

**BANK
PASARGAD**



**2014/15
FINANCIAL
STATEMENTS**

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In the Name of God

BANK PASARGAD (PLC.)
CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT MARCH 20, 2015

	Note	(Restated)	
		20-Mar-2015	20-Mar-2014
		IRRM	IRRM
ASSETS:			
Cash	5	4,116,194	2,752,415
Due from CBI	6	45,537,736	35,840,108
Due from Banks and Credit Institutions	7	72,962,064	72,867,881
Participation Papers	8	850,000	8,873,154
Credit Facilities	9	238,919,260	195,035,062
Accounts and Notes Receivable	10	16,775,609	12,222,544
Other Accounts and Notes Receivable	11	12,739,758	10,433,306
Inventories	12	5,422,363	1,735,538
Prepayments and Orders	13	2,321,680	621,737
Investments	14	14,430,741	9,328,338
Tangible Fixed Assets	15	80,321,276	53,212,588
Intangible Assets	16	4,891,204	3,474,410
Other Assets	17	14,137,846	10,025,323
Goodwill	18	1,801,742	2,433,359
TOTAL ASSETS		515,227,473	418,855,763
LIABILITIES:			
Due to CBI	19	13,982,174	13,838,778
Demand Deposits	20	9,726,119	16,759,491
Saving Deposits	21	4,969,700	6,217,296
Term Deposits	22	317,372,523	258,001,401
Other Deposits	23	12,815,322	13,705,114
Accounts and Notes Payable	24	18,205,164	11,922,819
Other Accounts Payable and Provisions	25	23,777,282	17,697,254
Financial Facilities Received	26	14,380,676	5,253,889
Advances Received	27	1,227,169	667,309
Corporate Tax Provision	28	2,250,370	2,634,188
Return on Deposits Payable	29	7,029,512	5,818,230
Dividend Payable	30	955,592	163,855
Provision for Employees Retirement Benefits	31	629,120	406,951
TOTAL LIABILITIES		427,320,723	353,086,575
SHAREHOLDERS' EQUITY:			
Share Capital	32	30,000,000	30,000,000
On-account Capital Increase		12,000,000	0
Statutory Reserve	33	9,864,758	7,968,354
Discretionary Reserve	34	3,288,253	2,656,118
Retained Earnings		17,372,856	12,419,944
TOTAL SHAREHOLDERS' EQUITY (Parent)		72,525,867	53,044,416
Non-controlling Interest	35	15,380,883	12,724,772
TOTAL SHAREHOLDERS' EQUITY		87,906,750	65,769,188
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		515,227,473	418,855,763
OFF-BALANCE SHEET ITEMS:			
Commitments for L/Cs	55-1	70,830,858	64,908,015
Commitments for L/Gs	55-2	38,696,905	36,570,249
Other Commitments	55-3	814,531	2,699,579



BANK PASARGAD (PLC.)
CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR FINANCIAL YEAR
ENDED MARCH 20, 2015

	Note	2014/2015		(Restated) 2013/2014
		IRRm	IRRm	IRRm
Income:				
Income on Credit Facilities	36	50,038,537		38,593,995
Income on Investments and Deposits	37	16,247,273		9,887,942
Sales and Services Revenue	38	39,568,231		22,418,650
Commission Income	39	5,747,681		6,295,722
Foreign Exchange Transactions - Net Gain	40	74,795		13,845
Other Income	41	1,452,463		1,175,278
Total Income			113,128,980	78,385,432
Expenses:				
Depositors' Share of Joint Income	42	(50,020,287)		(34,847,819)
Cost of Goods and Services Sold	44	(28,148,755)		(13,510,319)
Personnel Expenses	45	(3,449,706)		(2,414,704)
General and Administrative Expenses	46	(3,279,012)		(2,059,612)
Doubtful Debts Expenses	47	(2,619,733)		(543,474)
Finance Cost	48	(2,511,401)		(1,573,256)
Net Other Income (Expenses)	49	(5,494,012)		(3,404,600)
Total Expenses			(95,522,906)	(58,353,784)
Profit Before Tax			17,606,074	20,031,648
Tax	28		(1,679,171)	(1,697,973)
Net Profit			15,926,903	18,333,675
Non-controlling Interest			3,524,300	2,412,156

Earnings Per Share:

