 2023 |
| | | Balance | Provision of doubtful debts | Net | Net | Balance | Provision of doubtful debts | Net | Net |
| | | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| Participation bonds interest | | 316,703 | (4,751) | 311,953 | 88,482 | 316,703 | (4,751) | 311,952 | 88,482 |
| Receivable from staff | | 209,218 | (2,103) | 207,115 | 77,230 | 140,181 | (2,103) | 138,078 | - |
| Temporary debtors | 26-1 | 5,635,781 | (216,988) | 5,418,794 | 8,198,055 | 1,969,600 | (216,987) | 1,752,613 | 2,951,131 |
| **Total** | | **6,161,702** | **(223,842)** | **5,937,862** | **8,363,767** | **2,426,484** | **(223,841)** | **2,202,643** | **3,039,613** |

**26-1-** Temporary debtors are as follow:

| | Consolidated | | | | Parent Co. | | | |
|---|---|---|---|---|---|---|---|---|
| | 22 Sept. 2023 | | 20 Mar. 2023 | | 22 Sept. 2023 | | 20 Mar. 2023 | |
| | Balance | Net | Balance | Net | Balance | Net | Balance | Net |
| **Related to loans** | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| Loans related costs | 55,143 | 38,046 | 145,799 | 57,286 | 55,143 | 38,046 | 145,799 | 57,286 |
| Total | 55,143 | 38,046 | 145,799 | 57,286 | 55,143 | 38,046 | 145,799 | 57,286 |
| **Not related to loans** | | | | | | | | |
| Murabaha securities of Ministry of Agriculture-Jahad | 56,000 | 28,000 | 56,000 | 28,000 | 56,000 | 28,000 | 56,000 | 28,000 |
| Guarantee issuance fee | 13,093 | 12,785 | 32,169 | 31,674 | 13,093 | 12,785 | 32,169 | 31,674 |
| Remittance commission | 86 | 85 | - | - | 86 | 85 | - | - |
| Unrealized share of employees bonus cost | - | - | - | - | - | - | - | - |
| Middle East Bank Brokerage Co. clients | 3,626,276 | 3,626,276 | 4,707,781 | 4,707,781 | - | - | - | - |
| Corporate debtors | 1,419,456 | 1,394,454 | 2,425,245 | 2,389,943 | 1,397,508 | 1,372,506 | 2,351,553 | 2,316,251 |
| Natural person debtors | 379,256 | 250,863 | 480,986 | 346,096 | 379,256 | 250,863 | 480,986 | 346,096 |
| Others | 86,471 | 68,285 | 665,570 | 637,275 | 68,514 | 50,328 | 200,119 | 171,824 |
| **Total** | **5,580,638** | **5,380,748** | **8,367,751** | **8,140,769** | **1,914,457** | **1,714,567** | **3,120,827** | **2,893,845** |
| **Temporary debtors balance** | **5,635,781** | **5,418,794** | **8,513,550** | **8,198,055** | **1,969,600** | **1,752,613** | **3,266,626** | **2,951,131** |

**26-2-** Other accounts receivable classification based on CBI regulations is as follow (note 6-8):

| | Parent Co. | | | | |
|---|---|---|---|---|---|
| | 22 Sept. 2023 | | | | |
| | Current | Past due | Outstanding | Doubtful debt | Total |
| | IRR million | IRR million | IRR million | IRR million | IRR million |
| Participation bonds interest | 316,703 | - | - | - | 316,703 |
| Receivable from staff | 140,181 | - | - | - | 140,181 |
| Temporary debtors | 1,635,548 | 154,429 | 697 | 178,926 | 1,969,600 |
| Other accounts receivable before deduction of bad and doubtful debts provision | 2,092,432 | 154,429 | 697 | 178,926 | 2,426,484 |
| General provision for bad and doubtful debts | (28,950) | - | (9) | (493) | (29,452) |
| Specific provision for bad and doubtful debts | - | (15,443) | (20) | (178,926) | (194,389) |
| **Balance at 22 Sept. 2023** | **2,063,482** | **138,986** | **668** | **(493)** | **2,202,643** |
| **Balance at 20 Mar. 2023** | **2,871,354** | **1,060** | **1,403** | **165,796** | **3,039,613** |

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## 27- Investments in share and other securities

| | Note | Consolidated | | | | | | Parent Co. | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | 22 Sept. 2023 | | | 20 Mar. 2023 | | | 22 Sept. 2023 | | | 20 Mar. 2023 | | |
| | | Short term | Long term | Total | Short term | Long term | Total | Short term | Long term | Total | Short term | Long term | Total |
| | | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| Investment in listed shares | 27-1 | 1,381,350 | 200 | 1,381,550 | 191,627 | 220 | 191,847 | - | - | - | - | - | - |
| Investment in unlisted shares | 27-2 | - | 779,727 | 779,727 | - | 703,093 | 703,093 | - | 1,166,629 | 1,166,629 | - | 1,166,629 | 1,166,629 |
| Investment in other securities | 27-3 | 22,416,085 | 3,771,895 | 26,187,980 | 19,393,652 | 586,483 | 19,980,135 | 22,416,085 | 3,042,452 | 25,458,537 | 19,393,652 | 85,553 | 19,479,205 |
| **Total** | | **23,797,435** | **4,551,822** | **28,349,257** | **19,585,279** | **1,289,796** | **20,875,075** | **22,416,085** | **4,209,081** | **26,625,166** | **19,393,652** | **1,252,182** | **20,645,834** |

**27-1-** Investment in listed shares are as follow:

**27-1-1-** Investment in listed shares

| | Consolidated | | | | | | |
|---|---|---|---|---|---|---|---|
| | 22 Sept. 2023 | | | | | 20 Mar. 2023 | |
| | Origination | No. of shares | Percentage of investments | Cost | Net realizable value | Cost | Net realizable value |
| | | | % | IRR million | IRR million | IRR million | IRR million |
| **Shares of companies listed on the stock exchange:** | | | | | | | |
| Saipa Co. | Purchase | 46,328,333 | 8% | 120,809 | 113,921 | 8,602 | 8,602 |
| Iran Fara Bourse Co. | Purchase | 5,695,000 | 0% | 68,955 | 65,436 | - | - |
| Mellat bank | Purchase | 9,742,823 | 3% | 47,242 | 44,223 | - | - |
| Social Security investment Co. | Purchase | 32,725,028 | 3% | 41,975 | 43,099 | 138,337 | 138,337 |
| Urmia Cement Co. | Purchase | 629,013 | 2% | 32,599 | 27,991 | - | - |
| Persian Gulf International Transportation Co. | Purchase | 15,818,351 | 2% | 30,751 | 26,100 | - | - |
| Securities Exchange | Purchase | 19,560,969 | 3% | 39,876 | 24,480 | - | - |
| Iran Khodro Diesel | Purchase | 6,016,000 | 2% | 29,100 | 20,996 | - | - |
| Bandar Abbas Oil Refinery | Purchase | 1,630,000 | 1% | 21,741 | 19,364 | - | - |
| Pension Fund | Purchase | 1,213,130 | 2% | 27,413 | 19,180 | - | - |
| Naghsh-e Jahan Sugar Co. | Purchase | 78,471 | 2% | 30,250 | 18,723 | - | - |
| Pars Khodro | Purchase | 15,171,740 | 2% | 25,559 | 18,692 | - | - |
| Soojmiran | Purchase | 472,011 | 1% | 11,297 | 10,809 | - | - |
| Persian Gulf Investment-Right | Purchase | 5,720,000 | 1% | 18,755 | 10,250 | - | - |
| Others | Purchase | - | - | 98,399 | 84,040 | 44,688 | 44,688 |
| **Investment in investment fund units:** | | | | | | | |
| Ahrom-Charisma Investment Fund | Purchase | 30,415,000 | 43% | 657,745 | 597,351 | - | - |
| Lotus Gold Fund | Purchase | 689,022 | 8% | 128,525 | 124,403 | - | - |
| Salam-Farabi Fund-Shares | Purchase | 6,000,000 | 6% | 94,287 | 94,980 | - | - |
| Others | | | | 21,639 | 17,312 | - | - |
| Add (Less): | | | | | | | |
| Adjustment | | | | (165,567) | - | - | - |
| **Total** | | | | **1,381,350** | **1,381,350** | **191,627** | **191,627** |

**27-1-2-** Long-term investment in listed shares

| | Consolidated | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| | 22 Sept. 2023 | | | | | | | 20 Mar. 2023 | |
| | Origination | No. of shares | Percentage of investments | Cost | Accumulated decrease in value | Book value | Market value | Book value | Market value |
| | | | % | IRR million | IRR million | IRR million | | IRR million | |
| **Shares of companies listed on the stock exchange** | | | | | | | | | |
| Tehran Securities Exchange | _ | 15,560,969 | - | 150 | - | 150 | 95,233 | 150 | 122,239 |
| Central Depository and Funds Settlement Company | _ | 6,825,000 | - | 50 | - | 50 | 1,447 | 50 | 1,113 |
| Iran Fara Bourse Co. | _ | - | - | - | - | - | - | 20 | 23,587 |
| **Total** | | **22,385,969** | **-** | **200** | **-** | **200** | **96,680** | **220** | **146,939** |

**27-2- Long-term investment in unlisted shares**

| | Note | Consolidated | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | | 22 Sept. 2023 | | | | | | 20 Mar. 2023 |
| | | No. of shares | Percentage of investments | Cost | Accumulated decrease in value | Book value | Market value* | Book value |
| | | | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| Middle East Life Insurance Co. | 27-2-1 | 479,999,996 | 20% | 777,528 | - | 777,527 | 2,539,200 | 700,891 |
| INSTEX | | 220,000 | 11% | 2,200 | - | 2,200 | - | 2,200 |
| | | | | **779,728** | - | **779,727** | | **703,091** |

| | Consolidated | |
|---|---|---|
| | 22 Sept. 2023 | 20 Mar. 2023 |
| | IRR million | IRR million |
| Balance at beginning of the year | 700,891 | 531,212 |
| Share from associate company's net profit | 148,637 | 176,279 |
| Profit receivable / received during the year | (72,000) | (6,600) |
| Balance at end of the year | **777,528** | 700,891 |

**27-2-1-** Group share from associate company's net assets:

**27-2-2-** Summary of financial information of the associate company:

| | Consolidated | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | 22 Sept. 2023 | | | | 20 Mar. 2023 | | | |
| | Total assets | Total liabilities | Total income | Net Profit | Total assets | Total liabilities | Total income | Net Profit |
| **Middle East Life Insurance Co.** | **14,373,426** | **14,373,426** | **4,446,221** | **743,182** | **12,358,732** | **8,956,053** | **9,240,850** | **881,397** |

| | | Parent Co. | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | | 22 Sept. 2023 | | | | | | 20 Mar. 2023 |
| | | No. of shares | Percentage of investments | Cost | Accumulated decrease in value | Book value | Market value* | Book value |
| | | | % | IRR million | IRR million | IRR million | **IRR million** | IRR million |
| Middle East Bank Brokerage Co. | | 749,999,000 | 75% | 665,930 | - | 665,930 | - | 665,930 |
| Dadeh Pardazan Simaye Aftab Co. | 27-2-3 | 30,000,000 | 100% | 10,500 | - | 10,500 | - | 10,500 |
| Middle East Currency Exchange Co. | | 499,997,500 | 100% | 247,999 | - | 247,999 | - | 247,999 |
| Middle East Life Insurance Co. | | 479,999,996 | 20% | 240,000 | - | 240,000 | 2,539,200 | 240,000 |
| INSTEX | | 220,000 | 11% | 2,200 | - | 2,200 | - | 2,200 |
| | | | | **1,166,629** | - | **1,166,629** | | **1,166,629** |

* Except for Middle East Life Insurance Company, no reliable market is available to determine the market value of other investments.

**27-2-3-** At the Statement of financial position date 35% of investment in Dadeh Pardazan Simaye Aftab Co. has been paid.

**27-3-** Investment in other securities:

| Issuer | Note | Type of bond | Average of interest rate | Status | Consolidated | | Parent Co. | |
|---|---|---|---|---|---|---|---|---|
| | | | | | 22 Sept. 2023 | 20 Mar. 2023 | 22 Sept. 2023 | 20 Mar. 2023 |
| | | | % | | IRR million | IRR million | IRR million | IRR million |
| **Government or governmental corporations** | | | | | | | | |
| Ministry of Economic Affairs and Finance | 27-3-1 | Islamic treasury bonds | | Free | 1,359,599 | 8,618,170 | 1,359,599 | 8,618,170 |
| Ministry of Economic Affairs and Finance | 27-3-2 | Islamic treasury bonds | | As collateral for open market operations | 9,235,828 | 2,556,800 | 9,235,828 | 2,556,800 |
| Ministry of Economic Affairs and Finance | | Bonds & Participation | 15% | Free | 82,621 | 4,945,847 | 82,621 | 4,945,847 |
| Ministry of Economic Affairs and Finance | 27-3-2 | Bonds & Participation | 18% , 20.5% | As collateral for open market operations | 14,738,062 | - | 14,738,062 | - |
| First Ordibehesht intermediary | | Manfaat | 18% | Free | - | 2,000,000 | - | 2,000,000 |
| Murabaha government bonds | | Participation | 20% | Free | - | 495 | - | - |
| Investment of Munich branch in other countries' governmental bonds | | Participation | | | 408,532 | 408,532 | 408,532 | 408,532 |
| Less: Accumulated impairment reserve | | | | | (408,532) | (408,532) | (408,532) | (408,532) |
| **Banks** | | | | | | | | |
| Sepah bank | 27-3-3 | Debt securities and Participation | | Free | 34,268 | - | 34,267 | - |
| Refah kargaran bank | 27-3-3 | Debt securities and Participation | | Free | - | 1,133,527 | - | 1,133,527 |
| Tejarat bank | 27-3-3 | Debt securities and Participation | | Free | - | 216,701 | - | 216,701 |
| **Other companies and investment funds** | | | | | | | | |
| Investment of Munich branch in other countries' non-governmental bonds | | Participation | | | 2,034,016 | 2,034,016 | 2,034,016 | 2,034,016 |
| Less: Accumulated impairment reserve | | | | | (2,034,016) | (2,034,016) | (2,034,016) | (2,034,016) |
| Middle East Bank Ofogh mutual fund | 27-3-4 | Preferred Investment units | 18% | Free | 10,000 | 111,190 | 7,000 | 7,000 |
| Middle East Ofogh roshan mutual fund | | Preferred Investment units | | Free | 224,319 | 2,160 | 1,160 | 1,160 |
| Market Development Fund | | Ordinary investment units | | Free | 503,283 | 395,245 | - | - |
| | | | | | **26,187,980** | **19,980,135** | **25,458,537** | **19,479,205** |

**27-3-1** Islamic treasury bonds are zero-coupon bonds published by Ministry of Economic Affairs and Finance on behalf of the government.

**27-3-2** The Islamic treasury with the status "as collateral for open market operations" are as collateral for open market operations No. 26 dated 09/18/2023 with a maturity date of 09/25/2023.

**27-3-3** The securities are zero-coupon published by Refah Karkaran Bank, Tejarat Bank and Sepah bank.

**27-3-4** Interest rates in the table above are the predicted rates determined by mutual funds

**27-4-** Investment in banking and non-banking activities is as follows:

| | Parent Co. | | | |
|---|---|---|---|---|
| | 22 Sept. 2023 | | 20 Mar. 2023 | |
| | Book value | Exceeding the prescribed limits | Book value | Exceeding the prescribed limits |
| | IRR million | IRR million | IRR million | IRR million |
| **Investments related to banking activities and other authorized activities** | | | | |
| Middle East Currency Exchange Co. | 247,999 | - | 247,999 | - |
| Dadeh Pardazan Simaye Aftab Co. | 10,500 | - | 10,500 | - |
| INSTEX | 2,200 | - | 2,200 | - |
| * Fixed income securities-Ministry of Economic Affairs and Finance | 25,416,110 | - | 16,120,816 | - |
| Participation securities- Sepah bank | 34,268 | - | - | - |
| * Fixed income securities-First Ordibehesht intermediary | - | - | 2,000,000 | - |
| Participation securities-Refah kargaran bank | - | - | 1,133,527 | - |
| Participation securities- Tejarat bank | - | - | 216,702 | - |
| Investment of Munich branch in other countries' governmental bonds | 2,442,548 | - | 2,442,548 | - |
| Less: Accumulated impairment reserve | (2,442,548) | - | (2,442,548) | - |
| | **25,711,077** | **-** | **19,731,744** | **-** |
| **Investment related to non-banking activities** | | | | |
| Middle East Bank Brokerage Co. | 665,929 | - | 665,930 | - |
| Middle East Life Insurance Co. | 240,000 | - | 240,000 | - |
| Middle East Bank Ofogh mutual fund | 7,000 | - | 7,000 | - |
| Middle East Ofogh roshan mutual fund | 1,160 | - | 1,160 | - |
| | **914,089** | **-** | **914,090** | **-** |
| **Total** | **26,625,166** | **-** | **20,645,834** | **-** |

**27-5-** According to the regulations issued by the Central Bank supervising the investments of banks and non-banking credit institutions (instructions for investing in shares and other securities) on the date of the financial statement, this bank has 914.090 million Rials of investments related to non-banking activities. Obviously, any investment related to non-banking activities will be subject to penalties under Article 17 of the Law on Removing Obstacles to Competitive Production and Improving the Country's Financial System and other related laws and regulations.

**27-6-** The permissible limits of investment in banking and other permitted securities subject to the guidelines for investment in securities are as follows:

| | IRR million |
|---|---|
| Regulatory capital | 78,686,399 |
| Permissible investment limit for each legal entity (5% of regulatory capital) | 3,934,320 |
| The total investment limit (20% of regulatory capital) | 15,737,280 |
| Organizational unit responsible for the implementation of regulations | Stock department |

* According to Article 10 of the Investments regulation (Circular No. 01/239017 dated 12/14/2022), investment in securities issued or guaranteed by the government or CBI (except shares) is excluded from the scope of this regulation.

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## 28- Non-current assets held for sale and related debts

| | Note | Consolidated and Parent Co. | |
|---|---|---|---|
| | | 22 Sept. 2023 | 20 Mar. 2023 |
| | | IRR million | IRR million |
| Collateral in possession | 28-1 | 845,591 | 686,106 |
| | | **845,591** | **686,106** |

### 28-1- Collateral in possession

The composition of the balance of collateral in possession :

| | Consolidated and Parent Co. | | | | | | |
|---|---|---|---|---|---|---|---|
| | 21 Mar. 2022 | Additions | Sale/Transfer | 20 Mar. 2023 | Additions | Sale/Transfer | 22 Sept. 2023 |
| | | | | IRR million | IRR million | IRR million | IRR million |
| Immovable property | | | | | | | |
| Residential | 607,550 | 100,556 | (22,000) | 686,106 | 159,485 | - | 845,591 |
| | **607,550** | **100,556** | **(22,000)** | **686,106** | **159,485** | - | **845,591** |
| Accumulated value reduction | - | | | - | | | - |
| Net of collateral in possession | **607,550** | | | **686,106** | | | **845,591** |

### 28-1-1- The aging of the Immovable collateral in possession:

| | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|
| | IRR million | IRR million |
| Less than one year from the date of acquisition | 260,041 | 100,556 |
| One to two years from the date of acquisition | 119,550 | 119,550 |
| More than two years from the date of acquisition | 466,000 | 466,000 |
| | **845,591** | **686,106** |

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## 29- Fixed assets

| | Consolidated | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| | Land | Buildings | Installations & equipment | Motor vehicles | Office furniture | Lease hold improvements | Assets under construction | Capex prepayments | Total |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Cost** | | | | | | | | | |
| **Balance at 21 Mar. 2022** | 2,172,115 | 1,262,774 | 1,471,165 | 43,103 | 287,902 | 77,834 | 618,614 | 993,182 | 6,926,689 |
| Additions | - | 1,087,116 | 259,860 | 14,000 | 64,374 | 5,645 | 671,141 | 141,542 | 2,243,678 |
| Disposals | - | - | (2,605) | - | (224) | - | - | - | (2,829) |
| Adjustments | - | 15,408 | 7,952 | - | - | - | (23,360) | - | - |
| Effect of movement in exchange rates | - | - | - | - | 2,078 | - | - | - | 2,078 |
| **Balance at 20 Mar.2023** | **2,172,115** | **2,365,298** | **1,736,372** | **57,103** | **354,130** | **83,479** | **1,266,395** | **1,134,724** | **9,169,616** |
| Additions | 1,436,566 | 484,218 | 497,294 | 10,190 | 74,199 | - | 118,349 | (25,179) | 2,595,637 |
| Disposals | - | - | - | (28) | - | - | - | - | (28) |
| Adjustments | 523,850 | 111,690 | 6,390 | - | (5,367) | - | (2,930) | (639,000) | (5,367) |
| **Balance at 22 Sept.2023** | **4,132,531** | **2,961,206** | **2,240,056** | **67,265** | **422,962** | **83,479** | **1,381,814** | **470,545** | **11,759,858** |
| **Accumulated depreciation** | | | | | | | | | |
| **Balance at 21 Mar. 2022** | | 385,900 | 653,035 | 19,233 | 150,233 | 72,970 | | | 1,281,371 |
| Depreciation | | 102,629 | 440,442 | 6,607 | 32,399 | 7,355 | | | 589,432 |
| Disposals | | - | (2,525) | - | (202) | - | | | (2,727) |
| Effect of movement in exchange rates | | - | - | - | 1,029 | - | | | 1,029 |
| **Balance at 20 Mar.2023** | | **488,529** | **1,090,952** | **25,840** | **183,459** | **80,325** | | | **1,869,105** |
| Depreciation | | 63,110 | 183,920 | 4,993 | 21,679 | 2,595 | | | 276,297 |
| Disposals | | - | - | (23) | - | - | | | (23) |
| Adjustments | | - | - | (3) | (4,850) | - | | | (4,853) |
| **Balance at 22 Sept.2023** | | **551,639** | **1,274,872** | **30,807** | **200,288** | **82,920** | | | **2,140,526** |
| **Book value** | | | | | | | | | |
| **Balance at 21 Mar. 2022** | **2,172,115** | **876,874** | **818,130** | **23,870** | **137,669** | **4,864** | **618,614** | **993,182** | **5,645,318** |
| **Balance at 20 Mar.2023** | **2,172,115** | **1,876,769** | **645,420** | **31,263** | **170,671** | **3,154** | **1,266,395** | **1,134,724** | **7,300,511** |
| **Balance at 22 Sept.2023** | **4,132,531** | **2,409,567** | **965,184** | **36,458** | **222,674** | **559** | **1,381,814** | **470,545** | **9,619,332** |

continued

| | Parent Co. | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| | Land | Buildings | Installations & equipment | Motor vehicles | Office furniture | Lease hold improvements | Assets under construction | Capex prepayments | Total |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Cost** | | | | | | | | | |
| **Balance at 21 Mar. 2022** | 2,140,776 | 1,214,573 | 1,449,387 | 39,880 | 259,478 | 77,834 | 618,615 | 993,183 | 6,793,726 |
| Additions | - | 772 | 253,206 | - | 62,164 | 5,645 | 671,141 | 141,542 | 1,134,470 |
| Disposals | - | - | - | - | - | - | - | - | - |
| Adjustments | - | 15,408 | 7,952 | - | - | - | (23,360) | - | - |
| Effect of movement in exchange rates | - | - | - | - | 2,079 | - | - | - | 2,079 |
| **Balance at 20 Mar.2023** | **2,140,776** | **1,230,753** | **1,710,545** | **39,880** | **323,721** | **83,479** | **1,266,396** | **1,134,725** | **7,930,275** |
| Additions | 1,436,566 | 484,218 | 483,325 | - | 18,551 | - | 118,349 | (25,179) | 2,515,830 |
| Disposals | - | - | - | - | - | - | - | - | - |
| Adjustments | 523,850 | 111,690 | 6,390 | - | - | - | (2,930) | (639,000) | - |
| Effect of movement in exchange rates | - | - | - | - | - | - | - | - | - |
| **Balance at 22 Sept.2023** | **4,101,192** | **1,826,661** | **2,200,260** | **39,880** | **342,272** | **83,479** | **1,381,815** | **470,546** | **10,446,105** |
| **Accumulated depreciation** | | | | | | | | | |
| **Balance at 21 Mar. 2022** | | 368,501 | 642,260 | 16,949 | 135,486 | 72,969 | | | 1,236,165 |
| Depreciation | | 100,702 | 434,236 | 5,121 | 28,700 | 7,355 | | | 576,114 |
| Adjustments | | - | - | - | - | - | | | - |
| Effect of movement in exchange rates | | - | - | - | 1,029 | - | | | 1,029 |
| **Balance at 20 Mar.2023** | | **469,203** | **1,076,496** | **22,070** | **165,215** | **80,324** | | | **1,813,308** |
| Depreciation | | 55,329 | 179,992 | 3,059 | 19,003 | 2,595 | | | 259,978 |
| Disposals | | - | - | - | - | - | | | - |
| Adjustments | | - | - | (3) | - | - | | | (3) |
| **Balance at 22 Sept.2023** | | **524,532** | **1,256,488** | **25,126** | **184,218** | **82,919** | | | **2,073,283** |
| **Book value** | | | | | | | | | |
| **Balance at 21 Mar. 2022** | **2,140,776** | **846,072** | **807,127** | **22,931** | **123,992** | **4,865** | **618,615** | **993,183** | **5,557,561** |
| **Balance at 20 Mar.2023** | **2,140,776** | **761,550** | **634,049** | **17,810** | **158,506** | **3,155** | **1,266,396** | **1,134,725** | **6,116,967** |
| **Balance at 22 Sept.2023** | **4,101,192** | **1,302,129** | **943,772** | **14,754** | **158,054** | **560** | **1,381,815** | **470,546** | **8,372,822** |