Earnings Per Share-IRR. (Based on Number of Shares)	295.30	530.72
Number of Shares Outstanding at Balance Sheet Date-Million Shares	42,000	30,000
Earning Per Share-IRR. (Based on Weighted Average Number of Shares)	413.42	530.72
Weighted Average Number of Shares - Million Shares	30,000	28,510

Movements in Consolidated Retained Earnings

Net Profit		15,926,903	18,333,675
Retained Earnings at the Beginning of the Year		14,500,938	10,467,172
Prior Years Adjustments		(788,959)	(4,445,311)
Retained Earnings at the Beginning of the Year-Adjusted		13,711,979	6,021,861
Retained Earnings Available for Allocation		29,638,882	24,355,536
Profit Allocation:			
Statutory Reserve	33	(1,896,404)	(2,350,325)
Discretionary Reserve	34	(632,135)	(783,442)
Declared Dividends		(9,600,000)	(7,509,790)
Total Profit Allocated During the year		(12,128,539)	(10,643,557)
Retained Earnings at the End of the Year		17,510,343	13,711,979
Group Share of Retained Earnings		17,372,856	12,419,944
Non-controlling Interest, Share of Retained Earnings		137,488	1,292,036

* Since the Integral parts of the "Statement of Comprehensive Income" are limited to the profit for the year and prior years adjustments, this statement has not been presented.

BANK PASARGAD (PLC.)
CONSOLIDATED STATEMENT OF CASH FLOW FOR THE FINANCIAL YEAR ENDED
MARCH 20, 2015

	Note	2014/2015 IRRM	(Restated) 2013/2014 IRRM
OPERATING ACTIVITIES:			
Net Cash Inflow (Outflow) from Operating Activities	51	10,371,452	49,549,175
RETURN ON INVESTMENTS AND FINANCE COST PAID:			
Dividends Received		586,518	564,602
Dividends Paid		(2,115,524)	(7,551,295)
Finance Cost		(1,258,631)	(202,566)
Net Cash Inflow (Outflow) from Return on Investments and Finance Cost Paid		(2,787,637)	(7,189,259)
TAXATION:			
Corporate Taxes Paid		(2,122,754)	(4,637,132)
INVESTING ACTIVITIES:			
Proceeds from Sale/(Payments for Acquisition) of Investments & Participations		2,692,149	926,582
Payments for Acquisition of Fixed Assets		(27,855,368)	(31,175,206)
Proceeds from Sale/(Payments for Acquisition) of Intangible Assets		(785,177)	(3,512,298)
Proceeds from Sale/(Payments for Acquisition) of Investments		3,801,045	10,079,183
Proceeds from Disposal of Fixed Assets		1,045,563	2,287,113
Net Cash Inflow (Outflow) from Investing Activities		(21,101,788)	(21,394,626)
Net Cash Inflow (Outflow) Before Financing Activities		(15,640,727)	16,328,158
FINANCING ACTIVITIES:			
Proceeds from Capital Increase		4,556,108	-
Proceeds from Financial Facilities		10,385,418	2,430,524
Net Cash Inflow (Outflow) from Financing Activities		14,941,526	2,430,524
The Effect of Changes in Foreign Exchange Rates		74,795	13,845
Net Increase (Decrease) in Cash		(624,406)	18,772,527
Cash at the Beginning of the Year		47,694,614	28,922,087
Cash at the End of the Year		47,070,208	47,694,614
Non-cash Transactions	53	11,849,422	1,461,713