## 30- Intangible assets

| | Consolidated | | | |
|---|---|---|---|---|
| | **Software** | **Software development** | **Right to use public services** | **Total** |
| | IRR million | IRR million | IRR million | IRR million |
| **Cost** | | | | |
| **Balance at 21 Mar. 2022** | 652,746 | 320,883 | 8,793 | 982,422 |
| Additions | 183,521 | 10,494 | 171 | 194,186 |
| Adjustments | 10,940 | (10,940) | - | - |
| Effect of movement in exchange rates | - | 65,544 | - | 65,544 |
| **Balance at 20 Mar.2023** | **847,207** | **385,981** | **8,964** | **1,242,152** |
| Additions | 67,131 | - | 170 | 67,301 |
| Adjustments | - | - | (8) | (8) |
| **Balance at 22 Sept.2023** | **914,338** | **385,981** | **9,126** | **1,309,445** |
| **Accumulated amortization** | | | | |
| **Balance at 21 Mar. 2022** | 454,276 | 247,097 | | 701,373 |
| Amortization for the year | 172,085 | 73,340 | | 245,425 |
| Effect of movement in exchange rates | - | 65,544 | | 65,544 |
| **Balance at 20 Mar.2023** | **626,361** | **385,981** | - | **1,012,342** |
| Amortization | 89,417 | - | | 89,417 |
| Adjustments | - | - | | - |
| **Balance at 22 Sept.2023** | **715,778** | **385,981** | - | **1,101,759** |
| **Book value** | | | | |
| **Balance at 21 Mar. 2022** | **198,470** | **73,786** | **8,793** | **281,049** |
| **Balance at 20 Mar.2023** | **220,846** | - | **8,964** | **229,810** |
| **Balance at 22 Sept.2023** | **198,560** | - | **9,126** | **207,686** |

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**continued**

| | Parent Co. | | | |
|---|---|---|---|---|
| | **Software** | **Software development** | **Right to use public services** | **Total** |
| | IRR million | IRR million | IRR million | IRR million |
| **Cost** | | | | |
| **Balance at 21 Mar. 2022** | 645,582 | 320,883 | 8,619 | 975,084 |
| Additions | 183,296 | 10,494 | 164 | 193,954 |
| Adjustments | 10,940 | (10,940) | - | - |
| Effect of movement in exchange rates | - | 65,544 | - | 65,544 |
| **Balance at 20 Mar.2023** | **839,818** | **385,981** | **8,783** | **1,234,582** |
| Additions | 62,826 | - | - | 62,826 |
| Disposals | - | - | - | - |
| Adjustments | - | - | - | - |
| **Balance at 22 Sept.2023** | **902,644** | **385,981** | **8,783** | **1,297,408** |
| | | | | |
| **Accumulated amortization** | | | | |
| **Balance at 21 Mar. 2022** | 449,484 | 247,097 | | 696,581 |
| Amortization for the year | 171,266 | 73,340 | | 244,606 |
| Effect of movement in exchange rates | - | 65,544 | | 65,544 |
| **Balance at 20 Mar.2023** | **620,750** | **385,981** | **-** | **1,006,731** |
| Amortization | 88,614 | - | | 88,614 |
| Disposals | - | - | | - |
| Adjustments | - | - | | |
| **Balance at 22 Sept.2023** | **709,364** | **385,981** | **-** | **1,095,345** |
| | | | | |
| **Book value** | | | | |
| **Balance at 21 Mar. 2022** | **196,098** | **73,786** | **8,619** | **278,503** |
| **Balance at 20 Mar.2023** | **219,068** | **-** | **8,783** | **227,851** |
| **Balance at 22 Sept.2023** | **193,280** | **-** | **8,783** | **202,063** |

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## 31- Statutory deposit

| | Consolidated and Parent Co. | |
|---|---|---|
| | 22 Sept. 2023 | 20 Mar. 2023 |
| | IRR million | IRR million |
| Statutory deposit | **43,053,133** | **42,702,374** |

31-1- Statutory deposit has been deposited with CBI in accordance with paragraph 3 of Article 14 of banking and monetary law.

## 32- Other assets

| | Note | Consolidated | | Parent Co. | |
|---|---|---|---|---|---|
| | | 22 Sept. 2023 | 20 Mar. 2023 | 22 Sept. 2023 | 20 Mar. 2023 |
| | | IRR million | IRR million | IRR million | IRR million |
| LCs and collections debtors-net | 32-1 | 7,231,561 | 2,516,569 | 7,231,561 | 2,516,569 |
| Rental deposits | | 377,278 | 176,576 | 377,278 | 176,576 |
| Consumables | | 84,600 | 88,996 | 84,600 | 88,996 |
| Tax stamps | | 878 | 241 | 878 | 241 |
| Consolidated goodwill (net) | | - | 30,872 | - | - |
| Others | | 398,155 | 430,179 | 331,956 | 394,943 |
| | | **8,092,472** | **3,243,433** | **8,026,273** | **3,177,325** |

32-1- LCs and collections debtors-net

| | Note | Consolidated and Parent Co. | |
|---|---|---|---|
| | | 22 Sept. 2023 | 20 Mar. 2023 |
| | | IRR million | IRR million |
| Debtors for term letters of credit-LCY | | 7,424,378 | 2,866,258 |
| Debtors for current letters of credit-FCY | | - | 9,154 |
| Debtors for current letters of credit-LCY | | - | 20,988 |
| | | 7,424,378 | 2,896,400 |
| **Less:** | | | |
| Term letters of credit advance-LCY | | (82,692) | (339,409) |
| Current letters of credit advance-LCY | | - | (2,099) |
| General provision for bad and doubtful debts | 32-1-2 | (110,125) | (38,323) |
| | | **7,231,561** | **2,516,569** |

32-1-1- Letters of credit debtors maturity is up to six months in accordance with CBI's regulations.

32-1-2- The movements for general provision for bad and doubtful debts are as follows:

| | Consolidated and Parent Co. | |
|---|---|---|
| | 22 Sept. 2023 | 20 Mar. 2023 |
| | IRR million | IRR million |
| Opening balance | 38,323 | 31,902 |
| Recoveries | (38,323) | (31,902) |
| Increase (decrease) during the year | 110,125 | 38,323 |
| Closing balance | **110,125** | **38,323** |

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## 33- Customers' deposits

| | Note | Consolidated | | Parent Co. | |
|---|---|---|---|---|---|
| | | 22 Sept. 2023 | 20 Mar. 2023 | 22 Sept. 2023 | 20 Mar. 2023 |
| | | IRR million | IRR million | IRR million | IRR million |
| **Natural persons** | | | | | |
| Current deposits | 33-1 | 21,140,087 | 23,309,328 | 21,140,087 | 23,309,328 |
| Saving deposits | 33-2 | 407,279 | 415,310 | 407,279 | 415,310 |
| Other deposits and advances | 33-3 | 26,148 | 40,365 | 26,148 | 40,365 |
| | | **21,573,514** | **23,765,003** | **21,573,514** | **23,765,003** |
| **Corporate customers** | | | | | |
| Current deposits | 33-1 | 63,915,452 | 102,103,510 | 64,155,400 | 102,305,255 |
| Saving deposits | 33-2 | 22,569,617 | 29,820,146 | 23,910,640 | 32,142,887 |
| Other deposits and advances | 33-3 | 15,942,843 | 13,958,187 | 15,944,634 | 13,960,318 |
| | | **102,427,912** | **145,881,843** | **104,010,674** | **148,408,460** |
| Customers' term deposits | 33-4 | **412,983,085** | **359,945,853** | **416,297,048** | **360,030,025** |
| | | **536,984,511** | **529,592,699** | **541,881,236** | **532,203,488** |

## 33-1- Current deposits

| | Consolidated | | Parent Co. | |
|---|---|---|---|---|
| | 22 Sept. 2023 | 20 Mar. 2023 | 22 Sept. 2023 | 20 Mar. 2023 |
| | IRR million | IRR million | IRR million | IRR million |
| Current deposits-LCY | 54,103,678 | 93,082,346 | 54,508,510 | 93,269,095 |
| Current deposits-FCY | 20,547,316 | 29,799,812 | 20,547,316 | 29,799,812 |
| Bank checks | 495,074 | 388,655 | 495,074 | 388,655 |
| Remittance-FCY | 9,771,777 | 1,950,376 | 9,606,894 | 1,965,372 |
| Temporary creditors-FCY | 21,406 | 18,462 | 21,406 | 18,462 |
| Temporary creditors-LCY | 116,288 | 173,187 | 116,287 | 173,187 |
| | **85,055,539** | **125,412,838** | **85,295,487** | **125,614,583** |

## 33-2- Saving deposits

| | Consolidated | | Parent Co. | |
|---|---|---|---|---|
| | 22 Sept. 2023 | 20 Mar. 2023 | 22 Sept. 2023 | 20 Mar. 2023 |
| | IRR million | IRR million | IRR million | IRR million |
| Non interest bearing deposits-FCY | **22,976,896** | **30,235,456** | **24,317,919** | **32,558,197** |

## 33-3- Other deposits and advances

| | Consolidated | | Parent Co. | |
|---|---|---|---|---|
| | 22 Sept. 2023 | 20 Mar. 2023 | 22 Sept. 2023 | 20 Mar. 2023 |
| | IRR million | IRR million | IRR million | IRR million |
| Guarantee issuing deposits -LCY | 14,721,062 | 11,422,466 | 14,722,853 | 11,424,597 |
| Guarantee issuing deposits -FCY | 409,548 | 433,386 | 409,548 | 433,386 |
| LCs' advances-LCY | 838,381 | 2,142,700 | 838,381 | 2,142,700 |
| **Total** | **15,968,991** | **13,998,552** | **15,970,782** | **14,000,683** |

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**33-4- Customers investment deposits**

| | Note | Consolidated | | Parent Co. | |
|---|---|---|---|---|---|
| | | 22 Sept. 2023 | 20 Mar. 2023 | 22 Sept. 2023 | 20 Mar. 2023 |
| | | IRR million | IRR million | IRR million | IRR million |
| **term deposits** | | | | | |
| Long-term investment deposits | 33-4-1 | 281,039,454 | 242,683,500 | 281,039,454 | 242,683,500 |
| Short-term investment deposits | 33-4-1 | 119,928,141 | 112,535,440 | 123,242,104 | 112,619,612 |
| Special short-term investment deposits | 33-4-1 | 148,183 | 539,688 | 148,183 | 539,688 |
| Investment deposits received from banks and credit institutions | 33-4-1 | 32,386,585 | 22,442,100 | 30,097,585 | 19,797,585 |
| | | **433,502,363** | **378,200,728** | **434,527,326** | **375,640,385** |
| **Investment deposits' interest payable** | | | | | |
| Long-term investment deposits | 33-4-2 | 11,364,060 | 4,108,460 | 11,364,060 | 4,108,460 |
| Short-term investment deposits | 33-4-2 | 495,982 | 77,296 | 495,982 | 77,296 |
| Special short-term investment deposits | 33-4-2 | 7,265 | 1,469 | 7,265 | 1,469 |
| Investment deposits received from banks and credit institutions | 33-4-2 | 432,857 | 385,950 | 432,857 | 385,950 |
| | | **12,300,164** | **4,573,175** | **12,300,164** | **4,573,175** |
| | | **445,802,527** | **382,773,903** | **446,827,490** | **380,213,560** |
| Deducted: principal and interest of investment deposits received from banks and credit institutions (transfer to "debt to banks and credit institutions" Note No. 34) | | (32,819,442) | (22,828,050) | (30,530,442) | (20,183,535) |
| | | **412,983,085** | **359,945,853** | **416,297,048** | **360,030,025** |

**33-4-1-** Term investment deposits based on currency are as follows:

| | Consolidated | | | | | |
|---|---|---|---|---|---|---|
| | 22 Sept. 2023 | | | 20 Mar. 2023 | | |
| | IRR | FCY | Total | IRR | FCY | Total |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Investment deposits received from banks and credit institutions** | 7,289,000 | 25,097,585 | 32,386,585 | 2,644,515 | 19,797,585 | 22,442,100 |
| **Short-term investment deposits** | 119,928,141 | - | 119,928,141 | 112,535,440 | - | 112,535,440 |
| **Special short-term investment deposits** | | | | | | |
| Three-month deposits | 850 | 49,341 | 50,191 | 1,650 | 54,314 | 55,964 |
| Three- month to six-month deposits | 76,720 | 21,272 | 97,992 | 457,725 | 25,999 | 483,724 |
| | **77,570** | **70,613** | **148,183** | **459,375** | **80,313** | **539,688** |
| **Long-term investment deposits** | | | | | | |
| One-year deposits and general deposit certificate | 43,866,197 | 395,459 | 44,261,656 | 51,158,985 | 540,573 | 51,699,558 |
| Two-year deposits | 55,115,712 | - | 55,115,712 | 96,402,777 | - | 96,402,777 |
| Three-year deposits | 89,162,086 | 92,500,000 | 181,662,086 | 2,081,165 | 92,500,000 | 94,581,165 |
| | **188,143,995** | **92,895,459** | **281,039,454** | **149,642,927** | **93,040,573** | **242,683,500** |
| **Term investment deposits** | **315,438,706** | **118,063,657** | **433,502,363** | **265,282,257** | **112,918,471** | **378,200,728** |

| | Parent Co. | | | | | |
|---|---|---|---|---|---|---|
| | 22 Sept. 2023 | | | 20 Mar. 2023 | | |
| | IRR | FCY | Total | IRR | FCY | Total |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Investment deposits received from banks and credit institutions** | **5,000,000** | **25,097,585** | **30,097,585** | **-** | **19,797,585** | **19,797,585** |
| **Short-term investment deposits** | **123,242,104** | **-** | **123,242,104** | **112,619,612** | **-** | **112,619,612** |
| **Special short-term investment deposits** | | | | | | |
| Three-month deposits | 850 | 49,341 | 50,191 | 1,650 | 54,314 | 55,964 |
| Three- month to six-month deposits | 76,720 | 21,272 | 97,992 | 457,725 | 25,999 | 483,724 |
| | **77,570** | **70,613** | **148,183** | **459,375** | **80,313** | **539,688** |
| **Long-term investment deposits** | | | | | | |
| One-year deposits and general deposit certificate | 43,866,197 | 395,459 | 44,261,656 | 51,158,985 | 540,573 | 51,699,558 |
| Two-year deposits | 55,115,712 | - | 55,115,712 | 96,402,777 | - | 96,402,777 |
| Three-year deposits | 89,162,086 | 92,500,000 | 181,662,086 | 2,081,165 | 92,500,000 | 94,581,165 |
| | **188,143,995** | **92,895,459** | **281,039,454** | **149,642,927** | **93,040,573** | **242,683,500** |
| **Term investment deposits** | **316,463,669** | **118,063,657** | **434,527,326** | **262,721,914** | **112,918,471** | **375,640,385** |

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**33-4-1-1-** Term investment deposits according to maturity and interest rate

**Consolidated**

| | 22 Sept. 2023 | | | | | | | 20 Mar. 2023 |
|---|---|---|---|---|---|---|---|---|
| | More than 20% | 19%-20% | 16%-19% | 13%-16% | 10%-13% | Less than 10% | Total | Total |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| Non-specific maturity | - | - | - | - | - | 119,928,141 | 119,928,141 | 112,619,614 |
| 2024 | 9,893,645 | 3,115,487 | 34,949,516 | 1,537,612 | 850 | 22,762,133 | 72,259,243 | 175,517,075 |
| 2025 | 25,868,149 | 18,669,264 | 2,364,121 | 1,660,156 | - | 96,301,524 | 144,863,214 | 81,425,224 |
| 2026 | 2,068,665 | 1,739,679 | - | 500,000 | - | 200,000 | 4,508,344 | 3,788,815 |
| 2027 and after that | 87,093,421 | - | 350,000 | 2,500,000 | 1,000,000 | 1,000,000 | 91,943,421 | 4,850,000 |
| | **124,923,880** | **23,524,430** | **37,663,637** | **6,197,768** | **1,000,850** | **240,191,798** | **433,502,363** | 378,200,728 |
| **20 Mar. 2023** | **72,356,657** | **13,173,299** | **56,494,306** | **7,520,907** | **1,001,650** | **227,653,909** | **378,200,728** | |

**Parent Co.**

| | 22 Sept. 2023 | | | | | | | 20 Mar. 2023 |
|---|---|---|---|---|---|---|---|---|
| | More than 20% | 19%-20% | 16%-19% | 13%-16% | 10%-13% | Less than 10% | Total | Total |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| Non-specific maturity | - | - | - | - | - | 123,242,104 | 123,242,104 | 112,619,614 |
| 2024 | 7,604,645 | 3,115,487 | 34,949,516 | 1,537,612 | 850 | 22,762,133 | 69,970,243 | 175,601,247 |
| 2025 | 25,868,149 | 18,669,264 | 2,364,121 | 1,660,156 | - | 96,301,524 | 144,863,214 | 78,780,709 |
| 2026 | 2,068,665 | 1,739,679 | - | 500,000 | - | 200,000 | 4,508,344 | 3,788,815 |
| 2025 and after that | 87,093,421 | - | 350,000 | 2,500,000 | 1,000,000 | 1,000,000 | 91,943,421 | 4,850,000 |
| | **122,634,880** | **23,524,430** | **37,663,637** | **6,197,768** | **1,000,850** | **243,505,761** | **434,527,326** | 375,640,385 |
| **20 Mar. 2023** | **72,356,657** | **13,173,299** | **53,849,791** | **7,520,907** | **1,001,650** | **227,738,081** | **375,640,385** | |

**33-4-1-2-** Movements of investments deposits-LCY

| | Consolidated | | | | Parent Co. | | | |
|---|---|---|---|---|---|---|---|---|
| | 20 Mar. 2023 | New Deposits | Principal repayment | 22 Sept. 2023 | 20 Mar. 2023 | New Deposits | Principal repayment | 22 Sept. 2023 |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| One-year deposits and general deposit certificate | 51,158,985 | 941,454 | 8,234,242 | 43,866,197 | 51,158,985 | 941,454 | 8,234,242 | 43,866,197 |
| Two-year deposits | 96,402,777 | 458,528 | 41,745,593 | 55,115,712 | 96,402,777 | 458,528 | 41,745,593 | 55,115,712 |
| Three-year deposits | 2,081,165 | 99,629,996 | 12,549,075 | 89,162,086 | 2,081,165 | 99,629,996 | 12,549,075 | 89,162,086 |
| Short-term deposits | 112,535,440 | 3,259,597,450 | 3,252,204,749 | 119,928,141 | 112,619,612 | 3,262,911,414 | 3,252,288,922 | 123,242,104 |
| Special short-term deposits | 459,375 | 18,000 | 399,805 | 77,570 | 459,375 | 18,000 | 399,805 | 77,570 |
| Investment deposits received from banks and credit institutions | 2,644,515 | 7,289,000 | 2,644,515 | 7,289,000 | - | 76,445,000 | 71,445,000 | 5,000,000 |
| **Total** | **265,282,257** | **3,367,934,428** | **3,317,777,979** | **315,438,706** | **262,721,914** | **3,440,404,392** | **3,386,662,637** | **316,463,669** |

**33-4-1-3-** Movements of investments deposits-FCY

| | Consolidated and Parent Co. | | | | | |
|---|---|---|---|---|---|---|
| | 20 Mar. 2023 | New Deposits | Principal repayment | 22 Sept. 2023 | 22 Sept. 2023 | 20 Mar. 2023 |
| | Currency amount | Currency amount | Currency amount | Currency amount | IRR million | IRR million |
| **Long-term deposits** | | | | | | |
| USD | 371,289,484 | - | 270,617 | 371,018,867 | 92,754,717 | 92,822,373 |
| EUR | 767,738 | - | 284,450 | 483,288 | 128,071 | 203,451 |
| AED | 217,624 | - | 30,700 | 186,924 | 12,671 | 14,752 |
| **Ordinary & Special short-term deposits** | | | | | | |
| USD | 75,650 | - | 21,100 | 54,550 | 13,638 | 18,913 |
| EUR | 231,700 | - | 16,700 | 215,000 | 56,975 | 61,400 |
| **Investment deposits received from banks and credit institutions** | | | | | | |
| EUR | 74,707,869 | 70,000,000 | 50,000,000 | 94,707,869 | 25,097,585 | 19,797,582 |
| | | | | | **118,063,657** | **112,918,471** |

**33-4-1-4-** The composition of depositors of investment deposits is as follows:

| | Parent Co. | | | |
|---|---|---|---|---|
| | **22 Sept. 2023** | | **20 Mar. 2023** | |
| | No. Investor | Amount IRR million | No. Investor | Amount IRR million |
| **Deposits-LCY** | | | | |
| Corporate person | 3,999 | 225,224,032 | 3,762 | 177,817,305 |
| Natural person | 405,534 | 86,239,637 | 342,999 | 84,904,609 |
| Investment deposits received from banks and credit institutions | 1 | 5,000,000 | - | - |
| | 409,534 | 316,463,669 | 346,761 | 262,721,914 |
| **Deposits-FCY** | | | | |
| Corporate person | 4 | 92,545,833 | 4 | 92,545,834 |
| Natural person | 87 | 420,239 | 136 | 575,054 |
| Investment deposits received from banks and credit institutions | 6 | 25,097,585 | 5 | 19,797,583 |
| | 97 | 118,063,657 | 145 | 112,918,471 |
| | **409,631** | **434,527,326** | **346,906** | **375,640,385** |

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**33-4-2- Investment deposits' interest payable**

| | Parent Co. | | | | |
|---|---|---|---|---|---|
| | **20 Mar. 2023** | **On account advance interest** | **The difference between final interest and on account advance interest** | **Interest paid during the year** | **22 Sept. 2023** |
| | IRR million | IRR million | IRR million | IRR million | IRR million |
| Short-term deposits | 77,296 | 1,954,073 | 460,109 | (1,995,495) | 495,983 |
| Special short-term deposits | 1,469 | 29,336 | 6,908 | (30,448) | 7,265 |
| One-year deposits and general deposit certificate | 482,549 | 3,994,949 | 940,657 | (4,012,269) | 1,405,886 |
| Two-year deposits | 357,170 | 8,818,032 | 2,076,308 | (8,894,703) | 2,356,807 |
| Three-year deposits | 6,997 | 4,105,877 | 966,776 | (3,597,975) | 1,481,675 |
| Five-year deposits | 8 | - | - | - | 8 |
| Investment deposits received from banks and credit institutions | - | 527,996 | 124,323 | (521,420) | 130,899 |
| Foreign currency deposits | 3,647,686 | 3,372,628 | - | (598,673) | 6,421,641 |
| | **4,573,175** | **22,802,891** | **4,575,081** | **(19,650,983)** | **12,300,164** |

**33-4-2-1-** According to Circular No. 94/69383 dated 06/10/2015, the procedure for determining the portion of each type of investment deposit from the difference of final interest and paid interest was approved in the meeting No.433 dated 04/16/2023 of the board of directors.