BANK PASARGAD (PLC.)
STATEMENT OF FINANCIAL POSITION AT MARCH 20, 2015



	Note	20-Mar-2015 IRRM	(Restated) 20-Mar-2014 IRRM
ASSETS:			
Cash	5	2,270,517	1,732,000
Due from CBI	6	45,537,736	35,840,108
Due from Banks and Credit Institutions	7	72,962,064	72,867,881
Participation Papers	8	850,000	8,873,154
Credit Facilities	9	275,119,381	219,191,282
Other Accounts and Notes Receivable	11	9,758,139	11,096,116
Investments	14	17,765,011	14,005,814
Tangible Fixed Assets	15	8,271,988	7,031,401
Intangible Assets	16	4,069,100	2,745,478
Other Assets	17	7,639,804	3,886,996
TOTAL ASSETS		444,243,740	377,270,230
OFF-BALANCE SHEET ITEMS:			
Commitments for L/Cs	55-1	70,830,858	64,908,015
Commitments for L/Gs	55-2	38,696,905	36,570,249
Other Commitments	55-3	814,531	2,699,579
LIABILITIES:			
Due to CBI	19	13,982,174	13,838,778
Demand Deposits	20	9,726,119	16,759,491
Saving Deposits	21	4,969,700	6,217,296
Term Deposits	22	321,163,022	261,753,522
Other Deposits	23	12,815,322	14,212,326
Other Accounts Payable and Provisions	25	5,118,727	3,704,371
Corporate Tax Provision	28	1,358,305	2,043,648
Return on Deposits Payable	29	7,029,873	5,872,701
Dividends Payable	30	145,114	104,530
Provision for Employees Retirement Benefits	31	407,310	278,189
TOTAL LIABILITIES		376,715,666	324,784,852
SHAREHOLDERS' EQUITY:			
Share Capital	32	30,000,000	30,000,000
On-account Capital Increase		12,000,000	-
Statutory Reserve	33	9,864,758	7,968,354
Discretionary Reserve	34	3,288,253	2,656,118
Retained Earnings		12,375,063	11,860,906
TOTAL SHAREHOLDERS' EQUITY		67,528,074	52,485,378
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		444,243,740	377,270,230
OFF-BALANCE SHEET ITEMS:			
Commitments for L/Cs	55-1	70,830,858	64,908,015
Commitments for L/Gs	55-2	38,696,905	36,570,249
Other Commitments	55-3	814,531	2,699,579

BANK PASARGAD (PLC.)
STATEMENT OF PROFIT AND LOSS FOR THE FINANCIAL YEAR ENDED
MARCH 20, 2015

	Note	2014/2015	(Restated) 2013/2014
		IRRm	IRRm
JOINT INCOME:			
Income on Credit Facilities	36	55,267,615	42,604,305
Income on Investments and Deposits	37	11,418,651	8,358,764
Total Joint Income		66,686,266	50,963,069
Depositors' Share of Joint Income	42	(51,127,931)	(35,736,051)
Bank's Share of Joint Income		15,558,335	15,227,018
NON-JOINT INCOME:			
Income on Investments and Deposits	37	445,941	91,497
Commission Income	39	5,486,926	6,075,377
Foreign Exchange Transactions - Net Gain	40	74,795	13,845
Other Income	41	1,343,668	971,215
Total Non-joint Income		7,351,330	7,151,934
Total Income		22,909,665	22,378,952
EXPENSES:			
Personnel Expenses	45	(2,418,754)	(1,863,481)
General and Administrative Expenses	46	(2,263,952)	(1,709,348)
Doubtful Debts Expenses	47	(2,928,697)	(870,360)
Finance Cost	48	(1,345,780)	(1,065,474)
Total Expenses		(8,957,183)	(5,508,663)
Profit Before Tax		13,952,482	16,870,289
Tax	28	(1,309,786)	(1,201,458)
Net Profit		12,642,696	15,668,831

EARNINGS PER SHARE:

Earnings Per Share-IRR (Based on Number of Shares)	301.02	522.29
Number of Shares Outstanding at Balance Sheet Date-Million Shares	42,000	30,000
Earnings Per Share-IRR (Based on Weighted Average Number of Shares)	421.42	522.29
Weighted Average Number of Shares-Million Shares	30,000	30,000

Movements in Retained Earnings

Net Profit		12,642,696	15,668,831
Retained Earnings at the Beginning of the Year		12,630,906	10,619,029
Prior Periods Adjustments (Mainly Prior Years Taxes)	50	(770,000)	(3,783,397)
Retained Earnings at the Beginning of the Year-Adjusted		11,860,906	6,835,632
Earnings Available for Allocation		24,503,602	22,504,463

PROFIT ALLOCATION:

Statutory Reserve		(1,896,404)	(2,350,325)
Discretionary Reserve		(632,135)	(783,442)
Declared Dividends	33	(9,600,000)	(7,500,000)
Bonus of Board	34	-	(9,790)
Total Profit Allocated During the year		(12,128,539)	(10,643,557)
Retained Earnings at the end of the year		12,375,063	11,860,906

* Since the Integral parts of the "Statement of Comprehensive Income" are limited to the profit for the year and prior years adjustments, this statement has not been presented.

BANK PASARGAD (PLC.)
STATEMEN OF CASH FLOW FOR THE FINANCIAL YEAR ENDED
MARCH 20, 2015

	Note	2014/2015	(Restated) 2013/2014
		IRRm	IRRm
OPERATING ACTIVITIES:			
Net Cash Inflow (Outflow) from Operating Activities	52	(2,850,376)	33,401,685
RETURN ON INVESTMENTS AND FINANCE COST PAID:			
Dividends Received		3,984,806	26,021
Dividends Paid		(2,115,524)	(7,551,295)
Net Cash Inflow (Outflow) from Return on Investments and Finance Cost Paid		1,869,282	(7,525,274)
TAXATION:			
Corporate Taxes Paid		(1,995,129)	(4,983,780)
INVESTING ACTIVITIES:			
Payments for Acquisition of Investments		(1,067,049)	(2,129,132)
Payments for Acquisition of Fixed Assets		(1,727,531)	(1,116,927)
Payments for Acquisition of Intangible Assets		(1,328,077)	(744,722)
Proceeds from Sale of Investments		2,294	18,276
Proceeds from Disposal of Fixed Assets		1,016,016	1,343,157
Net Cash Inflow (Outflow) from Investing Activities		(3,104,347)	(2,629,348)
Net Cash Inflow (Outflow) Before Financing Activities		(6,080,570)	18,263,283
FINANCING ACTIVITIES:			
Proceeds from Capital Increase		4,556,108	-
Net Cash Inflow (Outflow)		(1,524,462)	18,263,283
The Effect of Changes in Foreign Exchange Rates		74,795	13,845
Net Increase (Decrease) in Cash		(1,449,667)	18,277,128
Cash at the Beginning of the Year		46,674,198	28,397,070
Cash at the End of the Year		45,224,531	46,674,198
Non-cash Transactions	53	11,849,422	1,461,713

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

1- BANK'S ACTIVITIES

1-1- Background:

The Group is Constituted of Bank Pasargad plc. (parent company) and other subsidiaries. Bank Pasargad was registered under No-254300 with the Tehran Companies Registrar Office on September 4, 2005 according to article 98 of the Third Economic, Social and Cultural Development Plan of Islamic Republic of Iran (rectified on April 5, 2000) and other related regulations. The Central Bank of the Islamic Republic of Iran (CBI) issued The Banking Operation License No-2849 on September 13, 2005.

The head office is located at No. 430, Mirdamad Blvd., Tehran 19697-74511, Iran.

Also Bank Pasargad was listed in Tehran Stock Exchange on February 6, 2011 and was first traded on August 6, 2011.

1-2- Activities:

Bank Pasargad offers all kinds of banking products and services; core business includes commercial, retail, and wholesale banking. All banking activities are performed in accordance and in compliance with the regulatory laws, set by CBI.

1-3- Human Capital:

Number of employees working for the Bank and the Group at the year end is as follows:

	Group		Bank	
	20-Mar-2015	20-Mar-2014	20-Mar-2015	20-Mar-2014
Headquarter	670	560	574	535
Tehran Branches	1,917	1,913	1,917	1,871
Other Cities Branches	1,187	1,091	1,167	1,075
Employees in Training	27	5	27	5
Subsidiaries	5,513	3,286	-	-
	9,314	6,855	3,685	3,486

1-4- Branches:

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

	Bank	
	20-Mar-2015	20-Mar-2014
Tehran Branches	207	206
Other Cities Branches	118	118
Free Zone Branches	2	2
	327	326

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

2- BASIS FOR PREPARATION OF FINANCIAL STATEMENTS

The Bank's financial statements are prepared on historical cost basis; revenues and expenses are recorded on accrual basis and in certain circumstances fair values are used as well.

3- BASIS FOR CONSOLIDATION

3-1- Consolidated financial statements of the bank and its relevant subsidiaries have been prepared after elimination of the intra group transactions and any unrealised profit resulted.

3-2- For subsidiaries acquired during the year, results of operations are reflected in the consolidated financial statements from date of acquisition of effective control and for subsidiaries sold during the year, results of operation up to disposal date would be reflected in the consolidation.

3-3- The fiscal year end for subsidiaries of Pasargad Arian Construction Co. and MIDHECO is December 21st; however, their financial statements have been consolidated with those of the bank in the same bases using interim information with required post balance sheet date adjustments.