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## 34- Due to banks and non-bank credit institutions

| | Note | Consolidated | | Parent Co. | |
|---|---|---|---|---|---|
| | | 22 Sept. 2023 | 20 Mar. 2023 | 22 Sept. 2023 | 20 Mar. 2023 |
| | | IRR million | IRR million | IRR million | IRR million |
| **Due to the CBI** | | | | | |
| Current deposit-FCY | | 44,254,028 | 40,669,757 | 44,254,028 | 40,669,757 |
| Term deposit-FCY | | 6,972,423 | 4,849,410 | 6,972,423 | 4,849,410 |
| Foreign currency purchase | | 6,898,120 | 163,928 | 6,898,120 | 163,928 |
| Repurchase agreement | | 23,996,863 | 2,512,602 | 23,996,863 | 2,512,602 |
| Less: CBI's balance in our accounts (Note 23) | | (49,103,438) | (45,519,168) | (49,103,438) | (45,519,168) |
| | | **33,017,996** | **2,676,529** | **33,017,996** | **2,676,529** |
| **Due to internal banks and credit institutions** | | | | | |
| Current deposits-FCY | | 13,158,637 | 11,367,615 | 13,158,637 | 11,367,615 |
| Paya payments order | | - | 21,678 | - | 21,678 |
| SHETAB transactions | | 283,136 | 157,514 | 283,136 | 157,514 |
| Investment deposits received from banks and credit institutions (transfer of "term investment deposit") | 33-4 | 32,386,584 | 22,442,100 | 30,097,585 | 19,797,585 |
| Interest payable on investment deposits received from banks and credit institutions (transfer from "term investment deposit") | 33-4 | 432,857 | 385,950 | 432,857 | 385,950 |
| | | **46,261,214** | **34,374,857** | **43,972,215** | **31,730,342** |
| | | **79,279,210** | **37,051,386** | **76,990,211** | **34,406,871** |

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## 35- Dividends payable

| | Consolidated and Parent Co. | | | | | |
|---|---|---|---|---|---|---|
| | Dividend per share | Dividend | 20 Mar. 2023 | Paid dividend during the year | offsetting with staff loans | 22 Sept. 2023 |
| | IRR | IRR million | IRR million | IRR million | IRR million | IRR million |
| previous years | | 5,380,000 | 12,619 | - | - | 12,619 |
| Year ended 19 Mar. 2020 | 200 | 2,000,000 | 6,945 | (20) | - | 6,925 |
| Year ended 20 Mar. 2021 | 300 | 3,000,000 | 11,236 | (50) | - | 11,186 |
| Year ended 20 Mar. 2022 | 200 | 5,000,000 | 30,274 | (283) | - | 29,991 |
| Year ended 20 Mar. 2023 | 200 | 7,000,000 | - | (6,927,973) | (13,475) | 58,552 |
| **Total** | | | **61,074** | **(6,928,326)** | **(13,475)** | **119,273** |

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**36- Income tax provision**

| | Consolidated | | Parent Co. | |
|---|---|---|---|---|
| | **22 Sept. 2023** | **20 Mar. 2023** | **22 Sept. 2023** | **20 Mar. 2023** |
| | IRR million | IRR million | IRR million | IRR million |
| Opening balance | 2,513,901 | 1,654,451 | 1,875,964 | 1,224,048 |
| Income tax for the year | 4,034,724 | 1,394,423 | 3,664,521 | 824,417 |
| Extra precautionary provision | 6,271 | 67,930 | - | - |
| Paid during the year | (2,158,905) | (602,903) | (1,519,588) | (172,501) |
| | **4,395,991** | **2,513,901** | **4,020,897** | **1,875,964** |
| Prepayments | - | - | - | - |
| **Closing balance** | **4,395,991** | **2,513,901** | **4,020,897** | **1,875,964** |

**36-1-** The Bank's tax position for the years 2016 to Sept.2023 is as follows:

| **Fiscal year** | **22 Sept.2023 - IRR million** | | | | | | | **20 Mar. 2023 IRR million** | **Method of assessment** |
|---|---|---|---|---|---|---|---|---|---|
| | **Declared profit** | **Taxable income** | **Tax** | | | | | | |
| | | | **Declared** | **As assessed** | **Final** | **Paid** | **Provision balance** | **Provision balance** | |
| 19 Mar. 2016 | 1,500,519 | 931,454 | 139,718 | 327,879 | 327,879 | 139,718 | - | - | Assessment the Books |
| 20 Mar. 2017 | 2,197,088 | 866,397 | 173,279 | 514,821 | - | 173,279 | - | - | Assessment the Books |
| 20 Mar. 2018 | 2,729,781 | 1,838,123 | 275,718 | 676,836 | 634,509 | 275,718 | - | - | Assessment the Books |
| 20 Mar. 2019 | 6,798,249 | 3,823,015 | 400,952 | 1,185,131 | - | 573,454 | - | - | Assessment the Books |
| 19 Mar. 2020 | 9,680,162 | 6,883,276 | 1,032,491 | 2,088,675 | - | 1,032,491 | - | - | Assessment the Books |
| 20 Mar. 2021 | 18,690,660 | 9,199,761 | 1,619,158 | 3,067,010 | - | 1,619,157 | - | - | Assessment the Books |
| 20 Mar. 2022 | 20,578,076 | 9,050,078 | - | 2,284,813 | - | - | - | - | Assessment the Books |
| 20 Mar. 2023 | 30,711,989 | 20,152,609 | 824,417 | - | - | 1,519,588 | - | 824,417 | |
| 22 Sept. 2023 | 20,682,744 | 18,322,603 | 3,664,521 | - | - | - | 3,664,521 | - | |
| Extra precautionary provision | - | - | - | - | - | - | 356,376 | 1,051,547 | |
| Provision before deduction of tax prepayments | | | | | | | **4,020,897** | **1,875,964** | |
| Tax prepayments | | | | | | | | - | |
| | | | | | | | **4,020,897** | **1,875,964** | |

**36-2-** In calculating the tax of previous year 20 March 2023, the bank has used the tax exemption of Article 105 note 7 of the Direct Taxes Law and Note 2 of the Budget Law of 2023 which states the zero tax rate is calculated for the undistributed profit of companies that is transferred to the capital account.

**36-3-** The bank's income tax by the reporting year ended 03/20/2015 has been finalized and settled . Total amount of paid and payable for the reporting years of 2016 to 2022 is 6,289,020 million Rials less than the sum of the tax assessment issued by the Tax administration office. Bank has made a protest to the assessment of the mentioned years and it's protest against assessment of tax dispute committees is in progress. Therefore, their debt is not recognized in the accounts.

| Paid taxes | assessed tax | Surplus claimed by the Tax Administration |
|---|---|---|
| IRR million | IRR million | IRR million |
| 3,813,817 | 10,102,838 | 6,289,021 |

**36-3-1-** The major difference between declared and assessed tax of years 2016 to 2022 is as below:
- The deductions under Article 143 tax laws;
- The deduction under article 105 tax laws which wasn't considered by tax authorities;
-Considering part of paid interest to depositors as tax-exempt income;
-Calculating the exchange rate of monetary items at the rate of the Nima system, regardless of the central bank's letter;
about the interest paid to depositors, according to the decision of the General Board dated 08/23/2022 to accept all the interest payable, the matter has been determined in favor of the banks. Regarding the other cases, the opinion of the banks' CEOs through the letter of the Center of Banks and Private Credit Institutions to the tax authorities and the Ministry of Economic Affairs and Finance is being followed up.

**36-3-2-** The income tax related to 2016 and 2018 is being followed up under Article 257 tax laws.

**36-3-3-** the assessed tax regarding "removing barries to competitive production law" for the years 2016 and 2017 amount to 47,081 and 32,704.

**36-3-4-** The reason for the decrease in the extra precautionary provision balance on 09/22/2023 compared to the end of the last year is the payment of 695 billion Rials of tax related to the exchange rate income arising from the difference in the exchange rate under Central bank circular No. 01/319616 dated 03/16/2023 due to the annulment of the vote number 909 of the general board of the administrative justice court under the circular No. 210/5086s dated 06/20/2023.

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**36-4- Tax expense in the statement of profit or loss:**

| | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|
| **Operations in progress:** | **IRR million** | **IRR million** |
| current tax | 3,664,521 | 824,417 |
| Income tax expense for the current year | 3,664,521 | 824,417 |
| Income tax expense of previous years | - | - |
| | **3,664,521** | **824,417** |

**Tax expense in the statement of comprehensive income:**

| | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|
| | **IRR million** | **IRR million** |
| current tax | - | - |
| Transfer tax related to other comprehensive income | - | - |

**36-5- The reconciliation of tax expense and profit multiplied by the applicable tax rate(s) is as follows:**

| | Note | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|---|
| | | **IRR million** | **IRR million** |
| Profit before tax | | 20,682,744 | 30,711,989 |
| Income tax expense calculated with an applicable tax rate of 20% (20 March 2023 with an applicable tax rate of 16%) | | 4,136,549 | 4,913,918 |
| The effect of tax-exempt income (Note 36-2): | | | |
| Capital increase - the subject of Note 2 of the budget law | 36-5-1 | - | (2,400,000) |
| Income from the sale of immoveable properties | | - | (26,393) |
| Other exempt income | | (472,028) | (1,663,108) |
| **Income tax expense calculated with an effective tax rate of 18% (20 March 2023 with an effective tax rate of 2.7%)** | | **3,664,521** | **824,417** |
| **Income tax expense** | | **3,664,521** | **824,417** |

**36-5-1-** According to Note 2 of the budget law of 2023, in order to encourage investing in listed companies and encourage them not to distribute a large portion of the acquired profit and to use the resulting resources to increase capital and, as a result, develop the production sectors and creation of new job opportunities in 2023, the income tax of that part of the undivided profit of the mentioned companies which is transferred to the capital has zero tax rate.

**36-6-** Iranian National Tax Admission Organization has claimed 7,650 billion Rials for taxes subject to Note 5, Article 4 of the Housing Production Law for the first year of implementation of the law. Due to the non-fulfillment of the implementation process of the guidelines for granting housing construction and renovation facilities, (Central Bank notification No. 271496/00 dated 08/12/2021), it has not been possible for the bank to pay the facilities. So tax authorities claim has no legal basis and is claimed without considering the fact that there was no registered request for the facilities. In this regard, the objection has been submitted to the primary dispute resolution committee.

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## 37- Other liabilities and accruals

| | Note | Consolidated | | Parent Co. | |
|---|---|---|---|---|---|
| | | 22 Sept. 2023 | 20 Mar. 2023 | 22 Sept. 2023 | 20 Mar. 2023 |
| | | IRR million | IRR million | IRR million | IRR million |
| Received loans from National Development Fund | 37-1 | 14,559,261 | 15,612,852 | 14,559,261 | 15,612,852 |
| Debts for long term LCs-LCY | 37-2 | 8,237,339 | 2,866,258 | 8,237,339 | 2,866,258 |
| Debts for short term LCs-FCY | | - | 9,154 | - | 9,154 |
| Debts for short term LCs-LCY | | - | 20,988 | - | 20,988 |
| Customers' prepayments for LCs and BGs fees and commission | | 2,007,564 | 1,697,347 | 2,007,564 | 1,697,347 |
| Contractors performance deposit | | 83,649 | 62,641 | 83,649 | 62,641 |
| Social security | | 216,270 | 190,512 | 201,628 | 176,940 |
| Payable Membership fee of Deposit Guarantee Fund | | 34,116 | 52,400 | 34,116 | 52,400 |
| Withholding tax payable | | 108,374 | 355,365 | 45,619 | 42,287 |
| Provision of employee benefits | | 207,131 | 183,246 | 197,699 | 172,419 |
| Brokerage customers | | 1,567,144 | 2,108,620 | - | - |
| Exchange customers | | 21,518,592 | 15,144,846 | - | - |
| Others | | 979,165 | 5,002,114 | 804,149 | 3,198,704 |
| | | **49,518,605** | **43,306,343** | **26,171,024** | **23,911,990** |

**37-1-** Received loans from the National Development Fund at the Statement of financial position date are as follows:

**Consolidated and Parent Co.**

| | | | 22 Sept. 2023 | | | | | 20 Mar. 2023 | |
|---|---|---|---|---|---|---|---|---|---|
| Amounts received | Currency | Receipt date | Due date | No. installment | interest rate | Balance-currency | Balance-million IRR | Balance-currency | Balance-million IRR |
| | | | | | | | | | IRR million |
| 1,233,036 | USD | 2017/09/15 | 2026/09/10 | 48 | 4 | - | - | - | - |
| 1,071,974 | USD | 2017/09/22 | 2026/09/10 | 48 | 4 | - | - | - | - |
| 410,904 | USD | 2017/10/27 | 2026/09/10 | 48 | 4 | - | - | - | - |
| 2,063,104 | USD | 2017/11/03 | 2026/09/10 | 48 | 4 | - | - | 1,659,979 | 414,995 |
| 2,078,874 | USD | 2017/11/17 | 2026/09/10 | 48 | 4 | 1,945,201 | 486,300 | 2,078,874 | 519,719 |
| 480,383 | USD | 2017/11/29 | 2026/09/10 | 48 | 4 | 480,383 | 120,096 | 480,383 | 120,096 |
| 1,067,672 | USD | 2017/12/08 | 2026/09/10 | 48 | 4 | 1,067,672 | 266,918 | 1,067,672 | 266,918 |
| 561,310 | USD | 2018/02/02 | 2026/09/10 | 48 | 4 | 561,310 | 140,327 | 561,310 | 140,327 |
| 3,988,989 | USD | 2018/02/22 | 2026/09/10 | 48 | 4 | 3,988,989 | 997,247 | 3,988,989 | 997,247 |
| 1,997,247 | USD | 2018/03/09 | 2026/09/10 | 48 | 4 | 1,997,247 | 499,312 | 1,997,247 | 499,312 |
| 1,803,051 | USD | 2018/04/27 | 2026/09/10 | 48 | 4 | 1,803,051 | 450,763 | 1,803,051 | 450,763 |
| 475,922 | USD | 2018/05/18 | 2026/09/10 | 48 | 4 | 475,922 | 118,981 | 475,922 | 118,981 |
| 945,070 | USD | 2018/05/25 | 2026/09/10 | 48 | 4 | 945,070 | 236,267 | 945,070 | 236,267 |
| 1,680,568 | USD | 2018/09/07 | 2026/09/10 | 48 | 4 | 1,680,568 | 420,142 | 1,680,568 | 420,142 |
| 578,140 | USD | 2018/09/28 | 2026/09/10 | 48 | 4 | 578,140 | 144,535 | 578,140 | 144,535 |
| 607,634 | USD | 2018/10/29 | 2026/09/10 | 48 | 4 | 607,634 | 151,909 | 607,634 | 151,909 |
| 3,826,090 | USD | 2021/10/11 | 2026/09/10 | 48 | 4 | 3,826,090 | 956,523 | 3,826,090 | 956,523 |
| 13,729,441 | USD | 2017/12/22 | 2024/12/17 | 7 | 2 | 7,080,903 | 1,770,226 | 9,734,164 | 2,433,541 |
| 554,390 | USD | 2019/12/18 | 2024/12/17 | 7 | 2 | 554,390 | 138,598 | 554,390 | 138,598 |
| 16,240 | USD | 2021/02/24 | 2029/09/17 | 12 | 3.5 | 16,240 | 4,060 | 16,240 | 4,060 |
| 158,317 | USD | 2021/02/24 | 2029/09/17 | 12 | 3.5 | 158,317 | 39,579 | 158,317 | 39,579 |
| 41,537 | USD | 2021/03/14 | 2029/09/17 | 12 | 3.5 | 41,537 | 10,384 | 41,537 | 10,384 |
| 467,221 | USD | 2021/03/14 | 2029/09/17 | 12 | 3.5 | 467,221 | 116,805 | 467,221 | 116,805 |
| 19,649,922 | USD | 2021/04/17 | 2029/09/17 | 12 | 4 | 19,649,922 | 4,912,480 | 19,649,922 | 4,912,480 |
| 3,473,428 | USD | 2023/01/07 | 2028/01/07 | | 6 | 3,473,428 | 1,288,902 | 3,473,428 | 1,259,833 |
| 3,473,441 | USD | 2023/01/30 | 2028/01/07 | | 6 | 3,473,441 | 1,288,907 | 3,473,441 | 1,259,838 |
| | | | | | | **54,872,676** | **14,559,261** | **59,319,590** | **15,612,852** |

**37-2-** Debts for LCs amounted to IRR 8,237 billion is related to the LCs that their documents have been sent to the buyers and the Bank has guaranteed the payment in the maturity. Generally in the maturity date Bank will fund from the buyer and pays debts.

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**38- Staff termination benefits**

| | Consolidated | | Parent Co. | |
|---|---|---|---|---|
| | 22 Sept. 2023 | 20 Mar. 2023 | 22 Sept. 2023 | 20 Mar. 2023 |
| | IRR million | IRR million | IRR million | IRR million |
| Opening balance | 691,061 | 363,908 | 628,706 | 327,607 |
| Paid during the period | (28,442) | (53,699) | (18,262) | (48,343) |
| Provision for the period | 212,284 | 380,852 | 179,444 | 349,442 |
| Closing balance | **874,903** | **691,061** | **789,888** | **628,706** |

**39- Share capital**

At date of establishment, the bank's capital was 4,000,000 million Rials (including 4,000 million shares with a nominal value of 1,000 Rials per share). Bank's capital has increased to 35,000,000 million Rials (including 35,000 million shares with a nominal value of 1,000 Rials per share) at the end of 22 Sept.2023 in several stages.

| Date of capital increase registration | Percent of capital increase | Amount of capital increase | Amount of new capital | Source of capital increase |
|---|---|---|---|---|
| | % | IRR million | IRR million | |
| At date of establishment | | 4,000,000 | | |
| 12-Jul-17 | 25 | 1,000,000 | 5,000,000 | Cash and payable to shareholders |
| 27-Dec-17 | 20 | 1,000,000 | 6,000,000 | Retained earnings |
| 25-Feb-19 | 16.6 | 1,000,000 | 7,000,000 | Retained earnings |
| 23-Oct-19 | 42.8 | 3,000,000 | 10,000,000 | Retained earnings and other reserves |
| 9-Sep-20 | 50 | 5,000,000 | 15,000,000 | Retained earnings |
| 29-Nov-21 | 66.66 | 10,000,000 | 25,000,000 | Retained earnings |
| 1-Jan-23 | 40 | 10,000,000 | 35,000,000 | Retained earnings |

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39-1- Composition of shareholders at Statement of financial position date is as follows:

| | 22 Sept. 2023 | | | 20 Mar. 2023 | |
|---|---|---|---|---|---|
| | No. of shares | Percentage of shares | | No. of shares | Percentage of shares |
| **1% and more** | | % | **1% and more** | | % |
| Atiyeh maskan Co. (Private Joint Stock) | 1,746,352,744 | 5.0% | Atiyeh maskan Co. (Private Joint Stock) | 1,746,352,744 | 5.0% |
| Kia Asa Tejarat Toos Co. (Private Joint Stock) | 1,691,786,901 | 4.8% | Kia Asa Tejarat Toos Co. (Private Joint Stock) | 1,691,786,901 | 4.8% |
| Natural person | 874,999,988 | 2.5% | Natural person | 874,999,988 | 2.5% |
| Radis electronic Co. (Private Joint Stock) | 565,326,503 | 1.6% | Middle East bank's Ofogh brokerage mutual fund | 628,592,779 | 1.8% |
| Pars Tousheh Investment Co.(PJSC) | 528,432,132 | 1.5% | Radis electronic Co. (Private Joint Stock) | 563,982,503 | 1.6% |
| Industry and Trade Development Investment Co. (public stock) | 489,325,778 | 1.4% | Pars Tousheh Investment Co.(PJSC) | 528,432,132 | 1.5% |
| Sepahan Industry Group (PJSC) | 476,246,568 | 1.4% | Sepahan Industry Group (PJSC) | 476,246,568 | 1.4% |
| Natural person | 450,729,993 | 1.3% | Natural person | 460,497,384 | 1.3% |
| Natural person | 442,113,635 | 1.3% | Natural person | 450,729,993 | 1.3% |
| Iran Insurance Co (Private Joint Stock) | 440,771,145 | 1.3% | Iran Insurance Co (Private Joint Stock) | 440,771,145 | 1.3% |
| Natural person | 425,547,493 | 1.2% | Natural person | 425,547,493 | 1.2% |
| Natural person | 418,727,131 | 1.2% | Natural person | 418,727,131 | 1.2% |
| Middle East bank's Ofogh brokerage mutual fund | 403,505,844 | 1.2% | Sam Group Co. (Private Joint Stock) | 376,249,993 | 1.1% |
| Sam Group Co. (Private Joint Stock) | 376,249,993 | 1.1% | Natural person | 361,676,000 | 1.0% |
| Natural person | 361,676,000 | 1.0% | Natural person | 361,049,761 | 1.0% |
| Natural person | 361,049,761 | 1.0% | Rama electronic Co. (Private Joint Stock) | 358,034,069 | 1.0% |
| Rama electronic Co. (Private Joint Stock) | 359,784,067 | 1.0% | Iran national investment Co.(PJSC) | 353,706,108 | 1.0% |
| Iran national investment Co.(PJSC) | 353,706,108 | 1.0% | | | |
| **Others (less than 1%)** | | | **Others (less than 1%)** | | |
| Corporations (309 shareholders) | 7,231,685,817 | 20.7% | Corporations (258 shareholders) | 7,117,854,457 | 20.3% |
| Natural persons (19,389 shareholders) | 17,001,982,399 | 48.6% | Natural persons (20,726 shareholders) | 17,364,762,851 | 49.6% |
| | **35,000,000,000** | **100%** | | **35,000,000,000** | **100%** |

39-2- The reconciliation of the number of shares at the beginning and at the end of the year:

| | Parent Co. | |
|---|---|---|
| | **22 Sept. 2023** | **20 Mar. 2023** |
| | No. of shares | No. of shares |
| Balance at beginning of the year | 35,000,000,000 | 25,000,000,000 |
| Share capital increase from retained earnings | - | 10,000,000,000 |
| Balance at end of the year | **35,000,000,000** | **35,000,000,000** |

39-3- The shares in the ownership of subsidiaries and associated

| | 22 Sept. 2023 | | 20 Mar. 2023 | |
|---|---|---|---|---|
| | No. of shares | Percentage of shares | No. of shares | Percentage of shares |
| | | % | | % |
| Middle East Life Insurance Co. | 36,950,791 | 0.1% | 33,929,215 | 0.1% |
| | **36,950,791** | **0.1%** | **33,929,215** | **0.1%** |

39-4- The bank's capital adequacy ratio on the date of the financial statement is equal to 13% which is at least 8% based on the requirements of the Central Bank.Therefore, this bank has achieved the minimum capital adequacy ratio. Detailed information has been disclosed in the description of Note No. 53-7 (Capital Management).

**40- Capital increase in progress**

During the current financial period and based on the decision of the Extraordinary General Assembly of Shareholders dated 07/20/2023 , in order to Improve the capital adequacy ratio and increase the bank's ability to grant facilities, the bank's capital increased from 35.000.000 to 50.000.000 million Rials, the amount of 15,000,000 million Rials has been transferred to the capital increase in progress. The process of registering the capital increase is underway.

**41- Legal reserve**

| | Consolidated | | Parent Co. | |
|---|---|---|---|---|
| | **22 Sept. 2023** | **20 Mar. 2023** | **22 Sept. 2023** | **20 Mar. 2023** |
| | IRR million | IRR million | IRR million | IRR million |
| Opening balance | 13,599,037 | 9,067,581 | 13,507,891 | 9,024,756 |
| Transferred from net profit | 2,561,085 | 4,531,456 | 2,552,734 | 4,483,135 |
| Closing balance | **16,160,122** | **13,599,037** | **16,060,625** | **13,507,891** |

**41-1-** According to Article 33 of the Money and Banking Regulation and Article 108 of the Bank's articles of association, 15 percent of net profit is allocated to legal reserve annually. Annual allocation is compulsory till it equals the Bank's capital.

**42- Other reserve**

Other reserves in the consolidated Statement of financial position is related to the Middle East Bank Brokerage Co. mandated by the Securities and Exchange Organization according to the circular No. 110200273 dated 07/08/2020 which has been transferred from retained earnings.