4- SIGNIFICANT ACCOUNTING POLICIES

4-1- Realization of Income from Credit Facilities, Fines and Commissions

In accordance with banking regulations, income from banking activities and credit facilities granted are recorded on accrual basis as follows:

Type of Income	Basis for Recognition of Income
Income from facilities granted	Based on time period, balance of facilities granted and minimum expected income
Late payment charges	Based on time period, amount of delayed payments and charge rates foreseen in the contract
Commission on L/Gs	When L/G is issued
Other banking services commissions	Based on accrual basis

4-2- Basis for Calculating the Depositors' Share of the Bank's Joint Income

In accordance with the usury-free banking law and related regulations, income arising from facilities granted, investment in stocks and participation papers is considered as "Joint Income"; it is divided on the basis of investment capital contributed (by depositors and the Bank).

4-3- Classification of Granted Facilities

Financial facilities are classified based on rules established by the Money and Credit Council of CBI and on the basis of their aging, financial status and industry of customer, under the following categories:

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

Current:

Maximum 2 months overdue; customer is in good financial position and industry has acceptable prospect

Overdue:

2 to 6 month over-due; customer is in good financial position and industry has limited growth

Bad Debt:

6 to 18 months over-due; customer is not in good financial position and industry faces major limitations

Doubtful Debt:

More than 18 months over-due; customer does not have an acceptable financial position

4-4- Provision for Doubtful Accounts

Allowance is provided for doubtful accounts, based on the Money and Credit Council of CBI, as follows:

* General provision is provided (at least) equal to 1.5 percent of the balance of facilities at the end of the year, facilities which special provision is provided for them.	
* Over due category	10%
* Bad debt category	20%
* Doubtful debt category (Based on customers capabilities)	50% to 100%
* Doubtful debt category over-due for five years or more	100%

4-5- Provision for Employees' Retirement Benefits

A provision, equivalent to one month salary for each full year of service, is provided in the accounts to cover employees' retirement benefits.

4-6- Finance Cost

Finance cost is recognized as expense in the period incurred, except charges directly attributable to the "acquisition of qualifying assets".

4-7- Foreign Exchange Translation

A foreign currency transaction should be recorded initially at IRR Reference Exchange Rate at the date of transaction. Exchange differences arising when monetary items are settled or translated at rate different from those at which they were translated at balance sheet date are reported in profit or loss in the period, except for the exchange differences attributable to the cost of qualifying assets.

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

4-8- Investment

	Consolidation (group)	Parent Company
	Evaluation Method	
Long-term Investments:		
Investment in Subsidiaries	Consolidation	Cost (less accumulated impairment)
Investment in in Associates	Equity	Cost (less accumulated impairment)
Other Long-Term Investments	Cost	Cost (less accumulated impairment)
Short-term Investments:		
Liquid Investments	Lower of cost or net realizable value of investment portfolio	Lower of cost or net realizable value of investment portfolio
Other Short-term Investments	Lower of cost or net realizable value of each investment	Lower of cost or net realizable value of each investment
	Revenue Recognition Method	
Investment in Subsidiaries	Consolidation	Upon approval of dividend by investee's AGM (up to authorization of financial statement)
Investment in Associates	Equity	Upon approval of dividend by investee's AGM (up to authorization of financial statement)
Other long-term and Short-term Investments	Upon approval of dividend by investee's AGM (up to SFP date)	Upon approval of dividend by investee's AGM (up to SFP date)
Investment in Unconsolidated Subsidiaries	Upon approval of dividend by investee's AGM	Upon approval of dividend by investee's AGM (up to authorization of financial statement)

4-9- Fixed Assets

4-9-1- Tangible fixed assets are recorded at cost. Expenditures enhancing useful life, capacity or quality of such assets are capitalized and depreciated during their remained useful life. General repair and maintenance charges are recorded as expense when incurred.

4-9-2- Fixed assets are depreciated in accordance with the rules stipulated in Article 151 of the Direct Taxation Act, using the following rates and methods:

Fixed Assets	Dep. Rate	Dep. Method
Buildings	7%	Reducing balance
Installations	20%	Reducing balance
Motor Vehicles	25%	Reducing balance
Computer Hardware	3 Years	Straight line
Communication Equipment	10 Years	Straight line
Furniture & Fixtures	10 Years	Straight line
ATMs and POSs	3 Years	Straight line
Construction in Leasehold Properties	3 Years	Straight line

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

4-9-3- For fixed assets acquired during the month, depreciation will start from the following month. In case the fixed assets are not deployed after its readiness due to working halt or other reasons, depreciation is calculated on 30% of above mentioned rate.