**43- Foreign exchange translation differences for foreign operation**

| | Consolidated and parent Co. | |
|---|---|---|
| | **22 Sept. 2023** | **20 Mar. 2023** |
| | IRR million | IRR million |
| Foreign exchange translation differences for foreign operation in Germany | 2,260,240 | 2,260,240 |
| Total | 2,260,240 | 2,260,240 |
| Result of legal changes in the exchange rate | - | - |
| Foreign exchange translation differences | **2,260,240** | **2,260,240** |

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## 44- Shares owned by market maker fund (Treasury shares)

Buying and selling of bank shares through a dedicated market maker fund based on the regulations for maintaining the stability of the capital market and protecting the rights of investors and shareholders approved by the Council of Stock Exchange and Securities on 09/10/2020 assigned to the companies, in order to increase liquidity for the shareholders and regulating the supply and demand of the market and managing the range of price fluctuation. The premium of sale of the shares was 98,568 million rials, which was classified in shareholders' equity.

| | 22 Sept. 2023 | | | | 20 Mar. 2023 | |
|---|---|---|---|---|---|---|
| | No. | Amount | Sales premium | Sales Deficit | No. | Amount |
| | | IRR million | IRR million | IRR million | | IRR million |
| Additions | 27,549,190 | 136,843 | - | - | 119,069,420 | 284,396 |
| Disposals | (36,024,057) | (183,968) | 26,087 | - | (183,053,336) | (773,348) |
| | (36,024,057) | (47,125) | 26,087 | - | (63,983,916) | (488,952) |
| Opening balance | 107,138,761 | 494,729 | | | 171,122,677 | 983,681 |
| Closing balance | 71,114,704 | 447,604 | | | 107,138,761 | 494,729 |

## 45- Premium of the shares owned by market maker fund (Treasury shares premium)

| | 22 Sept. 2023 | | 20 Mar. 2023 | |
|---|---|---|---|---|
| | No. | Amount | No. | Amount |
| | | IRR million | | IRR million |
| Opening balance | 62,000,000 | 72,481 | - | - |
| Profit from sale | 8,500,000 | 26,087 | 62,000,000 | 72,481 |
| Closing balance | **70,500,000** | **98,568** | **62,000,000** | **72,481** |

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## 46- Cash inflows(outflows)from operating activities

| | Consolidated | | Parent Co. | |
|---|---|---|---|---|
| | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 | Period (6M) ended 22 Sept.2023 | Period (6M) ended 22 Sept.2022 |
| | IRR million | IRR million | IRR million | IRR million |
| Net profit | 18,520,633 | 10,725,738 | 17,018,223 | 9,590,536 |
| **Adjustment** | | | | |
| Depreciation and amortization | 366,228 | 363,489 | 348,100 | 356,096 |
| Payable tax | 4,034,724 | 1,814,036 | 3,664,521 | 1,543,646 |
| Net increase (decrease) in provision of staff termination benefits | 183,842 | 145,715 | 161,182 | 123,748 |
| Net non-operating other (incomes) and expenses | (910) | (576) | (765) | (64) |
| Loss (Profit) of investments related to non-banking activities | (202,658) | (11,809) | - | - |
| Net loss (profit) decrease (increase) in the value of investments | 165,565 | - | - | - |
| (profit) shares of companies and units of investment funds (related to non-banking activities) | (166,315) | (125,036) | (71,996) | (6,600) |
| | 22,901,109 | 12,911,557 | 21,119,265 | 11,607,362 |
| **Changes of operating assets and liabilities** | | | | |
| Increase (decrease) in due to banks and financial institutions exception of received facilities | 42,227,824 | (35,584,295) | 42,583,340 | (37,911,585) |
| Increase (decrease) in customers' deposits | 7,391,812 | 90,589,079 | 9,677,748 | 98,759,494 |
| Increase (decrease) in operating provisions and other liabilities | 6,212,262 | 4,758,769 | 2,259,034 | (570,313) |
| Decrease (increase) in due from banks and credit institutions | (11,955,190) | (16,001,621) | (20,019,898) | (5,396,721) |
| Decrease (increase) in credit facilities granted from non-governmental entities | (45,595,245) | (55,794,103) | (46,090,850) | (55,624,683) |
| Decrease (increase) in investment in shares | (7,474,182) | 11,989,196 | (5,979,332) | 12,415,156 |
| Decrease (increase) in due from subsidiaries and associates | 828 | 999 | 835 | 335 |
| Non-current assets held for sale | (159,485) | - | (159,485) | - |
| Decrease (increase) in other accounts receivable | 2,425,905 | 3,224,570 | 836,970 | 7,147,625 |
| Decrease (increase) in statutory deposit | (350,759) | (8,965,741) | (350,759) | (8,965,741) |
| Decrease (increase) in other assets | (5,606,502) | 277,120 | (4,848,184) | 241,693 |
| **Total** | **(12,882,732)** | **(5,506,027)** | **(22,090,581)** | **10,095,260** |
| **Net cash inflow(used in) from operating activities** | **10,018,377** | **7,405,530** | **(971,316)** | **21,702,622** |

**47- Non-cash transactions**

Non-cash transactions during the year are as follows:

| | Note | Consolidated | | Parent Co. | |
|---|---|---|---|---|---|
| | | 22 Sept. 2023 | 20 Mar. 2023 | 22 Sept. 2023 | 20 Mar. 2023 |
| | | IRR million | IRR million | IRR million | IRR million |
| Acquisition of assets in return for granted facilities | 47-1 | 159,485 | 100,556 | 159,485 | 100,556 |
| | | **159,485** | **100,556** | **159,485** | **100,556** |

**47-1- In the reporting year, the following assets were acquired by the bank.**

| Type of property owned | Customer relationship | Receivable amount at the time of acquisition | Expert value of acquired property | Payment by the customer/Bank forgiveness | Payment for the surplus value of the property acquired | Balance (debt) after acquisition |
|---|---|---|---|---|---|---|
| | | **Consolidated and Parent Co.** | | | | |
| | | IRR million | IRR million | IRR million | IRR million | IRR million |
| Commercial Property | Unrelated customer | 145,717 | (123,524) | (22,193) | - | - |
| Office Property | Unrelated customer | 45,752 | (35,961) | (9,791) | - | - |
| | | **191,469** | **(159,485)** | **(31,984)** | **-** | **-** |

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## 48- Off-Statement of financial position items

### 48-1- Letters of credit - LCY

| | Consolidated and Parent Co. | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | Opening balance | | Issued during the period | | Paid during the period | | Closing balance | |
| Type of credit | No. | IRR million | No. | IRR million | No. | IRR million | No. | IRR million |
| Current | 5 | 1,461,133 | 14 | 5,675,981 | (11) | (6,421,132) | 8 | 715,982 |
| Term | 49 | 21,277,444 | 91 | 34,789,842 | (59) | (45,283,927) | 81 | 10,783,359 |
| **Total** | | **22,738,577** | | **40,465,823** | | **(51,705,059)** | | **11,499,341** |

### 48-2- Issued guarantees commitments

### 48-2-1- Guarantees-FCY

| | Consolidated and Parent Co. | | | |
|---|---|---|---|---|
| | 22 Sept. 2023 | | 20 Mar. 2023 | |
| | FCY | IRR million | FCY | IRR million |
| EUR | 71,339,491 | 18,904,965 | 72,843,353 | 19,303,489 |
| USD | 14,950,103 | 3,737,526 | 14,950,103 | 3,737,526 |
| | | **22,642,491** | | **23,041,015** |

### 48-2-2- Guarantees-LCY

| | Consolidated and Parent Co. | |
|---|---|---|
| | **22 Sept. 2023** | **20 Mar. 2023** |
| | IRR million | IRR million |
| Commitments for issued guarantees-LCY | **306,315,111** | **222,122,922** |

### 48-3 Other commitments

| | Consolidated and Parent Co. | |
|---|---|---|
| | **22 Sept. 2023** | **20 Mar. 2023** |
| | IRR million | IRR million |
| Commitments for bonds guarantee | 25,668,336 | 14,975,684 |
| Commitments for credit cards | 5,498,842 | 4,272,247 |
| Others | 18,045 | 14,713 |
| | **31,185,223** | **19,262,644** |

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48-4- Commitments for letter of credits and guaranties by type of collateral:

| Type of collaterals | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|
| | IRR million | IRR million |
| Deposits | 3,922,651 | 22,044,131 |
| Participation bonds and other securities with guaranties of other banks | 7,444 | 4,420 |
| Listed shares | 21,349 | - |
| Land and building | 12,313,563 | - |
| Checks and promissory notes | 310,336,956 | 232,801,416 |
| | 326,601,963 | 254,849,967 |
| Without collateral | 13,854,980 | 13,052,547 |
| **Total** | **340,456,943** | **267,902,514** |

**49- Capital commitments and contingent liabilities**

49-1- As mentioned in the note 27-2-3, on the date of the financial statement, the committed amount of investment of Sima Aftab Data Processing Company is 19,500 million Rials.

| Description | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|
| | IRR million | IRR million |
| Committed amount of investments in companies | **19,500** | **19,500** |

49-2- Contingent liabilities

Social security audit was done for the fiscal year ended 20th March 2022 and the amount of debt is 34,794 million IRR which has been protested and referred to the first instance body on 10/02/2023, however the final result has not been determined yet. Social security organisation has not taken any actions for the current financial period.

**50- Events after the reporting date**

From the date of financial position to the date of approval of the financial statements, no event that requires disclosure in financial statements (in accordance with Section 5 of the Minimum Standards of Transparency and Public Disclosure by Credit Institutions) has occurred.

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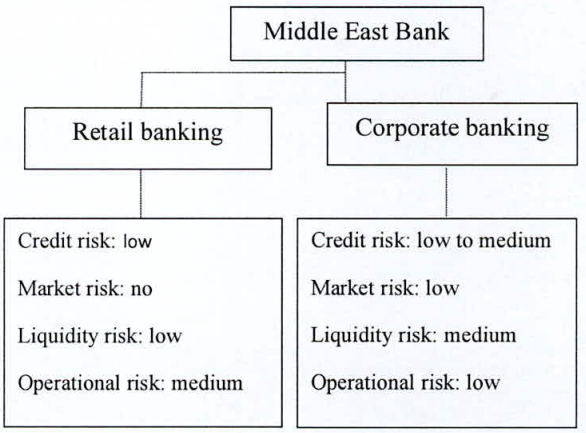
**51- Bank risks**

**Bank faces the following types of risk:**

- **Credit risk**
- **Liquidity risk**
- **Market risk**
- **Operational risk**

level of influence of risks on different types of banking is illustrated by the following chart.

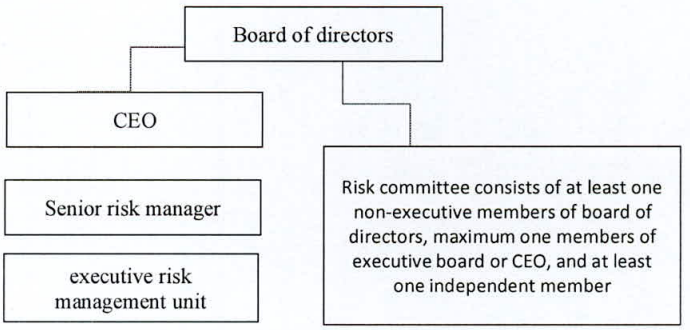
**51-1-** The relation between types of banking and the associated major risks.




**51-2- Risk management structure is as follows:**

Risk Management in MEB consists of Risk Committee (RC) and risk management department. The duties of the RC are modeled based on the Basel document entitled "Guidelines - corporate governance principles for banks", issued in October 2014. The RC consists of selected Board members and the head of risk department (or senior risk manager - SRM). SRM is responsible for reporting risk related matters to RC, discussing relevant information with members of the RC/Board members, as well as executing various resolutions of RC. Risk department operates under the guidance of risk committee (RC) and carries the policies set forth by the RC. The risk department is headed by the SRM and employs four additional risk analysts. The risk analysts and SRM share the duties of credit risk modeling, credit risk rating and liquidity risk measurements.

**Risk Management Structure Chart**

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## 51-3 Credit risk

**51-3-1-** Credit risk definition

Any inability or willingness of credit customers to repay principal and interest of facilities or not to perform obligations that result in bank income reduction or cause expenses, is known as credit risk.

**51-3-2-** ME Bank's policies regarding credit risk

MEB's credit extension policies ensure CBI's rules and regulations are properly implemented. MEB's primary credit clients are incorporated entities with whom MEB develops and maintains strong long-term banking relationships. However, natural persons who manage their business activities personally and are not under a legal umbrella are welcomed and treated as proprietorships. Concentration of MEB's credit is in short-term requirements of its clients; namely inventory and receivable financing. Even international activities are limited to the importation of raw materials, spare parts and finished goods. MEB occasionally arranges and participates in syndicated guarantee loans.

The general principles of Middle East Bank for credit rating:

1- Knowing the client and his/her credibility. Credit measurement is performed such that it is an indicator of ability and capacity of the client in paying back the loans. Making sure that the loan usage is monitored, and that the resources for repayment are identified and recognized by the bank.

2- The approved loans are valid for at most one year. The branches are required to periodically check the documents and financial statements in order to make sure that documents are compliant with the loans' covenants.

3- The interest rate charged, and the required collaterals depend on the clients credit worthiness and client's history with the bank.

4- Bank makes sure that the collaterals are unencumbered and have high degree of liquid ability.

5- Clients' receivable checks from their own customers and identifying the validity of these checks confirms the clients business viability and these checks can be endorsed for collection by the bank. These receivable checks constitute one method of loan repayment.

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6- The level of activity of the deposit and current accounts of the borrower are periodically checked in order to verify that the level of activity is conforming with the loan covenants.

7- The credit quality and operations of the client are periodically checked to make sure that the borrower is conforming with loan covenants.

8- The borrowers are credit risk rated by the risk department. The capacity of the borrower is also evaluated and then the credit committees set loan conditions and collaterals accordingly.

9- For SMEs and corporate borrowers, the audited financial statements are required to obtain a reasonably good credit risk rate .

10- Collateral quality and amount is dependent on the credit risk rate evaluation of the risk department. Borrowers with bad credit risk rate are required to provide substantially higher level of liquid collaterals.

11- MEB has set its policy to maintain a minimum weighted average credit rating of B- for its loan portfolio.

12- In general, approval and extension of large credit loans are concentrated in MEB's headquarter.

13- It is the policy of the bank that after the Credit Department evaluates a borrower to be credit worthy, it must inform the risk department and provide all required information to risk department for proper credit risk rating. The credit risk rate should be taken in consideration for setting covenants and collaterals of the loan.

14- The risk department periodically reports to the Risk Committee and to the Board. The reports discuss the portfolio concentrations in credit risk, industry, borrower type, collaterals, etc.

**51-3-3-** Executive units of risk department

The risk management department is an executive unit and it has no separate sub-units for specific risk types, instead, the risk analysts are assigned different tasks by the SRM and cover all risk types including credit risk.

**51-3-4-** Different levels of institutional authority to approve loans and commitments

In general, Middle East bank's credit issuance decision makings are centralized at the headquarter. Considering the amount of credit requested, approvals will be carried out by the following authorities:

1- Branches - based on the first type collaterals, for credit facilities less than 50 billion Rials and for obligations less than 8 billion Rials and based on the second type collaterals, for credit facilities less than 2 billion Rials and obligations less than 4 billion Rials (since the Middle East Bank's approach is providing banking services to corporate customers, the credit committee of the branches should use the mentioned authorities in order to attract and expand the existing depositor customers of the branches)

2- Central credit committee - Based on first and second type collaterals, for credit facilities up to 1% of regulatory capital and for commitments (without applying coefficients) up to 2% of regulatory capital.

3- Supreme credit committee - Based on first and second type collaterals, for credit facilities up to 10% of regulatory capital and for commitments (without applying coefficients) up to 20% of regulatory capital. (total of credit facilities and commitments by applying coefficients should not exceed 10% of regulatory capital)

4-Board of director-The limits of the Board of Directors' authority in granting facilities / commitments is in addition to the total facilities and commitments of the Supreme Credit Committee for major facilities and commitments, related persons, trade unions and consortiums.

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**51-3-5-** Methods of credit risk mitigation

Currently, considering the lack of appropriate financial instruments, the only way to soothe the credit risk is to take collaterals and guarantees at the discretion of the decision makers considering the analysis of financial statements and the credit rate of the client performed by the risk management department, past behavior of the client, payment history, visiting the business site by account officers, and monitoring the usage of the loan. Moreover, the presence of seasoned lawyers of ME Bank in charge of designing contracts and following up law cases helps ME Bank to reduce the credit risk to a great extent.

**51-3-6-** Credit rating procedure

More than 95% of ME Bank's loan takers are legal entities and giving loan to natural persons are done based on their business activities.

Besides from complying with the CBI rules, all customers seeking loans and commitments must be assessed by risk departments in terms of credit risk and this assessment must be done independently of credit department. Credit risk scoring of the customers is carried out based on the following major elements: 1- Three years of financial statements 2-Risk management department's assessment of the customers' cash flow from operating activities to pay back the principal and interest portions of the loans. 3- Qualitative elements including competition ability and managerial ability 4- Past payment behavior

The summary of loans and commitment credit granting procedure to legal and natural persons running business is as follows:

1- Submitting request, information, and the required documents through CARM system which is available at the bank's website (http://carm.middleeastbank.ir), it includes the company registration and management information, operational licenses, history, and financial information.

2-After filling the required information by the customer, the relationship manager check the data and contact the customer for any additional information or corrections.

3- Having the case completed by the relationship manager, the case will be referred to risk department to find a primary risk score.

4- The customers information gets processed by a computer program to produce the primary risk score.

5- The credit status of the customer is then analyzed more precisely by risk analysts to obtain the final risk

6- The risk score obtained by risk management department will play a key role for credit granting and specifying collaterals.

7- Loan granting process for natural persons is usually considered regarding a specified business activity. Their tax declaration is the base of risk management department analysis.

8- The equity ratio of the customer must meet the CBI's standard.

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**51-3-7-** Credit quality analysis

The quality of bank assets, including loans, commitments and investments, the type and amount of collaterals taken and adequacy of collaterals taken (loan to value ratio) is illustrated by the notes from 51-3-7-1 to 51-3-7-5 from risk department point of view.

**51-3-7-1-** Analysis of credit quality of loans and funded commitments and investments based on the bank's internal credit rating

Credit quality analysis table regardless of the value of collaterals and on the basis of a review of financial statements, ability to pay principal and interest on loans and payment behavior of customers in the past is provided.
Level 1 loans (low risk) are those in which customers have paid back their debts completely in the past with credit rate B to AAA. Granted loans from NFD resources are considered in this class. Level 2 loans (medium risk) are those in which customers paid back completely with credit score CCC- to B- risk score. Level 3 loans (high risk) are those who have C to CC credit rate and paid back their debts totally. Level 4 loans (nearly doubtful) are those which have been "doubtful" in 22 Sept. 2023.
As for risk levels for commitments, the same risk level of the loan of that customer has been used. As for investments, long-term and short-term investments(TSE listed companies) have been considered as "low risk" and "medium risk" respectively.

**Credit quality analysis**

| | **Loans** | | **Investments** | | **Commitments** | |
|---|---|---|---|---|---|---|
| | **22 Sept. 2023** | **20 Mar. 2023** | **22 Sept. 2023** | **20 Mar. 2023** | **22 Sept. 2023** | **20 Mar. 2023** |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| level 1 - low risk | 375,928,304 | 371,503,434 | 1,166,629 | 1,166,629 | 121,256,237 | 124,690,651 |
| level 2 - medium risk | 155,937,948 | 113,428,459 | - | - | 217,888,463 | 142,563,347 |
| level 3 - high risk | 15,689,212 | 14,402,585 | - | - | 1,312,243 | 648,516 |
| level 4 - nearly doubtful | 4,281,074 | 5,594,557 | - | - | - | - |
| **Total gross amount** | **551,836,538** | **504,929,035** | **1,166,629** | **1,166,629** | **340,456,943** | **267,902,514** |
| Provision for bad and doubtful loans | (9,519,714) | (8,703,061) | - | - | | |
| **Book value** | **542,316,824** | **496,225,974** | **1,166,629** | **1,166,629** | | |

*Investments include any type of securities with ownership rights such as stocks.

**51-3-7-2-** Analysis of credit quality of loans granted to customers based on asset classes

| | **Loans** | | **Commitments** | |
|---|---|---|---|---|
| | **22 Sept. 2023** | **20 Mar. 2023** | **22 Sept. 2023** | **20 Mar. 2023** |
| | IRR million | IRR million | IRR million | IRR million |
| Current | 524,963,546 | 489,798,412 | 340,456,943 | 267,902,514 |
| Past due | 14,778,380 | 6,136,560 | - | - |
| Outstanding | 7,026,749 | 3,325,934 | - | - |
| Doubtful | 5,067,863 | 5,668,129 | - | - |
| **Total gross amount** | **551,836,538** | **504,929,035** | **340,456,943** | **267,902,514** |
| Provision for bad and doubtful loans | (9,519,714) | (8,703,061) | - | - |
| **Book value** | **542,316,824** | **496,225,974** | **340,456,943** | **267,902,514** |

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**51-3-7-3-** Credit quality of participation bonds and etc.

**Analysis of credit quality**

| | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|
| | IRR million | IRR million |
| **Governmental and CBI** | | |
| Ministry of Economic Affairs and Finance | 25,416,110 | 16,120,816 |
| First Ordibehesht intermediary | - | 2,000,000 |
| Investment of Munich branch in other countries' governmental bonds | 408,532 | 408,532 |
| Less: Accumulated impairment reserve | (408,532) | (408,532) |
| | **25,416,110** | **18,120,816** |
| **Non-governmental** | | |
| Ofogh Middle East Bank fixed income fund | 7,000 | 7,000 |
| Sepah bank | 34,267 | - |
| Refah kargaran bank | - | 1,133,527 |
| Tejarat bank | - | 216,702 |
| Ofogh Roshan Middle East mutual fund | 1,160 | 1,160 |
| Investment of Munich branch in other countries' non-governmental b | 2,034,016 | 2,034,016 |
| Less: Accumulated impairment reserve | (2,034,016) | (2,034,016) |
| | **42,427** | **1,358,389** |
| | **25,458,537** | **19,479,205** |

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**51-3-7-4-** Types and amounts of customers' collaterals

| Collaterals' type | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|
| | IRR million | IRR million |
| **Collaterals from natural persons' loans** | | |
| Participation bonds\sukuk | 17,364 | 37,123 |
| Listed shares | 2,514,120 | 886,220 |
| Deposit | 80,858 | 192,327 |
| Land and real estates | 13,701,576 | 10,248,062 |
| Checks | 23,308,589 | 17,296,224 |
| Promissory notes | 4,554,672 | 2,141,101 |
| Machinery | 12,000 | 12,000 |
| Stand-alone legally binding contract | 20,330,498 | 14,247,961 |
| | **64,519,677** | **45,061,018** |
| **Collaterals from corporate customers' loans** | | |
| Participation bonds\sukuk | 652,226 | 710,476 |
| listed shares | 201,456,493 | 98,577,651 |
| Deposit | 8,299,045 | 6,964,521 |
| Land and real estates | 146,796,486 | 135,946,400 |
| Checks | 2,308,289,202 | 2,101,636,667 |
| Promissory notes | 7,577,518 | 13,652,653 |
| Stand-alone legally binding contract | 532,839,848 | 468,822,323 |
| Machinery | 12,229,990 | 12,229,990 |
| | **3,218,140,808** | **2,838,540,681** |
| | **3,282,660,485** | **2,883,601,699** |

* Above amounts are based on the Bank's valuer expert report.

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**51-3-7-5-** Loans classification(net) according to collateral's market value is as below:

| Description | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|
| | IRR million | IRR million |
| **Loans to natural persons** | | |
| Less than 50% | 12,622,667 | 12,050,515 |
| 51-70% | 1,057,969 | 68,878 |
| 71-90% | 1,296,843 | 59,319 |
| 91-100% | 2,394,219 | 33,534 |
| More than 100% | 1,215,528 | 1,188,720 |
| | **18,587,226** | **13,400,966** |
| **Loans to corporate customers** | | |
| Less than 50% | 305,412,168 | 360,207,660 |
| 51-70% | 51,868,978 | 1,381,252 |
| 71-90% | 21,392,796 | 760,964 |
| 91-100% | 34,749,364 | 3,543,896 |
| More than 100% | 110,306,292 | 116,931,236 |
| | **523,729,598** | **482,825,008** |
| | **542,316,824** | **496,225,974** |

* The amount of collateral's market value is based on CBI's regulations.

**51-3-8-** Credit risk concentration

MEB's credit risk management mostly concentrates on short-term loans that provide manufacturing, commercial or contracting firms and business owners with their working capital. Furthermore, investment companies and stock brokerage firms can get loan in order to facilitate their own customers investment activities in the condition that they bring all their banking activities to MEB. Generally, Future operational cash flow forecast must confirm firms' ability to reimburse principal and interest of the loan received. Thus, credit risk management's concentration is in its minimum level for personal loans, mortgages, usage loans or long-term project financing. Although MEB might contribute in national projects with other banks as syndication to ensure project's profitability.

At the moment, risk management department does not rate individuals and brokerage firms based on financial statements, but tries to cover the risk by substantiating customer's reputation, experience, history of its activity with MEB and other banks and obtaining guarantees. Risk management department is developing internal rating models to cover brokerage firms, leasing companies, investment companies, currency exchange firms and individuals.

On average, facility applicants have B or higher credit rate. Based on definition, at the moment customer with B or higher credit rate has ability to reimburse received loans. Although bad economic situations of the country might cause these kind of customers face difficulties. The range of Middle East Bank customers credit rate is from AA to C. Average rate of customers credit, regardless of the amount of collateral, is between B and BB.

Collateral received from customers with credit rates lower than average are much higher than those with credit rates higher than average (B to AA). Amount of collateral based on credit rates ensure risk management they expected loss would be lower than one percent.

If loans or commitments concentration increases in a specific area, bank tries to control or decrease loans and commitments in that area. Risk management department periodically prepares reports about loans concentration in different areas for risk committee/board of directors.

Risk appetite amount in Middle East Bank differs based on the level of loans and deposits and other existing risks. For instance, if the loan to deposit ratio exceeds approximate level of 85%, bank tries to lower this ratio by carefully selecting customers and maintaining its liquidity position at a favorable level. Also, if bank notices that average risk factor of loans exceeds its usual level (based on capital adequacy ratio calculation in Basel III), it prefers to give loans to customers with higher credit rates.

Giving Loans and making commitments take place by considering relationships in any kind and by observing huge loans and commitments regulation approved by Money and credit council.

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**51-3-8-1-** Loan and investment distribution based on economic sectors and geography

| Description | Note | Loans | | Investment in shares | | Commitments of guaranties and L/Cs | |
|---|---|---|---|---|---|---|---|
| | | 22 Sept. 2023 | 20 Mar. 2023 | 22 Sept. 2023 | 20 Mar. 2023 | 22 Sept. 2023 | 20 Mar. 2023 |
| | | IRR Million | IRR Million | IRR Million | IRR Million | IRR Million | IRR Million |
| Book value | | 542,316,824 | 496,225,974 | 1,166,629 | 1,166,629 | 340,456,943 | 267,902,514 |
| **Amount of loans based on economic sectors** | | | | | | | |
| Industrial | 51-3-8-1-1 | 336,377,931 | 329,255,112 | - | - | 89,004,398 | 120,812,245 |
| Housing | | 10,639,430 | 15,315,625 | - | - | 59,224,494 | 29,789,296 |
| Commercial | | 93,757,262 | 89,666,741 | - | - | 42,690,589 | 37,149,095 |
| Services | | 58,864,548 | 51,144,500 | 1,166,629 | 1,166,629 | 81,751,005 | 37,836,340 |
| Agriculture | | 8,899,884 | 2,519,721 | - | - | 80,092 | - |
| Mining | | 27,910,065 | 5,484,053 | - | - | 67,498,025 | 41,941,487 |
| Other | | 5,867,704 | 2,840,222 | - | - | 208,340 | 374,051 |
| | | **542,316,824** | **496,225,974** | **1,166,629** | **1,166,629** | **340,456,943** | **267,902,514** |
| **Amount of loans/commitments inside/outside of the country** | | | | | | | |
| Inside the country | | 542,316,110 | 496,225,000 | 1,166,629 | 1,166,629 | 340,456,943 | 267,902,514 |
| Outside the country | | 714 | 974 | - | - | - | - |
| | | **542,316,824** | **496,225,974** | **1,166,629** | **1,166,629** | **340,456,943** | **267,902,514** |

**51-3-8-1-1-** Distribution of loans, commitments and investments based on the type of industry is as follows:

| Description | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|
| | IRR Million | IRR Million |
| **Loans** | | |
| Automobile and parts | 25,670,792 | 19,959,917 |
| Mineral and metal industries | 31,668,809 | 26,323,458 |
| Chemical and petrochemical industries | 127,084,123 | 22,821,154 |
| Food and Drug | 94,745,476 | 89,832,187 |
| Energy | 2,795,161 | 127,017,676 |
| Contracting | 2,134,116 | 2,236,730 |
| Telecommunications, Computers and related industries | 1,040,590 | 3,902,168 |
| Other | 51,238,864 | 37,161,822 |
| **Subtotal** | **336,377,931** | **329,255,112** |
| **Commitments** | | |
| Automobile and parts | 20,278,538 | 28,004,950 |
| Mineral and metal industries | 14,878,793 | 38,715,086 |
| Chemical and petrochemical industries | 2,316,697 | 1,898,518 |
| Food and Drug | 2,923,252 | 9,017,638 |
| Energy | 1,369,742 | 25,441,068 |
| Contracting | 1,196,086 | 573,781 |
| Telecommunications, Computers and related industries | 444,423 | 330,933 |
| Other | 45,596,867 | 16,830,271 |
| Subtotal | 89,004,398 | 120,812,245 |
| **Total** | **425,382,329** | **450,067,357** |

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**51-3-8-2-** Loans according to profit sharing contracts, trading contracts and customer type

| | | 22 Sept. 2023 | | | |
|---|---|---|---|---|---|
| | | Loans increase during the period | | Loans balance at the Statement of financial position date | |
| | | Amount | % of total | Amount | % of total |
| | | IRR Million | Percentage | IRR Million | Percentage |
| Trading contracts | Natural persons | 48,780,482 | 5% | 18,572,699 | 3% |
| | Corporate customers | 996,066,653 | 95% | 515,476,052 | 97% |
| | | **1,044,847,135** | **100%** | **534,048,751** | **98%** |
| Profit sharing contracts | Natural persons | - | 0% | 14,527 | 0% |
| | Corporate customers | - | 0% | 8,253,546 | 100% |
| | | **-** | **0%** | **8,268,073** | **2%** |
| | | **1,044,847,135** | **100%** | **542,316,824** | **100%** |

| | | 20 Mar. 2023 | | | |
|---|---|---|---|---|---|
| | | Loans increase during the period | | Loans balance at the Statement of financial position date | |
| | | Amount | % of total | Amount | % of total |
| | | IRR Million | Percentage | IRR Million | Percentage |
| Trading contracts | Natural persons | 47,940,423 | 4% | 13,359,080 | 3% |
| | Corporate customers | 1,236,874,173 | 96% | 474,057,460 | 97% |
| | | **1,284,814,596** | **100%** | **487,416,540** | **98%** |
| Profit sharing contracts | Natural persons | - | 0% | 41,886 | 0% |
| | Corporate customers | 1,962,010 | 100% | 8,767,548 | 100% |
| | | **1,962,010** | **0%** | **8,809,434** | **2%** |
| | | **1,286,776,606** | **100%** | **496,225,974** | **100%** |

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**51-3-9-** Managing of non performing loans

The committee of "Supervision and collection of loans and receivables" meets every week to follow through with the status of the Non-performing loans, and the required legal actions in order to collect bad loans and receivables. The committee members are the managing director, the deputy to managing director, legal advisor to managing director, the assistant managing director in credit department, the managers of the credit department, the manager of finance department, the manager of legal department, and the manager of credit operations department.

The decisions made in this committee are sent to relevant departments to follow through. The loans and receivables that are late for more than 60 days are categorized as overdue and will be put on the committee's agenda for decision making.

When the following through with a non performing client does not result in the desired collection or settlement, the case will be sent to legal department for raising the case with the Judiciary for collection and possibly the liquidation of collaterals according to the laws and regulations.

**51-3-9-1-** Non performing loan movements is as below

| Description | 22 Sept. 2023 | | | | 20 Mar. 2023 | | | |
|---|---|---|---|---|---|---|---|---|
| | **Principal** | **Interest** | **Penalty** | **Total** | **Principal** | **Interest** | **Penalty** | **Total** |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Opening Balance** | 14,570,816 | 191,630 | 368,177 | 15,130,623 | 5,284,721 | 225,097 | 185,088 | 5,694,906 |
| Additions | 20,358,739 | 1,103,177 | 740,089 | 22,202,005 | 26,171,868 | 770,323 | 752,725 | 27,694,916 |
| By cash | (8,249,538) | (636,757) | (328,453) | (9,214,748) | (10,338,341) | (509,588) | (468,861) | (11,316,790) |
| By asset possession | (60,000) | (4,709) | (7,930) | (72,639) | (33,424) | (1,796) | (3,898) | (39,118) |
| Roll over | (1,091,645) | (80,604) | - | (1,172,249) | (6,514,008) | (292,406) | - | (6,806,414) |
| waived of penalties | - | - | - | - | - | - | (96,877) | (96,877) |
| **Closing Balance** | **25,528,372** | **572,737** | **771,883** | **26,872,992** | **14,570,816** | **191,630** | **368,177** | **15,130,623** |

**51-3-9-2-** Distribution of non performing loans based on economic sectors

| | **Balance of non-performing loans** | | **Specific provision** | | **Net balance of non-performing loans** | |
|---|---|---|---|---|---|---|
| | **22 Sept. 2023** | **20 Mar. 2023** | **22 Sept. 2023** | **20 Mar. 2023** | **22 Sept. 2023** | **20 Mar. 2023** |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Distribution of non performing loans** | | | | | | |
| Industry | 17,770,912 | 9,842,943 | (866,046) | (665,941) | 16,904,867 | 9,177,002 |
| Housing | 1,885,536 | 1,795,204 | (188,122) | (204,880) | 1,697,413 | 1,590,324 |
| commercial | 4,318,112 | 1,570,897 | (251,216) | (410,312) | 4,066,896 | 1,160,585 |
| Services | 752,213 | 39,866 | (205,402) | - | 546,811 | 39,866 |
| Agriculture | 507,767 | 538,483 | - | - | 507,767 | 538,483 |
| other | 1,638,452 | 1,343,230 | (55,848) | (32,147) | 1,582,604 | 1,311,083 |
| **Total** | **26,872,992** | **15,130,623** | **(1,566,634)** | **(1,313,280)** | **25,306,358** | **13,817,343** |

**51-3-9-3-** Balance of possessed assets

| Description | **22 Sept. 2023** | **20 Mar. 2023** |
|---|---|---|
| Residential real estates | **845,591** | **686,106** |

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**51-3-10-** Capital needed to cover credit risk

The amount of capital needed to cover the credit risk of the assets is IRR52,338,984 million and its calculations presented in table 51-3-10-1. Compared with base capital at the Statement of financial position date (note 51-7-1), Bank has IRR 45,245,325 million surplus in order to cover credit risk.

**51-3-10-1-** Calculation of needed capital to cover credit risk is as below:

| | Note | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|---|
| | | IRR million | IRR million |
| Credit risk weighted assets | 51-7-2-1 | 654,237,303 | 511,815,512 |
| Risk factor-% | | 8% | 8% |
| Needed capital to cover credit risk | | **52,338,984** | **40,945,241** |

**51-4- Liquidity risk**

**51-4-1-** Liquidity risk definition

Liquidity risk is caused by bank's inability to repay its short-term liability. Liquidity risk is usually intensified by the lack of enough assets with high liquidity and because of the inability to liquidate other assets fast to repay short-term liability.

**51-4-2-** Liquidity management policy

In order to control liquidity risk or be sure of the bank's ability to repay its short-term debt, its needed to define bank's asset management and resource collection.

MEB's asset management policy, as last years is based on giving short-term loans to firms and establishing long-term relationships with corporate clients. For financial period ended 22 Sept.2023, bank's short-term loans portfolio ( before impairment loss deduction) comprised 74% of its total asset. Major part of this portfolio (54% of bank's total assets) was allocated to short-terms loans to provide working capital for firms and individuals who run businesses for buying raw materials, sales on credit, etc. Also 20% of bank's total assets related to long-term loans (NDF loans). Corporate clients would be rated based on their financial reports, cash flows and ability to repay principal and interest of the given facility from their revenues. Long-term investments comprises 0.5% of total asset and include investment on life insurance company, brokerage firm, currency exchange company and investment company in order to facilitate other financial needs of clients beside investment on an IT firm to develop bank's systems. Because of the economic situations, MEB has continued its conservative approach of liquidity management by maintaining highly liquid assets (cash and cash equivalent, contribution bonds or other assets with active market) composing 9% of total asset. About 1% of banks asset consist of fixed, intangible and other assets which are employed for bank's main operations.

MEB's resources are mainly collected from 3 sources: 1- Cash flows from corporate clients and individuals related to those clients 2- Customers who have good long-term relationship with MEB for their asset management and 3-Other customers with low amount deposits.

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**51-4-3-** Executive units for liquidity risk management

MEB's risk management department has one executive unit and does not have different units for each risk of the bank. Risk department's experts cover other risks of the bank by switching responsibilities assigned by the senior risk manager.

**51-4-4-** Liquidity risk assessment methodology

Liquidity risk assessment is based on some traditional models and regulations of Minimum Liquidity Risk Management Requirements. Traditional models include loans to deposits ratio, highly liquid assets to total assets ratio and liquidity gap ladder. CBI's regularity include liquidity coverage ratio (LCR). LCR indicates bank's ability to recover deposit outflow in crisis situation for a 30-day period.

**51-4-5-** Liquidity risk control & monitoring procedures

To ensure that the bank's path is aligned with defined policies in 51-4-2 note and to control liquidity risk and managing cost and resource, finance department every day provides the seniors managers of the bank with a status report of deposits, given loans, bank's various assets and liabilities, assets profitability and cost of resources. Every week costs and resources status would be reviewed with the presence of senior managers and based on these reports decisions would be made in order to progress the affairs. In appropriate times, risk management department prepares reports about calculation of liquidity gap, liquidity coverage ratio and net stable funding ratio to senior managers and board of directors. Based on defined acceptable ratios including liquidity ratios, necessary decisions would be made for liquidity management. For liquidity risk, these decisions include decrease or increase in loans amount which causes increase or decrease in bank's liquid assets. MEB tries loans to resources ratio not to be more than 85%. In case of liquidity gap, bank maintains a significant positive balance for the period less than 3 months.

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**51-4-5-1-** Liquidity reserves

| Description | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|
| | IRR million | IRR million |
| Due from CBI | 27,798,501 | 40,747,140 |
| Cash and due from banks and financial institutions | 16,508,575 | 15,425,599 |
| Governmental bonds | 25,416,110 | 18,120,817 |
| Non-governmental bonds | 8,160 | 1,358,388 |
| **Total** | **69,731,346** | **75,651,944** |

**51-4-5-2-** Liquidity ratios:

| Description | At the beginning of the year | Average | Maximum | Minimum | At the end of the year |
|---|---|---|---|---|---|
| Cash and cash equivalent to total assets | 11% | 9% | 10% | 8% | 9% |
| Cash and cash equivalent to total deposits | 13% | 12% | 13% | 11% | 13% |
| Net cash equivalents to total deposits * | 11% | 8% | 10% | 5% | 5% |
| Loans to total deposits | 91% | 95% | 102% | 89% | 102% |
| Loans to long-term deposits | 204% | 200% | 207% | 193% | 193% |
| Non-maturity deposits to total deposits** | 49% | 45% | 49% | 42% | 42% |

Cash and cash equivalent include cash, bonds and etc. which have active liquid market.

*Net liquid assets include cash, cash equivalent and investments which have active liquid market excluding other banks deposit, issued debts securities and other liabilities with less than one month maturity.

**Non-maturity deposits include deposits which have no contractual maturity like current deposits, saving deposits and short-term deposits.

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**51-4-5-3-** Assets and liabilities maturity analysis

The following table illustrates the maturity of assets and liabilities according to the date that is possible to be withdrawn or settled:

| | 22 Sept. 2023 | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | Book value | Less than 1 Month | Between 1 and 3 Months | Between 3 Months and 1 Year | Between 1 and 5 Years | More than 5Years | Non-specific maturity | Balance before deduction of provision |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Assets:** | | | | | | | | |
| Cash | 44,307,076 | 44,307,076 | - | - | - | - | - | 44,307,076 |
| Due from banks and financial institutions | 63,606,347 | 63,606,347 | - | - | - | - | - | 63,606,347 |
| Credit facilities granted | 542,316,824 | 73,984,445 | 106,089,365 | 297,966,496 | 18,869,732 | - | 45,406,786 | 551,836,538 |
| Investments in share and other securities | 26,625,166 | 494,274 | 7,061,053 | 14,860,758 | 3,042,452 | 1,166,629 | - | 26,625,166 |
| Due from subsidiaries and associates | 1,006,672 | 981,957 | - | 24,715 | - | - | - | 1,022,179 |
| Other accounts receivable | 2,202,643 | 262,208 | 3,769 | 446,567 | 1,414,143 | - | 75,956 | 2,426,484 |
| Non-current assets held for sale | 845,591 | - | - | - | - | - | - | 845,591 |
| Property, plant and equipment | 8,372,822 | - | - | - | - | - | 8,372,822 | 8,372,822 |
| Intangible assets | 202,063 | - | - | - | - | - | 202,063 | 202,063 |
| Statutory deposit | 43,053,133 | 914,828 | 4,173,357 | 9,598,931 | 20,379,476 | 7,975,563 | 10,978 | 43,053,133 |
| Other assets | 8,026,273 | 7,002,809 | 184,667 | 131,805 | 448,911 | 78 | 258,003 | 8,136,398 |
| **Total assets** | **740,564,610** | **191,553,944** | **117,512,211** | **323,029,272** | **44,154,714** | **9,142,270** | **54,326,608** | **750,433,797** |
| **Liabilities:** | | | | | | | | |
| Due to banks and financial institutions | (76,990,211) | (49,467,654) | - | (27,522,557) | - | - | - | (76,990,211) |
| Customers' deposits | (541,881,236) | (63,937,304) | (41,820,048) | (183,944,538) | (180,926,827) | (71,046,799) | (205,720) | (541,881,236) |
| Dividends payable | (119,273) | (119,273) | - | - | - | - | - | (119,273) |
| Income tax provision | (4,020,897) | - | - | (3,664,521) | - | - | (356,376) | (4,020,897) |
| Other liabilities and provisions | (26,171,024) | (8,388,401) | (454,722) | (6,545,845) | (5,973,131) | (42,588) | (4,766,337) | (26,170,810) |
| Staff termination benefits | (789,888) | - | - | - | - | - | (789,888) | (789,888) |
| **Total liabilities** | **(649,972,529)** | **(121,912,632)** | **(42,274,770)** | **(221,677,461)** | **(186,899,958)** | **(71,089,387)** | **(6,118,321)** | **(649,972,315)** |
| Total shareholders' equity | (90,592,081) | - | - | - | - | - | (90,592,081) | (100,461,482) |
| Total cash outflows from off-statement of financial position items | (18,582,108) | (1,411,589) | (3,930,682) | (11,831,822) | (1,132,161) | - | (275,854) | (18,582,108) |
| **Total liabilities and shareholders' equity** | **(759,146,718)** | **(123,324,221)** | **(46,205,452)** | **(233,509,283)** | **(188,032,119)** | **(71,089,387)** | **(96,986,256)** | **(769,015,905)** |
| Gap | | 68,229,723 | 71,306,759 | 89,519,989 | (143,877,405) | (61,947,117) | (42,659,648) | |
| Accumulated gap | | 68,229,723 | 139,536,482 | 229,056,471 | 85,179,066 | 23,231,949 | (19,427,699) | |
| Gap to regulatory capital ratio | | 70% | 73% | 92% | -147% | -63% | -44% | |
| Accumulated gap to regulatory capital ratio | | 70% | 143% | 235% | 87% | 24% | -20% | |
| Gap to CBI regulatory capital ratio | | 87% | 91% | 114% | -183% | -79% | -54% | |
| Accumulated gap to CBI regulatory capital ratio | | 87% | 177% | 291% | 108% | 30% | -25% | |

continued

| | 20 Mar. 2023 | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | Book value | Less than 1 Month | Between 1 and 3 Months | Between 3 Months and 1 Year | Between 1 and 5 Years | More than 5Years | Non-specific maturity | Balance before deduction of provision |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Assets:** | | | | | | | | |
| Cash | 56,172,739 | 56,172,739 | - | - | - | - | - | 56,172,739 |
| Due from banks and financial institutions | 43,586,449 | 43,586,449 | - | - | - | - | - | 43,586,449 |
| Credit facilities granted | 496,225,974 | 59,329,681 | 227,051,764 | 158,288,170 | 15,228,458 | 5,396,148 | 30,931,753 | 504,929,033 |
| Investments in share and other securities | 20,645,834 | 1,134,687 | 1,858,590 | 16,393,375 | 85,553 | 1,166,629 | 7,000 | 20,645,834 |
| Due from subsidiaries and associates | 1,007,507 | - | - | 1,007,507 | - | - | - | 1,023,242 |
| Other accounts receivable | 3,039,613 | 1,326,022 | - | 193,500 | 1,494,412 | - | 25,679 | 3,356,454 |
| Non-current assets held for sale | 686,106 | - | - | - | 686,106 | - | - | 686,106 |
| Fixed assets | 6,116,967 | - | - | - | - | - | 6,116,967 | 6,116,967 |
| Intangible assets | 227,851 | - | - | - | - | - | 227,851 | 227,851 |
| Statutory deposit | 42,702,374 | 1,125,582 | 1,939,388 | 12,859,637 | 15,998,427 | 10,771,902 | 7,438 | 42,702,374 |
| Other assets | 3,177,325 | 1,982,901 | 545,247 | 89,577 | 177,092 | - | 382,508 | 3,215,648 |
| **Total assets** | **673,588,739** | **164,658,061** | **231,394,989** | **188,831,766** | **33,670,048** | **17,334,679** | **37,699,196** | **682,662,697** |
| **Liabilities:** | | | | | | | | |
| Due to banks and financial institutions | (34,406,871) | (14,223,336) | (13,604,511) | (2,969,754) | (3,609,270) | - | - | (34,406,871) |
| Customers' deposits | (532,203,488) | (60,136,191) | (127,585,480) | (112,026,815) | (138,689,469) | (93,587,827) | (177,706) | (532,203,488) |
| Dividends payable | (61,074) | (61,074) | - | - | - | - | - | (61,074) |
| Income tax provision | (1,875,964) | - | - | (824,417) | - | - | (1,051,547) | (1,875,964) |
| Other liabilities and provisions | (23,911,990) | (5,313,200) | (845,192) | (1,201,796) | (6,705,593) | (5,083,449) | (4,762,760) | (23,911,988) |
| Staff termination benefits | (628,706) | - | - | - | - | - | (628,706) | (628,706) |
| **Total liabilities** | **(593,088,093)** | **(79,733,801)** | **(142,035,183)** | **(117,022,782)** | **(149,004,332)** | **(98,671,276)** | **(6,620,719)** | **(593,088,091)** |
| Total shareholders' equity | (80,500,646) | - | - | - | - | - | (80,500,646) | (89,574,606) |
| Total cash outflows from off-statement of financial position items | (14,358,258) | (638,667) | (3,696,395) | (9,069,679) | (690,102) | - | (263,415) | (14,358,258) |
| **Total liabilities and shareholders' equity** | **(687,946,997)** | **(80,372,468)** | **(145,731,578)** | **(126,092,461)** | **(149,694,434)** | **(98,671,276)** | **(87,384,780)** | **(697,020,955)** |
| Gap | | 84,285,593 | 85,663,411 | 62,739,305 | (116,024,386) | (81,336,597) | (49,685,584) | |
| Accumulated gap | | 84,285,593 | 169,949,004 | 232,688,309 | 116,663,923 | 35,327,326 | (14,358,258) | |
| Gap to regulatory capital ratio | | 98% | 100% | 73% | -135% | -95% | -58% | |
| Accumulated gap to regulatory capital ratio | | 98% | 198% | 271% | 136% | 41% | -17% | |
| Gap to CBI regulatory capital ratio | | 159% | 162% | 119% | -220% | -154% | -94% | |
| Accumulated gap to CBI regulatory capital ratio | | 159% | 322% | 440% | 221% | 67% | -27% | |

**51-4-5-4-** Contractual maturity analysis of financial liabilities

**51-4-5-4-1-** The following table illustrates financial liabilities according to their maturity that mentioned in related contract.

| | 22 Sept. 2023 | | | | | | |
|---|---|---|---|---|---|---|---|
| | **Book value** | **Less than 1 Month** | **Between 1 and 3 Months** | **Between 3 Months and 1 Year** | **Between 1 and 5 Years** | **More than 5 Years** | **Non-specific maturity** |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Liabilities:** | | | | | | | |
| Due to banks and financial institutions | (76,990,211) | (49,467,654) | - | (27,522,557) | - | - | - |
| Customers' deposits | (541,881,236) | (63,937,304) | (41,820,048) | (183,944,538) | (180,926,827) | (71,046,799) | (205,720) |
| Received loans from NDF | (14,559,261) | (115,635) | (232,933) | (6,159,856) | (5,684,953) | - | (2,365,884) |
| **Total** | **(633,430,708)** | **(113,520,593)** | **(42,052,981)** | **(217,626,951)** | **(186,611,780)** | **(71,046,799)** | **(2,571,604)** |

| | 20 Mar. 2023 | | | | | | |
|---|---|---|---|---|---|---|---|
| | **Book value** | **Less than 1 Month** | **Between 1 and 3 Months** | **Between 3 Months and 1 Year** | **Between 1 and 5 Years** | **More than 5 Years** | **Non-specific maturity** |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Liabilities:** | | | | | | | |
| Due to banks and financial institutions | (34,406,871) | (14,223,336) | (13,604,511) | (2,969,754) | (3,609,270) | - | - |
| Customers' deposits | (532,203,488) | (60,136,190) | (127,585,480) | (112,026,815) | (138,689,469) | (93,587,828) | (177,706) |
| Received loans from NDF | (15,612,852) | (112,371) | (226,355) | (1,045,779) | (6,349,760) | (5,083,309) | (2,795,278) |
| **Total** | **(582,223,211)** | **(74,471,897)** | **(141,416,346)** | **(116,042,348)** | **(148,648,499)** | **(98,671,137)** | **(2,972,984)** |

**51-4-5-4-2-** The following table illustrates foreign currency financial liabilities according to their maturity that mentioned in related contract.

| | 22 Sept. 2023 | | | | | | |
|---|---|---|---|---|---|---|---|
| | **Book value** | **Less than 1 Month** | **Between 1 and 3 Months** | **Between 3 Months and 1 Year** | **Between 1 and 5 Years** | **More than 5 Years** | **Non-specific maturity** |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Liabilities:** | | | | | | | |
| Due to banks and financial institutions | (40,681,194) | (13,158,637) | - | (27,522,557) | - | - | - |
| Customers' deposits | (153,988,838) | (54,644,934) | (201,722) | (98,743,208) | (36,010) | (254,686) | (108,278) |
| Received loans from NDF | (14,559,261) | (115,635) | (232,933) | (6,159,856) | (5,684,953) | - | (2,365,884) |
| **Total** | **(209,229,293)** | **(67,919,206)** | **(434,655)** | **(132,425,621)** | **(5,720,963)** | **(254,686)** | **(2,474,162)** |

| | 20 Mar. 2023 | | | | | | |
|---|---|---|---|---|---|---|---|
| | **Book value** | **Less than 1 Month** | **Between 1 and 3 Months** | **Between 3 Months and 1 Year** | **Between 1 and 5 Years** | **More than 5 Years** | **Non-specific maturity** |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Liabilities:** | | | | | | | |
| Due to banks and financial institutions | (31,551,149) | (11,367,614) | (13,604,511) | (2,969,754) | (3,609,270) | - | - |
| Customers' deposits | (161,157,851) | (49,529,216) | (110,775,863) | (493,642) | (23,350) | (222,544) | (113,236) |
| Received loans from NDF | (15,612,852) | (112,371) | (226,355) | (1,045,779) | (6,349,760) | (5,083,309) | (2,795,278) |
| **Total** | **(208,321,852)** | **(61,009,201)** | **(124,606,729)** | **(4,509,175)** | **(9,982,380)** | **(5,305,853)** | **(2,908,514)** |

**51-4-6-** Program to cope with crisis (liquidity crisis)

Middle East Bank, according to special circumstances of Iran economics during **2023** and recently years in which MEB has been established, follow a high conservative policy to liquidity management and capital preservation. To be aware of these policies can be referred to 51-4-2 and 51-4-4 notes.

Accumulated gap for less than 3 months period is IRR 139,536,482 million which is 143% of the bank's capital. This indicates the liquidity status of bank for less than 3 months is in good position.

**51-5- Market risk**

**51-5-1- Market risk definition**

Market risk in MEB raised from 3 causes: 1-Changing the value of short-term investments in listed and unlisted shares. 2-Change in deposits and loans interest rates and 3-Change in foreign Currencies Exchange rates.

At 22 Sept.2023 the bank has no short term investment in listed and unlisted shares.

The interest rate change risk is a small part of the bank's risks, and the reason is mandatory deposit and facility interest rate for all active banks in Iran, and considering that the bank does not have a significant investment in stocks, the most significant component of market risk for the MEB is exchange rate risk.

Foreign exchange rate risk in MEB arises from the off-Statement of financial position commitments related to imports of goods. MEB does not engage in profiting from changes to foreign currency exchange rates.

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**51-5-2- executive units for market risk management**

Risk management in MEB consists of integrated executive department and has not a separate unit for each type of risk. Risk experts by rotating in various responsibility that assigned by the senior risk management (SRM), in addition to market risk, cover other type of risks faced by bank.

**51-5-3- Method of market risk calculation**

Market risk arises from stock investment calculated by Basel III and sharp model. According to Basel III, market risk can be calculated using the Value at Risk (VaR) methodologies. The "Value at Risk" calculation must be done based on 0.1% probability (one tail) using daily standard deviation and 10 days horizon time. Each bank must meet, on a daily basis, capital requirement illustrated as the higher of previous day's value at risk or an average of the daily value at risk in 60 working days. According to Basel III notes, the capital requirement equals to VaR Amount *(3 + X) with X between 0 and 1. Regarding portfolio situation we assumed that the amount of X equals to one. According to this calculation method, the risk factor for the stock portfolio is obtained.