4-10- Intangible Assets

Intangible assets are recorded at cost. Accordance to CBI regulations, goodwill is not impaired in parent companies. Software are amortized over three years using the straight-line method. No amortization is calculated for other intangible assets.

4-11- Inventories

Inventories of raw material and goods are valued at "lower of cost or net realisable value" of each item. If net realizable value is less than the cost, the difference is provided for in the accounts. Cost of inventories are calculated using weighted average method.

4-12- Goodwill Arising from Consolidation

The accounting method used for business combination is "acquisition method". Goodwill is recognised as the differences between the aggregate of the value of consideration transferred and the net of acquisition-date amounts of the identifiable assets acquired and the liabilities assumed. (The consideration transferred in acquiring a subsidiary is subject to consolidation method and in acquiring an associate is subject to equity method.) it is amortised over a 20 year period. Goodwill arising from acquisition of associates is reflected in book value of long-term investment in the consolidated statement of financial position of the associates.

5- CASH

	Note	Group		Bank	
		20-Mar-2015	20-Mar-2014	20-Mar-2015	20-Mar-2014
		IRRm	IRRm	IRRm	IRRm
Cash in Hand	5-1	1,310,681	1,074,488	1,302,227	1,068,013
Foreign Currencies Notes	5-1	2,632,743	1,483,980	968,290	663,987
Other		25,412	30,729	-	-
Petty Cash		147,358	163,218	-	-
		4,116,194	2,752,415	2,270,517	1,732,000

5-1- Cash is counted at the end of the year and is fully insured against theft and fire by Pasargad Insurance Co.

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

6- DUE FROM CBI

Amounts due from CBI includes the following items receivable by the parent company:

	Note	20-Mar-2015	20-Mar-2014
		IRRm	IRRm
Statutory Deposit	6-1	40,217,749	31,622,827
Statutory Deposit Reward		351,789	278,157
Demand Deposits with CBI (Foreign Currency)		915,460	799,303
Term Deposits with CBI (IRR)		2,600,656	1,160,262
Due from Shetab-network		-	527,477
Other	6-2	1,452,082	1,452,082
		45,537,736	35,840,108

6-1- Statutory deposit with CBI is computed on the basis of Paragraph (3) of Article 14 of the Monetary and Banking Law of Iran, and in accordance with the provisions imposed by the Money and Credit Council, as follows:

	20-Mar-2015		20-Mar-2014	
	Ratio (%)	IRRm	Ratio (%)	IRRm
Short-term and One-year Deposits	13.5	23,500,932	15.5	14,994,544
Demand Deposits	13.5	2,696,516	17	3,959,481
Saving Deposits	10	35,182	10	30,501
Two to Three-year Term Deposits	13.5	1,314,226	11	153,865
Four-years Term Deposits	13.5	6,683	10	9,622
Five-years Term Deposits	13.5	12,169,583	10	11,955,481
L/G Deposits	13.5	382,802	17	399,114
L/C Advances	13.5	4,612	17	22,689
		40,110,536		31,525,297
Free Zone Deposits	10	107,213	10	97,530
		40,217,749		31,622,827

6-2- The amount of IRR 1,452,082 m was withdrawn from Bank Pasargad's account in accordance with Foreign Currency Coordinating Group's approval and CBI director's order. Bank Pasargad has challenged this action. This approval has been cancelled by IRI Parliament, but the above mentioned amount has not been cleared.