According to the Sharp model, the return of the portfolio is higher than the risk-free rate with the annual standard deviation of the portfolio return, and the ratio of these two criteria reflects the proportionality of portfolio efficiency with portfolio risk. As the value of bank's portfolio at Statement of financial position date was insignificant the sharp ratio hasn't been calculated.

**51-5-4- Value-at-risk analysis of investments in stocks and other marketable investments**

The amount of value at risk for investments in stocks and other market-priced investments with an expected loss within a period of 10 days with a probability of 1% is provided according to the single asset method.

**Calculation of value at risk according to variance-covariance method (within 10 days and 1% probability)**

| Type of investment | 22 Sept. 2023 | | 20 Mar. 2023 | |
|---|---|---|---|---|
| | Possible changes in market price | Impact on profit and loss | Possible changes in market price | Impact on profit and loss |
| | % | IRR million | % | IRR million |
| Investment in listed shares | 0% | - | 0% | - |
| Investment in other securities | 0% | - | 0% | - |

* The volatility of the stock price rarely happens and their value may decrease, when interest rate expectations change significantly. Therefore, it is only possible to calculate the loss of the bond portfolio in different scenarios of interest rate reduction/increase. It is worth noting that a significant part of the bonds are held until maturity and basically no loss/profit can be expected for them.
Regarding the Middle East insurance, the registered price is lower than the market price (less than 25% of the market price) and in the short term it is not possible to imagine a loss for the bank.

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51-5-5- Foreign Currency VaR Analysis

| | 22 Sept. 2023 | | | | | | |
|---|---|---|---|---|---|---|---|
| | Dollar | Euro | Emirates AED | Pound | Swiss Franc | Japanese Yen | Other currency |
| Cash | 2,864,746 | 23,814,995 | 97,954,303 | - | 36,171 | 388,653 | |
| Due from banks and financial institutions | 4,216,567 | 157,688,631 | 10,596,454 | - | 16,229 | - | |
| Credit facilities granted to non-governmental parties | 554,137,136 | 50,175,419 | 11,502,320 | - | - | - | |
| Investments in share and other securities | - | - | - | - | - | - | |
| Due from subsidiaries and associates | - | - | - | - | - | - | |
| Other accounts receivable | 4,858 | 691,566 | - | - | - | - | |
| Non-current assets held for sale | - | - | - | - | - | - | |
| Fixed assets | - | - | - | - | - | - | |
| Intangible assets | - | - | - | - | - | - | |
| Statutory deposit | - | - | - | - | - | - | |
| Other assets | - | 5,160 | - | - | - | - | |
| Total assets-FCY | 561,223,307 | 232,375,771 | 120,053,077 | - | 52,400 | 388,653 | |
| Customers' letters of credit commitments | - | - | - | - | - | - | |
| Customers' Issued guarantees commitments | 14,950,103 | 69,736,527 | - | - | - | - | |
| Customers' other commitments | - | - | - | - | - | - | |
| Total of customers' commitments-FCY | 14,950,103 | 69,736,527 | - | - | - | - | - |
| **Total of assets and customers' commitments** | **576,173,410** | **302,112,298** | **120,053,077** | **-** | **52,400** | **388,653** | **-** |
| **Total of assets and customers' commitments - IRR million** | **144,898,377** | **80,113,301** | **8,154,503** | **-** | **14,048** | **733** | **4,168,925** |
| Due to banks and financial institutions | - | (144,020,506) | (3,429) | - | - | - | |
| Customers' deposits | (460,592,982) | (37,294,990) | (10,714,230) | - | (16,229) | - | |
| Dividends payable | - | - | - | - | - | - | |
| Income tax provision | - | - | - | - | - | - | |
| Other liabilities and accruals | (54,910,273) | (29,573,713) | (331,573) | - | - | - | |
| Due related to Non-current assets held for sale | - | - | - | - | - | - | |
| Staff termination benefits | - | - | - | - | - | - | |
| Total liabilities-FCY | (515,503,255) | (210,889,209) | (11,049,232) | - | (16,229) | - | |
| Bank's letters of credit commitments | - | - | - | - | - | - | |
| Bank's Issued guarantees commitments | (14,950,103) | (71,339,491) | - | - | - | - | |
| Bank's other commitments | - | - | - | - | - | - | |
| Total of Bank's commitments-FCY | (14,950,103) | (71,339,491) | - | - | - | - | |
| **Total of liabilities and Bank's commitments** | **(530,453,358)** | **(282,228,700)** | **(11,049,232)** | **-** | **(16,229)** | **-** | |
| **Total of liabilities and Bank's commitments - IRR million** | **(133,462,264)** | **(74,790,605)** | **(748,972)** | **-** | **(4,351)** | **-** | **(3,164,950)** |
| Foreign currency open position at 22 Sept.2023 | 45,720,052 | 19,883,598 | 109,003,845 | - | 36,171 | 388,653 | - |
| Foreign currency open position at 22 Sept.2023- IRR equivalent | 11,436,113 | 5,322,696 | 7,405,531 | - | 9,697 | 733 | 1,003,975 |
| Foreign currency open position to base capital at 22 Sept.2023 | 12% | 5% | 8% | 0% | 0% | 0% | 1% |
| Foreign currency open position to regulatory capital (base of other prudential ratios) at 22 Sept.2023 | 15% | 7% | 9% | 0% | 0% | 0% | 1% |

**Continued**

| | 20 Mar. 2023 | | | | | | |
|---|---|---|---|---|---|---|---|
| | **Dollar** | **Euro** | **Emirates AED** | **Pound** | **Swiss Franc** | **Japanese Yen** | **Other currency** |
| Cash | 5,699,193 | 29,164,129 | 14,036,376 | - | 35,851 | 460,653 | |
| Due from banks and non-bank credit institutions | - | 123,478,801 | 4,363,505 | - | 16,229 | - | |
| Credit facilities granted to non-governmental parties | 541,685,540 | 65,782,462 | 11,431,609 | - | - | - | |
| Investments in share and other securities | - | - | - | - | - | - | |
| Due from subsidiaries and associates | - | - | - | - | - | - | |
| Other accounts receivable | 3,154,746 | 11,435,166 | 24,381,371 | - | - | - | |
| Non-current assets held for sale | - | - | - | - | - | - | |
| Fixed assets | - | - | - | - | - | - | |
| Intangible assets | - | - | - | - | - | - | |
| Statutory deposit | - | - | - | - | - | - | |
| Other assets | - | 208,610 | - | - | - | - | |
| Total assets-FCY | 550,539,479 | 230,069,168 | 54,212,861 | - | 52,080 | 460,653 | |
| Customers' letters of credit commitments | - | - | - | - | - | - | |
| Customers' Issued guarantees commitments | 14,950,103 | 71,142,285 | - | - | - | - | |
| Customers' other commitments | 1 | - | - | - | - | - | |
| Total of customers' commitments-FCY | 14,950,104 | 71,142,285 | - | - | - | - | |
| **Total of assets and customers' commitments** | **565,489,583** | **301,211,453** | **54,212,861** | **-** | **52,080** | **460,653** | |
| **Total of assets and customers' commitments -IRR million** | **142,368,262** | **79,892,243** | **3,727,623** | **-** | **13,962** | **868** | **6,626,805** |
| Due to banks and financial institutions | - | (33,403,225) | (3,429) | - | - | - | |
| Customers' deposits | (445,088,154) | (142,905,775) | (17,889,557) | - | (16,229) | - | |
| Dividends payable | - | - | - | - | - | - | |
| Income tax provision | - | - | - | - | - | - | |
| Other liabilities and accruals | (59,319,591) | (10,713,883) | (5,709) | - | - | - | |
| Due related to Non-current assets held for sale | - | - | - | - | - | - | |
| Staff termination benefits | - | - | - | - | - | - | |
| Total liabilities-FCY | (504,407,745) | (187,022,883) | (17,898,695) | - | (16,229) | - | |
| Bank's letters of credit commitments | - | - | - | - | - | - | |
| Bank's Issued guarantees commitments | (14,950,103) | (72,843,353) | - | - | - | - | |
| Bank's other commitments | (1) | - | - | - | - | - | |
| Total of Bank's commitments-FCY | (14,950,104) | (72,843,353) | - | - | - | - | |
| **Total of liabilities and Bank's commitments** | **(519,357,849)** | **(259,866,236)** | **(17,898,695)** | **-** | **(16,229)** | **-** | |
| **Total of liabilities and Bank's commitments -IRR million** | **(130,625,318)** | **(68,819,792)** | **(1,213,263)** | **-** | **(4,351)** | **-** | **(3,802,723)** |
| Foreign currency open position at 20 Mar.2023 | 46,131,734 | 41,345,217 | 36,314,166 | - | 35,851 | 460,653 | - |
| Foreign currency open position at 20 Mar.2023- IRR equivalent | 11,742,944 | 11,072,451 | 2,514,360 | - | 9,611 | 868 | 2,824,082 |
| Foreign currency open position to base capital at 20 Mar.2023 | 14% | 13% | 3% | 0% | 0% | 0% | 3% |
| Foreign currency open position to regulatory capital (base of other prudential ratios) at 20 Mar.2023 | 22% | 21% | 5% | 0% | 0% | 0% | 5% |

**51-5-5-1-** Summary of foreign currencies' open position

| | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|
| Positive open position of all foreign currencies-IRR million | 25,178,745 | 28,164,316 |
| Open position of all foreign currencies-IRR million | 25,178,745 | 28,164,316 |
| Open position of all foreign currencies to base capital-percent | 26% | 33% |
| Open position of all foreign currencies to regulatory capital (base of other prudential ratios)-percent | 32% | 53% |

**51-5-5-2-** Analysis of foreign exchange risk on profit or loss

**Method 1: Single asset VaR**

According to the method of calculating the value at risk of foreign exchange assets and liabilities in accordance with the "variance-covariance" and "Single asset" method, Daily expected VaR based on CBI rates and free market rates is calculated in below table.

Potential market price changes are calculated 10 days horizon time and 1% loss probability.

| | 22 Sept. 2023 | | | 20 Mar. 2023 | |
|---|---|---|---|---|---|
| **Currency Type** | **Potential change in market price** | **Impact on profit and loss** | **Currency Type** | **potential change in market price** | **Impact on profit and loss** |
| | Percent | IRR Million | | Percent | IRR million |
| USD | (-3,3) | 755,263 | USD | (-3,+3) | 1,534,548 |
| CHF | (-10,10) | 2,332 | CHF | (-10,+10) | 2,816 |
| EUR | (-9,9) | 1,247,167 | EUR | (-9,+9) | 1,336,030 |
| JPY | (-9,9) | 145 | JPY | (-9,+9) | 88 |
| AED | (-4,4) | 750,512 | AED | (-4,+4) | 478,006 |
| CNY | (-9,9) | 526,333 | CNY | (-9,9) | 638,652 |
| Others | (-6,6) | - | Others | (-6,6) | 88,834 |
| | | **3,281,752** | | | **4,078,974** |

**Method 2: value at risk using variance-covariance method**

the amount of VaR for the net foreign assets and liabilities is as below:

probable changes interval in market price has been calculated within 10 days and 99% confidence.

| Currency Type | 22 Sept. 2023 | | Currency Type | 20 Mar. 2023 | |
|---|---|---|---|---|---|
| | probable changes in market price | Value at risk | | probable changes in market price | Value at risk |
| | % | IRR Million | | % | IRR Million |
| USD | (-3,3) | 755,263 | USD | (-3,3) | 1,534,548 |
| CHF | (-10,10) | 2,332 | CHF | (-10,10) | 2,816 |
| EUR | (-9,9) | 1,247,167 | EUR | (-9,9) | 1,336,030 |
| JPY | (-9,9) | 145 | JPY | (-9,9) | 88 |
| AED | (-4,4) | 750,512 | AED | (-4,4) | 478,006 |
| CNY | (-9,9) | 526,333 | CNY | (-9,9) | 638,652 |
| Others | (-6,6) | - | Others | (-6,6) | 88,834 |
| **Total** | | **3,281,751** | **Total** | | **4,078,974** |
| Diversification effect | | (1,148,613) | Diversification effect | | (1,564,305) |
| | | **2,133,138** | | | **2,514,669** |

The values are presented in this note are calculated based on the average of daily standard deviation of the rate announced by the Central Bank and free market exchange rate in the last 24 months.

**51-5-6- The amount of required capital to cover market risk:**

51-5-6-1- The amount of required capital to cover market risk using a single asset method:

| Measurement method | Stock risk | | Foreign exchange risk | | Total contingency reserved for market risk* |
|---|---|---|---|---|---|
| | Value at risk ( 10days ) | contingency reserved | Value at risk ( 10days ) | contingency reserved | |
| | IRR million | IRR million | IRR million | IRR million | IRR million |
| Normal Var model | - | - | 3,281,751 | 13,127,005 | 13,127,005 |

51-5-6-2- The amount of required capital to cover market risk using variance-covariance method:

| Measurement method | Stock Risk | | Foreign Exchange Risk | | Total contingency reserved for market risk* |
|---|---|---|---|---|---|
| | Value at risk (10days ) | contingency reserved | Value at risk (10days ) | contingency reserved | |
| | IRR Million | IRR Million | IRR Million | IRR Million | IRR Million |
| Normal Var model | - | - | 1,636,372 | 6,545,488 | 6,545,488 |

*This amount of capital calculated according to the Basel instructions to calculate the required capital risk of exchange rate fluctuations and Equivalent to 4 times the value at risk of 10 days in the foreign exchange basket.

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51-5-7- Interest rate sensitive asset and liability gap analysis

| | 22 Sept. 2023 | | | | | | |
|---|---|---|---|---|---|---|---|
| | Amount | Maturities up to one month | 1-3 Month | 3 Month-1 Year | 1-5 Year | >5 Year | Insensitive to rate |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Assets** | | | | | | | |
| Cash | 44,307,076 | - | - | - | - | - | 44,307,076 |
| Due from banks and financial institutions | 63,606,347 | 63,606,347 | - | - | - | - | - |
| Credit facilities granted | 542,316,824 | 73,984,445 | 106,089,365 | 297,966,496 | 18,869,732 | - | 45,406,786 |
| Investments in share and other securities | 26,625,166 | 494,274 | 7,061,053 | 14,860,758 | 3,042,452 | 1,166,629 | - |
| Due from subsidiaries and associates | 1,006,672 | - | - | - | - | - | 1,006,672 |
| Other accounts receivable | 2,202,643 | - | - | - | - | - | 2,202,643 |
| Non-current assets held for sale | 845,591 | - | - | - | - | - | 845,591 |
| Fixed assets | 8,372,822 | - | - | - | - | - | 8,372,822 |
| Intangible assets | 202,063 | - | - | - | - | - | 202,063 |
| Statutory deposit | 43,053,133 | 811,022 | 3,850,233 | 8,559,345 | 20,813,511 | 8,145,424 | 873,598 |
| Other assets | 8,026,273 | - | - | - | - | - | 8,026,273 |
| **Total assets** | **740,564,610** | **138,896,088** | **117,000,651** | **321,386,599** | **42,725,695** | **9,312,053** | **111,243,524** |
| **Liabilities** | | | | | | | |
| Due to banks and financial institutions | (76,990,211) | (49,467,654) | - | (27,522,557) | - | - | - |
| Customers' deposits | (541,881,236) | (63,937,304) | (41,820,048) | (183,944,538) | (180,926,827) | (71,046,799) | (205,720) |
| Dividends payable | (119,273) | - | - | - | - | - | (119,273) |
| Income tax provision | (4,020,897) | - | - | - | - | - | (4,020,897) |
| Other liabilities and accruals | (26,171,024) | (115,634) | (232,933) | (6,159,856) | (5,684,953) | - | (13,977,648) |
| Staff termination benefits | (789,888) | - | - | - | - | - | (789,888) |
| **Total liabilities** | **(649,972,529)** | **(113,520,592)** | **(42,052,981)** | **(217,626,951)** | **(186,611,780)** | **(71,046,799)** | **(19,113,426)** |
| **Shareholders' equity** | **(90,592,081)** | - | - | - | - | - | **(90,592,081)** |
| **Total liabilities and shareholders' equity** | **(740,564,610)** | **(113,520,592)** | **(42,052,981)** | **(217,626,951)** | **(186,611,780)** | **(71,046,799)** | **(109,705,507)** |
| Liquidity gap | | 25,375,496 | 74,947,670 | 103,759,648 | (143,886,085) | (61,734,746) | 1,538,017 |
| Cumulative liquidity gap | | 25,375,496 | 100,323,166 | 204,082,814 | 60,196,729 | (1,538,017) | - |

Continued

20 Mar. 2023

| | Amount | Maturities up to one month | 1-3 Month | 3 Month-1 Year | 1-5 Year | >5 Year | Insensitive to rate |
|---|---|---|---|---|---|---|---|
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Assets** | | | | | | | |
| Cash | 56,172,739 | - | - | - | - | - | 56,172,739 |
| Due from banks and financial institutions | 43,586,449 | 43,586,449 | - | - | - | - | - |
| Credit facilities granted | 496,225,974 | 59,329,681 | 227,051,764 | 158,288,170 | 15,228,458 | 5,396,148 | 30,931,753 |
| Investments in share and other securities | 20,645,834 | 1,134,687 | 1,858,590 | 16,393,375 | 85,553 | 1,166,629 | 7,000 |
| Due from subsidiaries and associates | 1,007,507 | - | - | - | - | - | 1,007,507 |
| Other accounts receivable | 3,039,613 | - | - | - | - | - | 3,039,613 |
| Non-current assets held for sale | 686,106 | - | - | - | - | - | 686,106 |
| Fixed assets | 6,116,967 | - | - | - | - | - | 6,116,967 |
| Intangible assets | 227,851 | - | - | - | - | - | 227,851 |
| Statutory deposit | 42,702,374 | 1,033,760 | 1,632,362 | 11,944,882 | 16,264,681 | 10,953,091 | 873,598 |
| Other assets | 3,177,325 | - | - | - | - | - | 3,177,325 |
| **Total assets** | **673,588,739** | **105,084,577** | **230,542,716** | **186,626,427** | **31,578,692** | **17,515,868** | **102,240,459** |
| **Liabilities** | | | | | | | |
| Due to banks and financial institutions | (34,406,871) | (14,223,336) | (13,604,511) | (2,969,754) | (3,609,270) | - | - |
| Customers' deposits | (532,203,488) | (60,136,190) | (127,585,480) | (112,026,815) | (138,689,469) | (93,587,828) | (177,706) |
| Dividends payable | (61,074) | - | - | - | - | - | (61,074) |
| Income tax provision | (1,875,964) | - | - | - | - | - | (1,875,964) |
| Other liabilities and accruals | (23,911,990) | (112,370) | (226,355) | (1,020,017) | (6,349,926) | (5,083,309) | (11,120,013) |
| Staff termination benefits | (628,706) | - | - | - | - | - | (628,706) |
| **Total liabilities** | **(593,088,093)** | **(74,471,896)** | **(141,416,346)** | **(116,016,586)** | **(148,648,665)** | **(98,671,137)** | **(13,863,463)** |
| **Shareholders' equity** | **(80,500,646)** | - | - | - | - | - | **(80,500,646)** |
| **Total liabilities and shareholders' equity** | **(673,588,739)** | **(74,471,896)** | **(141,416,346)** | **(116,016,586)** | **(148,648,665)** | **(98,671,137)** | **(94,364,109)** |
| Liquidity gap | - | 30,612,681 | 89,126,370 | 70,609,841 | (117,069,973) | (81,155,269) | 7,876,350 |
| Cumulative liquidity gap | - | 30,612,681 | 119,739,051 | 190,348,892 | 73,278,919 | (7,876,350) | - |

## 51-6- Operational risk

### 51-6-1- Operational risk definition

Potential losses due from internal bank processes which are not well defined or are not carried out completely .
Samples of operational risk are losses due to intentional or unintentional breakdowns, losses due to bank software application bugs and errors, losses due to events outside the Bank, or losses due to legal issues.
Loses due to strategic decisions or damages resulting from strategic decisions are not considered operational risk.

### 51-6-2- executive units for operational risk management

Middle East Bank risk management has an executive unit and has no separate unit for each of the Bank's risks. Risk department experts cover the bank's other risks by changing the responsibilities periodically. In addition, the Bank has recruited experienced advisors in operational risk assessments, whom analyze different parts of the bank, with the cooperation of Bank's risk experts.

### 51-6-3- Intentional and unintentional human errors preventive measure

Internal audit, compliance department and risk management department each have control and monitoring systems and report separately to board of directors on the implementation of the bank's internal rules, current issues, problems or process improvement methods.
Human capital Management holds training courses to familiarize employees with the rules and regulations of the Bank.
Also, all employees are required to sign a commitment to carry out tasks correctly in terms of morality and in accordance with the Bank's rules and regulations.
Managers are responsible for the errors of their own staff and the effectiveness of managers in controlling the errors of their staff is examined in terms of lack of human errors.

### 51-6-4- Program to cope with crisis (crisis testing)

The crises of banking operations can be divided into the following groups: The crisis due to failure of information security systems, crisis due to failure of data communication lines, crisis due to physical damages to the Bank's information systems, crisis due to inaccessibility of the Bank's employees to their activity place for setting up banking systems. Middle East Bank has created replicated information system in different buildings in Tehran and keeps several copies of the Bank's database in several location. The Bank also is setting a site for catastrophic events outside Tehran where information is copied with a few hours delay.
Additionally, Middle East Bank holds training courses and operational safety drills and exercises for critical events.

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### 51-6-5- Operational risk measurement method

The risk weight for operational risk is measured using, the "Standardized approach" announced by the CBI regulation No 02/21758 dated 04/25/2023. In this approach 15% of the last 3 years income average is calculated as needed capital to cover operational risk and then multiplied by 12.5. The result is added to the total risk weights of other risks such as credit risk and market risk for foreign exchange risk weights.

### 51-6-6- Operational risk control & monitoring procedures

Operational risk management consultants and risk management department issue reports which would be reviewed in risk committee and board of directors committees and based on reported recommendations, necessary orders would be given by risk committee and bank's CEO in order to establish better controls. Also internal audit, compliance and legal departments have their specific monitoring's and make risk department aware of probable operational problems in the bank and risk management department executes necessary arrangements to solve the problems by presenting these reports to credit risk committee. Periodic reports of the result of implementing new controls would be presented to risk committee and risk committee gives necessary orders to reduce operational risks.

### 51-6-7- Necessary amount of capital to cover operational risk

Based on Bank's method to measure operational risk, capital exposed to this risk is:

| Measurement method | Capital exposed to operational risk |
|---|---|
| | IRR million |
| Base on CBI regulation | 4,490,780 |

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## 51-7- Capital management

### 51-7-1- Regulatory capital

Basic capital at Statement of financial position date is IRR97,584,309 million and presented as follows:

| Description | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|
| | IRR million | IRR million |
| **Tier I** | | |
| Paid Capital | 50,000,000 | 35,000,000 |
| Share premium | - | - |
| Retained earnings | 22,620,253 | 30,154,763 |
| Legal reserve | 16,060,624 | 13,507,891 |
| Other reserves | 2,358,808 | 2,332,721 |
| | **91,039,685** | **80,995,375** |
| **Less: Regulatory adjustments** | | |
| Cost of shares owned by market maker fund (Treasury shares) | (447,604) | (494,729) |
| Intangible assets | (202,063) | (227,851) |
| The minimum cost of mutual investments in shares of credit institutions or non-subsidiary financial institutions | (121,422) | (156,162) |
| Net book value of investments more than limits 50% | (396,334) | (378,964) |
| **Total Regulatory adjustments** | (1,167,423) | (1,257,706) |
| **Tier I capital after regulatory adjustments** | **89,872,262** | **79,737,669** |
| **Tier II** | | |
| General provision for bad and doubtful debts up to 1.25% of risk weighted assets | 8,108,381 | 6,397,694 |
| **Total of Tier II** | **8,108,381** | **6,397,694** |
| **Less: Regulatory adjustments** | | |
| Book value of investments more than limits 50% | (396,334) | (378,964) |
| **Tier II capital after regulatory adjustments** | 7,712,047 | 6,018,730 |
| Less: An increase in Tier II capital over Tier I capital | - | - |
| **Total regulatory capital** | **97,584,309** | **85,756,399** |
| **The base capital of the bank** | 78,686,399 | 52,855,003 |

*The calculation of base capital for reporting period is in accordance with CBI regulation No. 02/21758 dated 25 April 2023 and for the year 1401, it is in accordance with CBI regulation No. 98/436758 dated 7 March 2020.

The base capital of the bank for calculation of prudential ratios, up to the date of financial statements approval is amount to IRR78,686,399 million .

حسابداران رسمی - ضمائم گزارش حسابرسی - Bayat Rayan - Certified Accountants

**51-7-2-** Capital allocation

**51-7-2-1-** Total Credit risk weighted assets at the Statement of financial position date equals to IRR 654,237,303 million.

| Description | 22 Sept. 2023 | | | | | |
|---|---|---|---|---|---|---|
| | Amount | Conversion factor | Adjusted amount | Risk factor | Risk weighted commitments and assets | Needed capital |
| | IRR million | % | IRR million | % | IRR million | IRR million |
| Cash | 3,087,117 | | 3,087,117 | - | - | - |
| Statutory deposit | 43,053,133 | | 43,053,133 | - | - | - |
| Due from CBI | 291,054 | | 291,054 | - | - | - |
| Due from banks and financial institutions (in form of deposits, loans and securities purchases)-Capital Adequacy more than 8 | 18,509,781 | | 18,509,781 | 20 | 3,701,956 | 296,156 |
| Due from banks and financial institutions (in form of deposits, loans and securities purchases)-Capital Adequacy 5 to 8 | 3,081,948 | | 3,081,948 | 30 | 924,584 | 73,967 |
| Due from banks and financial institutions (in form of deposits, loans and securities purchases)-Capital Adequacy 3 to 5 | 3,184,224 | | 3,184,224 | 40 | 1,273,690 | 101,895 |
| Due from banks and financial institutions (in form of deposits, loans and securities purchases)-Capital Adequacy 1 to 3 | 172,611 | | 172,611 | 70 | 120,828 | 9,666 |
| Due from banks and financial institutions (in form of deposits, loans and securities purchases)-Capital Adequacy less than 1 | 19,651,116 | | 19,651,116 | 100 | 19,651,116 | 1,572,089 |
| Government institutions and companies and public non-government institutions(in the form of loans and securities purchases) or claims which are guaranteed by the mentioned institutions - without credit rating | 122,737,897 | | 122,737,897 | 75 | 92,053,423 | 7,364,274 |
| Companies accepted in the Tehran Stock Exchange and the first and second markets of Iran Fara Bourse Co. (in the form of loans or legal partnership) - without credit rating | 58,008,396 | | 39,313,380 | 100 | 39,313,380 | 3,145,070 |
| Other companies (in the form of loans or legal partnerships) and natural persons with the amount of loans more than 1000 billion Rials- without credit rating | 255,327,786 | | 175,653,158 | 150 | 263,479,736 | 21,078,379 |
| Other companies (in the form of loans or legal partnerships) and natural persons with the amount of loans less than 1000 to 100 billion Rials (in case of using internal credit rating) -+AAA to -AA | 1,692,744 | | 1,528,546 | 50 | 764,273 | 61,142 |
| Other companies (in the form of loans or legal partnerships) and natural persons with the amount of loans less than 1000 to 100 billion Rials (in case of using internal credit rating)-+A to -A | 6,770,728 | | 5,311,305 | 75 | 3,983,478 | 318,678 |
| Other companies (in the form of loans or legal partnerships) and natural persons with the amount of loans less than 1000 to 100 billion Rials (in case of using internal credit rating)-+BBB to -BBB | 32,019,188 | | 22,442,391 | 100 | 22,442,391 | 1,795,391 |
| Other companies (in the form of loans or legal partnerships) and natural persons with the amount of loans less than 1000 to 100 billion Rials (in case of using internal credit rating)-+BB to -B | 21,872,315 | | 14,476,439 | 150 | 21,714,658 | 1,737,173 |
| Other companies (in the form of loans or legal partnerships) and natural persons with the amount of loans less than 1000 to 100 billion Rials (in case of using internal credit rating)- below -B | 592,284 | | 177,685 | 200 | 355,370 | 28,430 |
| Other companies (in the form of loans or legal partnerships) and natural persons with the amount of loans less than 1000 to 100 billion Rials (in case of using internal credit rating)- without credit rating | 2,915,794 | | 1,613,339 | 150 | 2,420,008 | 193,601 |
| Other companies (in the form of loans or legal partnerships) and natural persons with the amount of loans less than 100 to 2 billion Rials- +A to -A | 43,885 | | 19,389 | 50 | 9,694 | 776 |
| Other companies (in the form of loans or legal partnerships) and natural persons with the amount of loans less than 100 to 2 billion Rials- +BBB to -BBB | 1,563,854 | | 1,035,517 | 90 | 931,965 | 74,557 |
| Other companies (in the form of loans or legal partnerships) and natural persons with the amount of loans less than 100 to 2 billion Rials- +BB to -B | 744,957 | | 374,052 | 120 | 448,862 | 35,909 |
| Other companies (in the form of loans or legal partnerships) and natural persons with the amount of loans less than 100 to 2 billion Rials- without credit rating | 2,812,299 | | 1,576,658 | 90 | 1,418,992 | 113,519 |
| Other companies (in the form of loans or legal partnerships) and natural persons with the amount of loans less than 2 billion Rials- without credit rating | 4,073,969 | | 3,404,522 | 100 | 3,404,522 | 272,362 |
| The balance of the principal and interest of the facilities granted for the purchasing and repairing of residential properties, if the residential property is mortgaged by a credit institution | 7,635,453 | | 4,464,262 | 50 | 2,232,131 | 178,570 |
| Net of non-current dues (principal, interest and penalties after deduction of related specific provision)-amount of specific provision less than 20% of non-current dues balance | 23,473,482 | | 23,473,482 | 150 | 35,210,223 | 2,816,818 |
| Net of non-current dues (principal, interest and penalties after deduction of related specific provision)-amount of specific provision less than 20% to 50% of non-current dues balance | 1,638,975 | | 1,638,975 | 100 | 1,638,975 | 131,118 |
| Net of non-current dues (principal, interest and penalties after deduction of related specific provision)-amount of specific provision more than 50% of non-current dues balance | 193,900 | | 193,900 | 50 | 96,950 | 7,756 |
| Due from subsidiaries and associates | 1,022,393 | | 1,022,393 | 100 | 1,022,393 | 81,791 |
| Other current accounts receivable | 2,092,433 | | 2,092,433 | 100 | 2,092,433 | 167,395 |
| Net of fixed assets | 8,372,822 | | 8,372,822 | 100 | 8,372,822 | 669,826 |
| Other on Statement of financial position items | 18,131,374 | | 18,131,374 | 100 | 18,131,374 | 1,450,510 |
| Claims including deposits and facilities granted or the purchase of securities from other governments, central banks and non-governmental public institutions in other countries Credit rating + AAA to -AA | 27,723,640 | | 27,723,640 | - | - | - |
| Claims including deposits and facilities granted or the purchase of securities from development banks | 10,396 | | 10,396 | - | - | - |
| Claims including deposits and facilities granted or the purchase of securities from credit institutions and financial institutions of other countries Credit rating + AAA to -AA | 1,869,763 | | 1,869,763 | 20 | 373,953 | 29,916 |
| Claims including deposits and facilities granted or the purchase of securities from credit institutions and financial institutions of other countries Credit rating + A to -A | 117,103 | | 117,103 | 50 | 58,552 | 4,684 |
| Claims including deposits and facilities granted or the purchase of securities from credit institutions and financial institutions of other countries Credit rating + BBB to -B | 8,505,070 | | 8,505,070 | 100 | 8,505,070 | 680,406 |
| Claims including deposits and facilities granted or the purchase of securities from credit institutions and financial institutions of other countries without credit rating | 19,112,575 | | 19,112,575 | 100 | 19,112,575 | 1,529,006 |
| Issued letter of credit Commitments with collaterals other than commodity after deduction of advances | 10,660,960 | 50 | 4,662,166 | 100 | 4,662,166 | 372,973 |
| Issued guarantees Commitments after deduction of cash deposits | 313,825,202 | 20 | 55,963,705 | 100 | 55,963,705 | 4,477,096 |
| Commitments of transaction contracts and guarantee bonds | 25,668,336 | 50 | 12,834,168 | 100 | 12,834,168 | 1,026,733 |
| Other commitments | 5,516,887 | 100 | 5,516,887 | 100 | 5,516,887 | 441,351 |
| | | | | | **654,237,303** | **52,338,983** |

*The calculation of base capital for reporting period is in accordance with CBI regulation No. 02/21758 dated 25 April 2023 and for the year 1401, it is in accordance with CBI regulation No. 98/436758 dated 7 March 2020.

The adjustment of on Statement of financial position items in according to type of collaterals are done in line with CBI new regulation No. 02/21758 dated 25 April 2023 and after that, the amount will be multiply by the risk factor, but in the case of, off Statement of financial positions items, at first the amounts are adjusted by the conversion factor and finally they are weighted with the risk factors.

Bayat Rayan-Certified Accountants
بیات رایان - حسابداران رسمی
ضمائم
گزارش
حسابرسی

**Continued**

| Description | 20 Mar. 2023 | | | | | |
|---|---|---|---|---|---|---|
| | Amount | Conversion factor | Adjusted amount | Risk factor | Risk weighted commitments and assets | Needed capital |
| | IRR million | % | IRR million | % | IRR million | IRR million |
| Cash | 3,469,240 | | 3,469,240 | - | - | - |
| Statutory deposit | 42,702,374 | | 42,702,374 | - | - | - |
| Due from CBI | 167,138 | | 167,138 | - | - | - |
| Due from banks and financial institutions (in form of deposits, loans and securities purchases) | 27,802,846 | | 27,802,846 | 50 | 13,901,423 | 1,112,114 |
| Claims from governmental institutions and companies and non-governmental public institutions (in the form of loans and purchase of securities) | 118,542,705 | | 118,542,705 | 50 | 59,271,353 | 4,741,708 |
| Principal amount of partnership contracts loans(Mosharekat Madani, Mudaraba, Mozareeh, Mosaghat) of other natural and corporate persons | 7,912,603 | | 3,217,729 | 150 | 4,826,594 | 386,127 |
| Non trading investments in listed shares after deduction of accumulated decrease in value | 260,699 | | 260,699 | 200 | 521,398 | 41,712 |
| Interest and principal amount of non-partnership contracts loans-residential real estates | 5,370,998 | | 2,587,386 | 50 | 1,293,693 | 103,495 |
| The principal and interest of the facilities of natural persons and small and medium enterprises and legal entities (with a maximum of 100 employees) that the principal of the facility is a maximum of 20 billion Rials | 3,025,349 | | 2,613,582 | 75 | 1,960,187 | 156,815 |
| The balance of principal and interest on other facilities (current) granted to natural and legal persons that are not included in the above paragraphs | 348,929,203 | | 234,281,298 | 100 | 234,281,298 | 18,742,504 |
| Net of non-current dues (principal, interest and penalties after deduction of related specific provision)-amount of specific provision less than 20% of non-current dues balance | 13,115,455 | | 13,115,455 | 150 | 19,673,183 | 1,573,855 |
| Net of non-current dues (principal, interest and penalties after deduction of related specific provision)-amount of specific provision less than 20% to 50% of non-current dues balance | 708,976 | | 708,976 | 100 | 708,976 | 56,718 |
| Net of non-current dues (principal, interest and penalties after deduction of related specific provision)-amount of specific provision more than 50% of non-current dues balance | 4,968 | | 4,968 | 50 | 2,484 | 199 |
| Due from subsidiaries and associates | 1,023,242 | | 1,023,242 | 100 | 1,023,242 | 81,859 |
| Other current accounts receivable | 8,206,666 | | 8,206,666 | 100 | 8,206,666 | 656,533 |
| Net of fixed assets | 6,116,967 | | 6,116,967 | 100 | 6,116,967 | 489,357 |
| Other on Statement of financial position items | 10,076,309 | | 10,076,309 | 100 | 10,076,309 | 806,105 |
| Claims including deposits and facilities granted or the purchase of securities from other governments, central banks and non-governmental public institutions in other countries Credit rating + AAA to -AA | 40,612,264 | | 40,612,264 | - | - | - |
| Claims including deposits and facilities granted or the purchase of securities from development banks | 10,396 | | 10,396 | - | - | - |
| Claims including deposits and facilities granted or the purchase of securities from credit institutions and financial institutions of other countries Credit rating + AAA to -AA | 809,028 | | 809,028 | 20 | 161,806 | 12,944 |
| Claims including deposits and facilities granted or the purchase of securities from credit institutions and financial institutions of other countries Credit rating + A to -A | 117,465 | | 117,465 | 50 | 58,733 | 4,699 |
| Claims including deposits and facilities granted or the purchase of securities from credit institutions and financial institutions of other countries Credit rating + BB to -B | 8,245,691 | | 8,245,691 | 100 | 8,245,691 | 659,655 |
| Claims including deposits and facilities granted or the purchase of securities from credit institutions and financial institutions of other countries Credit rating lower -B | - | | - | 150 | - | - |
| Claims including deposits and facilities granted or the purchase of securities from credit institutions and financial institutions of other countries without credit rating | 13,233,535 | | 13,233,535 | 100 | 13,233,535 | 1,058,683 |
| Issued letter of credit Commitments with collaterals other than commodity after deduction of advances | 20,595,878 | 50 | 10,297,939 | 100 | 10,297,939 | 823,835 |
| Issued guarantees Commitments after deduction of cash deposits | 233,305,953 | 50 | 106,179,237 | 100 | 106,179,237 | 8,494,339 |
| Commitments of transaction contracts and guarantee bonds | 14,975,684 | 50 | 7,487,842 | 100 | 7,487,842 | 599,027 |
| Other commitments | 4,286,959 | 100 | 4,286,959 | 100 | 4,286,959 | 342,957 |
| | | | | | **511,815,512** | **40,945,241** |

The adjustment of on Statement of financial position items in according to type of collaterals are done in line with CBI new regulation No. 98/436758 dated 7 March 2020 and after that, the amount will be multiply by the risk factor, but in the case of, off Statement of financial positions items, at first the amounts are adjusted by the conversion factor and finally they are weighted with the risk factors.

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حسابرسی
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**51-7-2-2-** Total of market risk weighted assets at the Statement of financial position date equals to IRR 42,837,706 million.

| Description | 22 Sept. 2023 | | | 20 Mar. 2023 | | |
|---|---|---|---|---|---|---|
| | Amount | Risk factor | Needed amount of capital to cover the market risk | Amount | Risk factor | Needed amount of capital to cover the market risk |
| | IRR million | % | IRR million | IRR million | % | IRR million |
| Trading shares | - | 8 | - | - | 8 | - |
| Total cost of trading debt securities-specific risk | 25,450,377 | 5 | 1,272,519 | 19,471,046 | 5 | 973,552 |
| Trading debt securities-general risk-mature till one month or less | 486,114 | - | - | 1,133,527 | - | - |
| Trading debt securities-general risk-mature till 1 to 3 months | 7,061,053 | 0.2 | 14,122 | 1,858,590 | 0.2 | 3,717 |
| Trading debt securities-general risk-mature till 3 to 6 months | 5,326,684 | 0.4 | 21,307 | 4,928,517 | 0.4 | 19,714 |
| Trading debt securities-general risk-mature till 6 to 12 months | 9,534,074 | 0.7 | 66,739 | 11,464,858 | 0.7 | 80,254 |
| Trading debt securities-general risk-mature till 1 to 2 years | 3,042,452 | 1.25 | 38,031 | 85,553 | 1.25 | 1,069 |
| Trading debt securities-general risk-mature till 2 to 3 years | - | 1.75 | - | - | 1.75 | - |
| Trading debt securities-general risk-mature till 3 to 4 years | - | 2.25 | - | - | 2.25 | - |
| Trading debt securities-general risk-mature till 4 to 5 years | - | 2.75 | - | - | 2.75 | - |
| Trading debt securities-general risk-mature till 5 to 7 years | - | 3.25 | - | - | 3.25 | - |
| The positive position of all foreign currencies or the absolute of the negative position, whichever is higher | 25,178,745 | 8 | 2,014,300 | 28,164,316 | 8 | 2,253,145 |
| **Total of capital needed to cover market risk** | | | **3,427,016** | | | 3,331,452 |
| Factor | | | **12.5** | | | **12.5** |
| **Market risk weighted assets** | | | **42,837,706** | | | 41,643,153 |

**51-7-2-3-** Total of operational risk-weighted assets at the Statement of financial position date equals to IRR 56,134,746 million.

| Description | 22 Sept. 2023 | | | 20 Mar. 2023 | | |
|---|---|---|---|---|---|---|
| | Amount | Risk factor | Needed amount of capital to cover the operational risk | Amount | Risk factor | Needed amount of capital to cover the operational risk |
| | IRR million | % | IRR million | IRR million | % | IRR million |
| Average income of the past three years | **29,938,531** | **15** | **4,490,780** | 29,938,531 | 15 | 4,490,780 |
| Factor | | | **12.5** | | | **12.5** |
| **Operational risk weighted assets** | | | **56,134,746** | | | 56,134,746 |

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**51-7-3-** Capital adequacy ratio

Capital adequacy ratio at 22 Sept. 2023 is 13% .

| | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|
| | IRR million | IRR million |
| Base capital | 97,584,309 | 85,756,399 |
| | | |
| Credit risk weighted assets | 654,237,303 | 511,815,512 |
| Market risk weighted assets | 42,837,706 | 41,643,153 |
| Operational risk weighted assets and obligations | 56,134,746 | 56,134,746 |
| **Risk weighted assets** | **753,209,755** | **609,593,411** |
| | | |
| Tier I capital to risk weighted assets- ratio | 11.9% | 13.1% |
| Capital adequacy ratio | 13.0% | 14.1% |

**51-7-4-** Leverage ratio

leverage ratio is shareholders' equity to total assets and for the financial year ended 22 Sept. 2023 is 12.2%.

| | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|
| | IRR million | IRR million |
| Total shareholders' equity | 90,592,081 | 80,500,646 |
| Total assets | 740,564,610 | 673,588,739 |
| **Leverage ratio** | **12.2%** | **12.0%** |

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## 52- Operating segments

**52-1-** Base of classification of segments

**52-2-** Information about reportable operating segments

information related to each reportable parts are shown in the below table. Profit before tax of the segment is used as criterion of segment performance.

| Description | 22 Sept. 2023 | | |
|---|---|---|---|
| | **Treasury and banking operations** | **International banking** | **Total** |
| | IRR million | IRR million | IRR million |
| **incomes earned from outside of the bank** | | | |
| Interest income on credit facilities granted and deposits | 43,411,454 | 5,580,713 | 48,992,167 |
| Interest expense | (25,540,944) | (3,372,629) | (28,913,573) |
| **Net interest income on credit facilities granted and deposits** | 17,870,510 | 2,208,084 | 20,078,594 |
| Fees and commission income | 3,388,829 | 443,115 | 3,831,944 |
| Fees and commission expense | (300,932) | - | (300,932) |
| **Net fees and commission income** | 3,087,897 | 443,115 | 3,531,012 |
| Net income (loss) from investment | 71,996 | - | 71,996 |
| Net foreign exchange transactions income | - | 2,510,807 | 2,510,807 |
| Total other operating income | - | (157,767) | (157,767) |
| | 71,996 | 2,353,040 | 2,425,036 |
| **Net income earned from outside of the bank** | 21,030,403 | 5,004,239 | 26,034,642 |
| **Net income between different parts of the bank** | 557,906 | (557,906) | - |
| **Total income of operational parts of the bank** | 21,588,309 | 4,446,333 | 26,034,642 |
| Doubtful debts of operational parts expenses | (1,062,035) | (22,712) | (1,084,747) |
| Other expenses attributable to operational parts | (2,753,203) | (744,309) | (3,497,512) |
| Profit(loss) of every parts before non-attributable general expenses | 17,773,071 | 3,679,312 | 21,452,383 |
| Non attributable General expenses to segments | | | (769,639) |
| **Profit before tax** | | | **20,682,744** |

Bayat Rayan-Certified Accountants

**52-2-** Information about reportable operating segments(continued)

information related to each reportable parts are shown in the below table. Profit before tax of the segment is used as criterion of segment performance.

| Description | 20 Mar. 2023 | | |
|---|---|---|---|
| | **Treasury and banking operations** | **International banking** | **Total** |
| | IRR million | IRR million | IRR million |
| **incomes earned from outside of the bank** | | | |
| Interest income on credit facilities granted and deposits | 62,758,585 | 8,446,155 | 71,204,740 |
| Interest expense | (38,099,302) | (5,550,632) | (43,649,934) |
| **Net interest income on credit facilities granted and deposits** | 24,659,283 | 2,895,523 | 27,554,806 |
| Fees and commission income | 4,643,680 | 426,734 | 5,070,414 |
| Fees and commission expense | (446,739) | - | (446,739) |
| **Net fees and commission income** | 4,196,941 | 426,734 | 4,623,675 |
| Net income (loss) from investment | 1,031,063 | - | 1,031,063 |
| Net foreign exchange transactions income | - | 4,104,821 | 4,104,821 |
| Total other operating income | - | 1,778,811 | 1,778,811 |
| | 1,031,063 | 5,883,632 | 6,914,695 |
| **Net income earned from outside of the bank** | 29,887,287 | 9,205,889 | 39,093,176 |
| **Net income between different parts of the bank** | 340,857 | (340,857) | - |
| **Total income of operational parts of the bank** | 30,228,144 | 8,865,032 | 39,093,176 |
| Doubtful debts of operational parts expenses | (2,221,764) | (119,319) | (2,341,083) |
| Other expenses attributable to operational parts | (4,159,689) | (786,175) | (4,945,864) |
| Profit(loss) of every parts before non-attributable general expenses | 23,846,691 | 7,959,538 | 31,806,229 |
| Non attributable General expenses to segments | | | (1,094,239) |
| **Profit before tax** | | | **30,711,990** |

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**52-3-** Geographical concentration of major items of assets, liabilities and income

Assets are reported by location and income and liabilities are reported based on domicile of the bank's counterparty in geographical areas

| | 22 Sept. 2023 | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | **Iran** | **Germany** | **China** | **Switzerland** | **Oman** | **Turkey** | **Others** | **Total** |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Assets** | | | | | | | | |
| Cash | 12,242,938 | 29,831,566 | 9,891 | 1,450,446 | 184,826 | 359,066 | 228,343 | 44,307,076 |
| Due from banks and financial institutions | 37,940,130 | 17,335,778 | 1,150,942 | 24,257 | 475,865 | 5,870,652 | 808,723 | 63,606,347 |
| Credit facilities granted | 542,316,099 | 725 | - | - | - | - | - | 542,316,824 |
| Investments in share and other securities | 26,625,166 | - | - | - | - | - | - | 26,625,166 |
| Due from subsidiaries and associates | 1,006,672 | - | - | - | - | - | - | 1,006,672 |
| Other accounts receivable | 2,202,643 | - | - | - | - | - | - | 2,202,643 |
| Non-current assets held for sale | 845,591 | - | - | - | - | - | - | 845,591 |
| Fixed assets | 8,366,926 | 5,896 | - | - | - | - | - | 8,372,822 |
| Intangible assets | 202,063 | - | - | - | - | - | - | 202,063 |
| Statutory deposit | 43,053,133 | - | - | - | - | - | - | 43,053,133 |
| Other assets | 7,805,706 | 220,567 | - | - | - | - | - | 8,026,273 |
| **Total** | **682,607,068** | **47,394,532** | **1,160,833** | **1,474,702** | **660,691** | **6,229,718** | **1,037,066** | **740,564,610** |
| **Liabilities** | | | | | | | | |
| Due to banks and financial institutions | (76,990,211) | - | - | - | - | - | - | (76,990,211) |
| Customers' deposits | (521,963,644) | (19,917,592) | - | - | - | - | - | (541,881,236) |
| Dividends payable | (119,273) | - | - | - | - | - | - | (119,273) |
| Income tax provision | (4,020,897) | - | - | - | - | - | - | (4,020,897) |
| Other liabilities and accruals | (26,090,258) | (80,766) | - | - | - | - | - | (26,171,024) |
| Staff termination benefits | (789,888) | - | - | - | - | - | - | (789,888) |
| **Total** | **(629,974,171)** | **(19,998,358)** | **-** | **-** | **-** | **-** | **-** | **(649,972,529)** |
| **Total operating income** | **17,103,229** | **(157,767)** | **-** | **-** | **-** | **-** | **-** | **16,945,462** |
| **Total other income and expenses** | **72,761** | **-** | **-** | **-** | **-** | **-** | **-** | **72,761** |

| | 20 Mar. 2023 | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | **Iran** | **Germany** | **China** | **Switzerland** | **Oman** | **Turkey** | **Others** | **Total** |
| | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million | IRR million |
| **Assets** | | | | | | | | |
| Cash | 10,464,005 | 44,236,262 | 9,801 | 9,598 | 184,967 | 607,936 | 660,170 | 56,172,739 |
| Due from banks and financial institutions | 25,844,592 | 9,145,144 | 1,388,909 | 1,394,885 | - | 4,990,843 | 822,076 | 43,586,449 |
| Credit facilities granted | 496,224,985 | 989 | - | - | - | - | - | 496,225,974 |
| Investments in share and other securities | 20,645,834 | - | - | - | - | - | - | 20,645,834 |
| Due from subsidiaries and associates | 1,007,507 | - | - | - | - | - | - | 1,007,507 |
| Other accounts receivable | 3,039,613 | - | - | - | - | - | - | 3,039,613 |
| Non-current assets held for sale | 686,106 | - | - | - | - | - | - | 686,106 |
| Fixed assets | 6,110,866 | 6,101 | - | - | - | - | - | 6,116,967 |
| Intangible assets | 227,851 | - | - | - | - | - | - | 227,851 |
| Statutory deposit | 42,702,374 | - | - | - | - | - | - | 42,702,374 |
| Other assets | 2,800,588 | 376,737 | - | - | - | - | - | 3,177,325 |
| **Total** | **609,754,321** | **53,765,233** | **1,398,710** | **1,404,483** | **184,967** | **5,598,779** | **1,482,246** | **673,588,739** |
| **Liabilities** | | | | | | | | |
| Due to banks and financial institutions | (34,406,871) | - | - | - | - | - | - | (34,406,871) |
| Customers' deposits | (502,511,263) | (29,692,225) | - | - | - | - | - | (532,203,488) |
| Dividends payable | (61,074) | - | - | - | - | - | - | (61,074) |
| Income tax provision | (1,875,964) | - | - | - | - | - | - | (1,875,964) |
| Other liabilities and accruals | (23,814,585) | (97,405) | - | - | - | - | - | (23,911,990) |
| Staff termination benefits | (628,706) | - | - | - | - | - | - | (628,706) |
| **Total** | **(563,298,463)** | **(29,789,630)** | **-** | **-** | **-** | **-** | **-** | **(593,088,093)** |
| **Total operating income** | **32,049,463** | **(2,566,009)** | **-** | **-** | **-** | **-** | **-** | **29,483,454** |
| **Total other income and expenses** | **404,118** | **-** | **-** | **-** | **-** | **-** | **-** | **404,118** |

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**53- Transactions with related parties:**

**53-1-** Changes of major shareholders (more than one percent)

During the financial period ended 22 Sept. 2023, there was no change in the ranking of shareholders with more than one percent.

**53-2-** Transactions with managers

| | Related party | Transaction type | Is it subject to Article 129 of Trade Act? | Transaction amount during the reporting period | Maximum balance throughout the reporting period | Balance at the end of the reporting period | Collateral type | Collateral amount | Income(loss) of transaction |
|---|---|---|---|---|---|---|---|---|---|
| | | | | IRR million | IRR million | IRR million | | IRR million | IRR million |
| Board members/Executive | Bank | Mortgages | ✓ | - | 1,387 | 1,350 | shares | 1,346 | 49 |
| Managing Directors (excluding Board Members) | Bank | Mortgages | ✗ | - | 1,498 | 1,464 | Real state /Stand-alone legally binding contract/shares | 4,863 | 53 |
| | | Car Loans | | - | 392 | 344 | Checks | 714 | 28 |
| | | Credit Card | | 3,490 | 4,755 | 4,295 | Checks /Stand-alone legally binding contract | 8,400 | 253 |
| | | Other facilities | | 37,155 | 34,132 | 23,836 | Checks /Stand-alone legally binding contract/Real state | 103,400 | 989 |
| Members of committees related to the board of directors (excluding board members) | Bank | Mortgages | ✗ | 15,000 | 22,216 | 21,887 | Real state /Stand-alone legally binding contract | 25,787 | 361 |
| | | Car loan | | - | 257 | 200 | Checks | 714 | 18 |
| | | Credit Card | | 2,211 | 5,879 | 3,749 | Checks /Stand-alone legally binding contract /Promissory note | 6,760 | 345 |
| | | Other facilities | | 5,000 | 5,060 | - | Promissory note /Stand-alone legally binding contract | 4,040 | 60 |
| | | Net | | **62,856** | **75,576** | **57,126** | | **156,023** | **2,156** |

*Transaction amounts of facilities and credit card are equal to amounts during the 6 months reporting period

**53-3-** Transactions with related parties during the period are as follows:

| 22 Sept. 2023 | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| **Group** | **Related party** | **Relationship** | **Transaction subject** | **Is it subject to Article 129 of Trade Act?** | **Pricing method** | **Transaction amount** | **Gross profit (loss)** | **Balance at 22 Sept. 2023** |
| | | | | | | IRR million | IRR million | IRR million |
| Subsidiaries | Middle East Bank Brokerage Co. | Subsidiaries | Murabaha loans/ Wakala | ✗ | Bank's BOD | 6,022,000 | 50,249 | 1,005,914 |
| | | | Issued Guarantees | | | - | 185 | 17,904 |
| | | | Commission of trading | | Instruction of securities and exchange organization | 1,692 | - | - |
| Associate company | Middle East Life Insurance Co. | Associate company / Joint board member | Payment for bank employee insurance | ✗ | According to the contract | 8,281 | - | (214) |
| Other | Iran Industry Investment Co. | Shareholder above 5% | Murabaha loans/ Wakala | ✗ | Bank's BOD | 195,900 | 13,139 | 87,678 |
| | | | Issued Guarantees | | | - | 76 | 8,106 |
| | Marvdasht Co. | Shareholder above 5% | Murabaha loans | ✗ | Bank's BOD | - | 4,107 | - |
| | Lamiran | Shareholder above 5% | Murabaha loans/ Wakala | ✗ | Bank's BOD | 100,000 | 5,218 | 119,287 |
| | | | Issued Guarantees | | | 11,166 | 173 | 20,771 |
| | Natural person | Shareholder above 5% | Issued Guarantees | ✗ | Bank's BOD | - | 9 | 3,380 |
| | Boursiran Brokerage | Shareholder above 5% | Murabaha and Wakala Loans | ✗ | Bank's BOD | 35,760,000 | 68,835 | 801,205 |
| | | | Issued Guarantees | | | - | 3,439 | 500,000 |

**53-4-** The balance of related parties with no transactions during the period is as follows:

| **Related party** | **Relationship** | **Receive (Payment)** | **Adjustments** | **Balance at 22 Sept. 2023** | **Balance at 20 Mar. 2023** |
|---|---|---|---|---|---|
| Dadeh Pardazan Simaye Aftab Co. | Subsidiaries | - | - | (718) | (718) |

## 54- Statement of Gardh-Ul Hasan Saving deposits Operations- LCY (Non interest bearing deposits)

### 54-1- Balance of recourses and usage of Gardh-Ul Hasan Saving deposits

**Recourses from Gardh-Ul Hasan Saving deposits**

| | Note | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|---|
| | | IRR million | IRR million |
| Gardh-Ul Hasan Savings Deposits - LCY | | - | - |
| Gardh-Ul Hasan Current Deposits - LCY | | 54,508,510 | 93,269,095 |
| **Total resources** | | 54,508,510 | 93,269,095 |
| **Gardh-Ul Hasan usages** | | | |
| Credit facilities granted (before deduction of provision) | | (2,669,288) | (1,045,402) |
| **Total of Gardh-Ul Hasan usages** | 24 | (2,669,288) | (1,045,402) |
| **Statutory deposit of Gardh-Ul Hasan Savings Deposits** | | (6,297,545) | (9,798,632) |
| **Liquidity provision of Gardh-Ul Hasan Savings Deposits(40%)** | | (21,803,404) | (37,307,638) |
| **Surplus (deficit) of resources to usages** | | **23,738,273** | **45,117,423** |

### 54-2- Net fee of Gardh-Ul Hasan operations

| | | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|---|
| | | IRR million | IRR million |
| Received fee of Gardh-Ul Hasan credit facilities granted | 13-1 | 75,405 | 31,987 |
| Net fee of Gardh-Ul Hasan operations | | **75,405** | **31,987** |

### 54-3- Classification of Gardh-Ul Hasan credit facilities granted by subject of facilities

| | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|
| | IRR million | IRR million |
| Marriage | 2,669,288 | 1,045,402 |
| | **2,669,288** | **1,045,402** |

### 54-4- Classification of Gardh-Ul Hasan credit facilities granted based on customers type

| | 22 Sept. 2023 | 20 Mar. 2023 |
|---|---|---|
| | IRR million | IRR million |
| Natural persons | 2,669,288 | 1,045,402 |
| | **2,669,288** | **1,045,402** |

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**55- Information on loans and commitments of related persons**

Information on loans and commitments of related persons in accordance with CBI regulations is as below:

| Row | Name | Examples of related parties according to the second chapter of the regulations | | | | | | | | | Loan/debt | | | | | | | Total balance of net of loans and commitments and stock price | | | | Total net of loans and commitments | Collaterals' situation | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | 1-2 | 2-2 | 3-2 | 4-2 | 5-2 | 6-2 | 7-2 | 8-2 | 9-2 | Paid amount-principal | Balance(after deduction of cash received from Mudaraba and Mosharekat Madani) Current | Non-current | Total | Type of debt or contract | Duration of contract (month) | Breathing period (month) | Rate of interest /commission | Gross commitments | Received cash advance | Net | Net of commitments adjusted with conversion ratio | | Collateral type | collateral amount |
| 1 | Middle East Bank Currency Exchange Co. | | | | | [redacted] | | | [redacted] | | - | 115 | - | 115 | Temporary debtors | - | - | - | - | - | - | - | 115 | - | - |
| | | | | | | | | | | | - | 797,996 | - | 797,996 | Dividends receivable | - | - | - | - | - | - | - | 797,996 | - | - |
| | **Subtotal** | | | | | | | | | | - | 798,111 | - | 798,111 | | - | - | - | - | - | - | - | 798,111 | | - |
| 2 | Dadeh Pardazan Simaye Aftab Co. | | | | | | [redacted] | | [redacted] | | - | 24,976 | - | 24,976 | Temporary debtors | | | | | | | | 24,976 | - | - |
| | **Subtotal** | | | | | | | | | | - | 24,976 | - | 24,976 | | - | - | - | - | - | - | - | 24,976 | | - |
| 3 | Lamiran Co. | | | | Net r[redacted]ue | [redacted] | | | | | 30,000 | 16,349 | - | 16,349 | Murabaha loans-industrial part | 12 | - | 18 | - | - | - | - | 16,349 | Checks | 18,792 |
| | | | | | | | | | | | 100,000 | 102,938 | - | 102,938 | Murabaha loans-industrial part | 12 | - | 23 | - | - | - | - | 102,938 | Checks | 120,000 |
| | | | | | | | | | | | - | - | - | - | | - | - | - | 43 | 4 | 38 | 8 | 8 | Checks | 43 |
| | | | | | | | | | | | - | - | - | - | | - | - | - | 262 | 26 | 236 | 47 | 47 | Checks | 262 |
| | | | | | | | | | | | - | - | - | - | | - | - | - | 331 | 33 | 298 | 60 | 60 | Checks | 331 |
| | | | | | | | | | | | - | - | - | - | | - | - | - | 333 | 33 | 300 | 60 | 60 | Checks | 333 |
| | | | | | | | | | | | - | - | - | - | | - | - | - | 388 | 39 | 349 | 70 | 70 | Checks | 388 |
| | | | | | | | | | | | - | - | - | - | | - | - | - | 620 | 62 | 558 | 112 | 112 | Checks | 620 |
| | | | | | | | | | | | - | - | - | - | | - | - | - | 775 | 77 | 697 | 139 | 139 | Checks | 775 |
| | | | | | | | | | | | - | - | - | - | | - | - | - | 996 | 100 | 897 | 179 | 179 | Checks | 996 |
| | | | | | | | | | | | - | - | - | - | | - | - | - | 3,028 | 303 | 2,726 | 545 | 545 | Checks | 3,028 |
| | | | | | | | | | | | - | - | - | - | | - | - | - | 5,648 | 565 | 5,083 | 1,017 | 1,017 | Checks | 5,648 |
| | | | | | | | | | | | - | - | - | - | | - | - | - | 8,347 | 835 | 7,512 | 1,502 | 1,502 | Checks | 8,347 |
| | **Subtotal** | | | | | | | | | | 130,000 | 119,287 | - | 119,287 | | | | | 20,771 | 2,077 | 18,694 | 3,739 | 123,026 | | 159,563 |
| 4 | Vahid Azmoon | [redacted] | | | [redacted] | | [redacted] | | | | 802 | 746 | - | 746 | Murabaha loans-credit cards | 60 | - | 15 | - | - | - | - | 746 | Stand-alone legally binding contract | 2,000 |
| | **Subtotal** | | | | | | | | | | 802 | 746 | - | 746 | | | | | - | - | - | - | 746 | | 2,000 |
| 5 | Iran Industry Investment Co. | | | | | [redacted] | | | | | 14,000 | 14,053 | - | 14,053 | Murabaha loans-service part | 3 | - | 23 | | | | | 14,053 | Checks/Stock | 44,800 |
| | | | | | | | | | | | 18,000 | 18,428 | - | 18,428 | Murabaha loans-service part | 3 | - | 23 | | | | | 18,428 | Checks/Stock | 57,600 |
| | | | | | | | | | | | 20,000 | 20,828 | - | 20,828 | Murabaha loans-service part | 3 | - | 23 | | | | | 20,828 | Checks/Stock | 64,000 |
| | | | | | | | | | | | 18,000 | 18,227 | - | 18,227 | Murabaha loans-service part | 3 | - | 23 | | | | | 18,227 | Checks/Stock | 57,600 |
| | | | | | | | | | | | 16,000 | 16,142 | - | 16,142 | Murabaha loans-service part | 3 | - | 23 | | | | | 16,142 | Checks/Stock | 51,200 |
| | | | | | | | | | | | - | - | - | - | | | | | 8,106 | 811 | 7,296 | 1,459 | 1,459 | Shares/Checks/Deposit | 25,129 |
| | **Subtotal** | | | | | | | | | | 86,000 | 87,678 | - | 87,678 | | | | | 8,106 | 811 | 7,296 | 1,459 | 89,137 | | 300,329 |
| 6 | Middle East Bank Brokerage Co. | | | | | [redacted] | | | [redacted] | | 110,000 | 111,317 | - | 111,317 | Murabaha -service-credit package | 1 | - | 23 | - | - | - | - | 111,317 | Checks /Stand-alone legally binding contract | 121,000 |
| | | | | | | | | | | | 65,000 | 65,532 | - | 65,532 | Murabaha -service-credit package | 1 | - | 23 | - | - | - | - | 65,532 | Checks /Stand-alone legally binding contract | 71,500 |
| | | | | | | | | | | | 180,000 | 180,567 | - | 180,567 | Murabaha -service-credit package | 1 | - | 23 | - | - | - | - | 180,567 | Checks /Stand-alone legally binding contract | 198,000 |
| | | | | | | | | | | | 300,000 | 300,756 | - | 300,756 | Murabaha -service-credit package | 1 | - | 23 | - | - | - | - | 300,756 | Checks /Stand-alone legally binding contract | 330,000 |
| | | | | | | | | | | | 195,000 | 197,458 | - | 197,458 | Murabaha -service-credit package | 1 | - | 23 | - | - | - | - | 197,458 | Checks /Stand-alone legally binding contract | 214,500 |
| | | | | | | | | | | | 150,000 | 150,284 | - | 150,284 | Murabaha -service-credit package | 1 | - | 23 | - | - | - | - | 150,284 | Checks /Stand-alone legally binding contract | 165,000 |
| | | | | | | | | | | | - | 225,000 | - | 225,000 | Dividends receivable | - | - | - | - | - | - | - | 225,000 | | - |
| | | | | | | | | | | | - | - | - | - | | - | - | - | 1,814 | 181 | 1,633 | 327 | 327 | Checks | 1,814 |
| | | | | | | | | | | | - | - | - | - | | - | - | - | 1,443 | 144 | 1,299 | 260 | 260 | Checks | 1,443 |
| | | | | | | | | | | | - | - | - | - | | - | - | - | 1,000 | 100 | 900 | 180 | 180 | Checks | 1,000 |
| | | | | | | | | | | | - | - | - | - | | - | - | - | 5,647 | 565 | 5,082 | 1,016 | 1,016 | Checks | 5,647 |
| | | | | | | | | | | | - | - | - | | | - | - | - | 1,000 | 100 | 900 | 180 | 180 | Checks | 1,000 |
| | | | | | | | | | | | - | - | - | | | - | - | - | 6,000 | 600 | 5,400 | 1,080 | 1,080 | Checks | 6,000 |
| | | | | | | | | | | | - | - | - | - | | - | - | - | 1,000 | 100 | 900 | 180 | 180 | Checks | 1,000 |
| | **Subtotal** | | | | | | | | | | 1,000,000 | 1,230,914 | - | 1,230,914 | | | | | 17,904 | 1,790 | 16,114 | 3,223 | 1,234,136 | | 1,117,904 |

(Continued)

| Row | Name | Examples of related parties according to the second chapter of the regulations | | | | | | | | | Loan/debt | | | | | | | Total balance of net of loans and commitments and Stock price | | | | Total net of loans and commitments | Collaterals' situation | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | 1-2 | 2-2 | 3-2 | 4-2 | 5-2 | 6-2 | 7-2 | 8-2 | 9-2 | Paid amount-principal | Balance(after deduction of cash received from Mudaraba and Mosharekat Madani) | | | Type of debt or contract | Duration of contract (month) | Breathing period (month) | Rate of interest /commission | Gross commitments | Received cash advance | Net | Net of commitments adjusted with conversion ratio | | Collateral type | collateral amount |
| | | | | | | | | | | | | Current | Non-current | Total | | | | | | | | | | | |
| 7 | Boursiran Brokerage Co. | | | | | ■ | | | | | 400,000 | 400,482 | - | 400,482 | Murabaha -service-credit package | 1 | - | 22 | - | - | - | - | 400,482 | Checks /Stand-alone legally binding contract | 880,000 |
| | | | | | | | | | | | 400,000 | 400,723 | - | 400,723 | Murabaha -service-credit package | 1 | - | 22 | - | - | - | - | 400,723 | Checks /Stand-alone legally binding contract | 880,000 |
| | | | | | | | | | | | - | - | - | - | | - | - | - | 500,000 | 50,000 | 450,000 | 90,000 | 90,000 | Checks | 500,000 |
| Subtotal | | | | | | | | | | | 800,000 | 801,205 | | 801,205 | | | | | 500,000 | 50,000 | 450,000 | 90,000 | 891,205 | | 2,260,000 |
| 8 | Natural person | ■ | | | ■ | | | | | | 449 | 438 | 0 | 438 | Murabaha loans-credit cards | 24 | - | 15 | - | - | - | - | 438 | Checks /Stand-alone legally binding contract | 915 |
| | | | | | | | | | | | 123 | 18 | 0 | 18 | Murabaha loans-credit cards | 24 | - | 15 | - | - | - | - | 18 | Checks /Stand-alone legally binding contract | 252 |
| | | | | | | | | | | | 598 | 603 | 0 | 603 | Murabaha loans-credit cards | 60 | - | 15 | - | - | - | - | 603 | Checks /Stand-alone legally binding contract | 1,219 |
| | | | | | | | | | | | 86 | 28 | 0 | 28 | Murabaha loans-credit cards | 60 | - | 15 | - | - | - | - | 28 | Checks /Stand-alone legally binding contract | 175 |
| | | | | | | | | | | | 333 | 328 | 0 | 328 | Murabaha loans-credit cards | 60 | - | 15 | - | - | - | - | 328 | Checks /Stand-alone legally binding contract | 678 |
| | | | | | | | | | | | 373 | 373 | 0 | 373 | Murabaha loans-credit cards | 60 | - | 15 | - | - | - | - | 373 | Checks /Stand-alone legally binding contract | 761 |
| Subtotal | | | | | | | | | | | 1,962 | 1,788 | - | 1,788 | | | | | - | - | - | - | 1,788 | | 4,000 |
| 9 | Natural person | ■ | | | ■ | | ■ | | | | 1,443 | 1,350 | - | 1,350 | Installment sales facility for housing-employees | 175 | - | 7 | - | - | - | - | 1,350 | Checks | 2,100 |
| Subtotal | | | | | | | | | | | 1,443 | 1,350 | | 1,350 | | | | | - | - | - | - | 1,350 | | 2,100 |
| 10 | Natural person | ■ | | | ■ | | | | | | - | 15,075 | - | 15,075 | Wakala | 60 | - | 7 | - | - | - | - | 15,075 | - | - |
| Subtotal | | | | | | | | | | | - | 15,075 | - | 15,075 | | | | | - | - | - | - | 15,075 | | - |

Continued

| Row | Name | Examples of related parties according to the second chapter of the regulations | | | | | | | | | Loan/debt | | | | | | | Total balance of net of loans and commitments and Stock price | | | | Total net of loans and commitments | Collaterals' situation | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | 1-2 | 2-2 | 3-2 | 4-2 | 5-2 | 6-2 | 7-2 | 8-2 | 9-2 | Paid amount-principal | Balance(after deduction of cash received from Mudaraba and Mosharekat Madani) | | | Type of debt or contract | Duration of contract (month) | Breathing period (month) | Rate of interest /commission | Gross commitments | Received cash advance | Net | Net of commitments adjusted with conversion ratio | | Collateral type | collateral amount |
| | | | | | | | | | | | | Current | Non-current | Total | | | | | | | | | | | |
| 11 | Natural person | | | [redacted] | | [redacted] | | | | | | | | | | | | | 3,380 | - | 3,380 | 676 | 676 | Deposit | 3,380 |
| Subtotal | | | | | | | | | | | - | - | | - | | | | | 3,380 | - | 3,380 | 676 | 676 | | 3,380 |
| 12 | Natural person | [redacted] | | | [redacted] | | [redacted] | | | | 1002 | 621 | 0 | 621 | Murabaha loans-credit cards | 60 | - | 15 | - | - | - | - | 621 | Checks /Stand-alone legally binding contract | 1,552 |
| | | | | | | | | | | | 501 | 206 | 0 | 206 | Murabaha loans-credit cards | 60 | - | 15 | - | - | - | - | 206 | Checks /Stand-alone legally binding contract | 514 |
| | | | | | | | | | | | 1545 | 1464 | 0 | 1,464 | Car installment sale facility - managers | 53 | - | 15 | - | - | - | - | 1,464 | Checks /Stand-alone legally binding contract | 4,863 |
| | | | | | | | | | | | 612 | 404 | 0 | 404 | Murabaha loans-credit cards | 24 | - | 15 | - | - | - | - | 404 | Checks /Stand-alone legally binding contract | 1,009 |
| | | | | | | | | | | | 201 | 196 | 0 | 196 | Murabaha loans-credit cards | 24 | - | 15 | - | - | - | - | 196 | Checks /Stand-alone legally binding contract | 491 |
| | | | | | | | | | | | 2000 | 2029 | 0 | 2,029 | Murabaha loans-credit cards | 24 | - | 15 | - | - | - | - | 2,029 | Real estate collateral /Stand-alone legally binding contrac | 34,800 |
| | | | | | | | | | | | 459 | 344 | 0 | 344 | Installment sales facility for housing-employees | 198 | - | 7 | - | - | - | - | 344 | Checks | 714 |
| | | | | | | | | | | | 350 | 334 | 0 | 334 | Murabaha loans-service part | 2 | - | 23 | - | - | - | - | 334 | Checks /Stand-alone legally binding contract | 835 |
| | | | | | | | | | | | 0 | 6863 | 0 | 6,863 | Wakala | 60 | - | 7 | - | - | - | - | 6,863 | | - |
| Subtotal | | | | | | | | | | | 6,671 | 12,460 | - | 12,460 | | | | | | | | | 12,460 | | 44,777 |
| total | | | | | | | | | | | 2,026,878 | 3,093,590 | - | 3,093,590 | - | - | - | - | 550,161 | 54,678 | 495,483 | 99,097 | 3,192,686 | - | 3,894,053 |

| | |
|---|---|
| Regulatory capital at reporting date | 78,686,399 |
| Permissible loans and commitments of related persons limit for each person (3% of regulatory capital) | 2,360,592 |
| Permissible total loans and commitments of related persons limit (40% of regulatory capital) | 31,474,560 |

56- Information of major loans and commitments

Information major of loans and commitments in accordance with council of money and credit (CBI's circular No. 92/242553 dated 11/07/2013 ) are as below:

| Beneficiary | Major loans and commitments | | | | | | Collaterals' situation | |
|---|---|---|---|---|---|---|---|---|
| | Loans | | Commitments | | Cost of share | Total | Type | Value |
| | PL (1) | NPL (2) | Gross | Net (3) | | 4=1+2+3 | | |
| 1 | - | - | 7,800 | 1,560 | - | 1,560 | Checks / Participation bonds | 7,800 |
| 2 | - | - | 34,613 | 6,230 | - | 6,230 | Deposits / Participation bonds | 31,152 |
| 3 | 31,558 | - | 26,676 | 5,117 | - | 36,675 | Checks / Participation bonds | 62,676 |
| 4 | 5,903,133 | 1,892,723 | 434,117 | 78,101 | - | 7,873,957 | Checks / Participation bonds / Real state / Promissory notes | 16,542,540 |
| 5 | 4,953,035 | - | 12,938,385 | 3,248,803 | - | 8,201,838 | Checks / Participation bonds | 20,047,697 |
| 6 | 8,481,867 | - | 500,000 | 92,000 | - | 8,573,867 | Checks / Participation bonds / Real state / Deposits | 11,377,563 |
| 7 | 8,841,755 | - | - | - | - | 8,841,755 | Checks / Participation bonds | 10,307,590 |
| 8 | 8,640,866 | - | 911,760 | 423,880 | - | 9,064,746 | Checks / Participation bonds / Real state / Shares | 20,099,994 |
| 9 | 73,063 | 7,951,371 | 6,716,991 | 1,275,881 | - | 9,300,315 | Checks / Participation bonds / Real state / Promissory notes | 27,430,754 |
| 10 | 9,673,834 | - | 1,289,869 | 232,575 | - | 9,906,409 | Checks / Participation bonds / Real state / Deposits | 16,724,594 |
| 11 | 243,262 | - | 55,814,763 | 10,615,441 | - | 10,858,703 | Checks / Participation bonds / Real state / Deposits / Promissory notes | 57,587,359 |
| 12 | 10,688,675 | 218,146 | 1,452,178 | 252,650 | - | 11,159,471 | Checks / Participation bonds / Real state | 22,401,763 |
| 13 | 6,109,543 | - | 11,668,151 | 5,788,179 | - | 11,897,722 | Checks / Participation bonds / Real state / Deposits | 22,847,605 |
| 14 | 12,300,255 | - | 614,163 | 110,549 | - | 12,410,804 | Checks / Participation bonds / Real state | 18,104,905 |
| 15 | - | - | - | - | - | - | Checks /Stand-alone legally binding contract / Participation bonds | 136,183,280 |
| **Total** | **75,940,846** | **10,062,240** | **92,409,465** | **22,130,966** | **-** | **108,134,052** | | **379,757,273** |

| | |
|---|---|
| Regulatory capital at reporting date | 78,686,399 |
| Permissible major loans and commitments limit for each beneficiary (20% of regulatory capital) | 15,737,280 |
| Permissible total major loans and commitments limit (8 times of regulatory capital) | 629,491,191 |