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

7- DUE FROM BANKS AND CREDIT INSTITUTIONS

The balance of this account includes the following items, receivable by the parent company:

	Note	20-Mar-2015	20-Mar-2014
		IRRm	IRRm
Demand Deposits with Local Banks (IRR)		29,425	4,824
Long Term Deposits with Local Banks (IRR)		24,354,711	21,782,110
Demand Deposits with Local Banks (Foreign Currencies)		2,406,570	3,354,634
Demand Deposits with Foreign Banks (Foreign Currencies)	59	40,518,019	41,582,741
Long Term Deposits with Foreign Banks (Foreign Currencies)	59	3,348,320	3,113,535
Due from Other Banks for Clearing House Transactions		2,305,019	3,030,037
		72,962,064	72,867,881

8- PARTICIPATION PAPERS

The balance of this account includes the following items receivable by the parent company:

	20-Mar-2015	20-Mar-2014
	IRRm	IRRm
Participation Papers of Development and Government Plans	750,000	275,000
Participation Papers Purchased from Other Banks	100,000	8,174,331
Other Papers and Certificates of Deposit	0	423,823
	850,000	8,873,154

9- CREDIT FACILITIES

	Group		Bank	
	20-Mar-2015	20-Mar-2014	20-Mar-2015	20-Mar-2014
	IRRm	IRRm	IRRm	IRRm
Installment sales	4,196,531	3,249,948	3,665,891	2,823,241
Ju'lah	1,457,309	924,058	1,457,309	1,516,695
Finance Lease	24,343	40,835	3,001	3,270
Qarz-Al-Hasanah	1,132,798	1,031,987	1,132,798	1,031,987
Mudarabah	20,366,639	19,957,355	20,366,639	19,957,355
Partnership	212,220,176	166,847,840	249,182,732	191,121,488
Foreign Currency Credit Facilities and L/Cs	9,534,461	9,582,442	9,534,461	9,582,442
Zeman	1,485,162	1,194,911	1,485,162	1,194,911
Murabaha	1,023,209	1,236,870	1,023,209	1,236,870
	251,440,628	204,066,246	287,851,202	228,468,259
Deferred Income	(2,091,916)	(1,562,799)	(1,989,570)	(1,463,422)
General Provision for Doubtful Debts	(4,091,249)	(3,059,903)	(4,404,048)	(3,405,073)
Special Provision for Doubtful Debts	(6,338,203)	(4,408,482)	(6,338,203)	(4,408,482)
	238,919,260	195,035,062	275,119,381	219,191,282

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

9-1- Bank Pasargad's Granted Facilities:

	20-Mar-2015				20-Mar-2014
	Balance	Deferred Interest	Provision for Bad Debts	Net	Balance(Net)
	IRRm	IRRm	IRRm	IRRm	IRRm
Installment sales	3,665,891	(1,494,858)	(66,015)	2,105,018	1,647,448
Ju'lah	1,457,309	(488,007)	(18,455)	950,847	1,167,183
Finance Lease	3,001	(21)	(668)	2,312	2,501
Qarz-Al-Hasanah	1,132,798	-	(25,580)	1,107,218	1,010,700
Mudaraba	20,366,639	-	(1,363,863)	19,002,776	18,756,759
Partnership	249,182,732	-	(8,108,178)	241,074,554	185,612,866
Zeman	1,485,162	-	(211,974)	1,273,188	1,022,728
Murabaha	1,023,209	(6,684)	(57,981)	958,544	1,152,046
Foreign Currency Credit Facilities and L/Cs	9,534,461	-	(889,537)	8,644,924	8,819,051
	287,851,202	(1,989,570)	(10,742,251)	275,119,381	219,191,282

9-1-1- The following facilities, categorized in conformity with directives of the Money and Credit Council of CBI as follows:

	20-Mar-2015				
	Current	Overdue Debts	Bad Debts	Doubtful Debts	Total
	IRRm	IRRm	IRRm	IRRm	IRRm
Installment sales	3,596,084	11,446	15,962	42,399	3,665,891
Ju'lah	1,452,448	749	536	3,576	1,457,309
Finance Lease	2,182	-	-	819	3,001
Qarz-Al-Hasanah	1,104,058	1,132	8,698	18,910	1,132,798
Mudaraba	17,749,646	279,940	522,152	1,814,901	20,366,639
Partnership	238,115,272	1,407,665	3,358,891	6,300,904	249,182,732
Zeman	792,829	-	-	692,333	1,485,162
Murabaha	743,069	-	280,140	-	1,023,209
Foreign Currency Credit Facilities and L/Cs	8,489,260	400,554	-	644,647	9,534,461
	272,044,848	2,101,486	4,186,379	9,518,489	287,851,202
Deferred Income	(1,989,570)	-	-	-	(1,989,570)
General Provision for Doubtful Debts	(4,404,048)	-	-	-	(4,404,048)
Special Provision for Doubtful Debts	-	(140,945)	(680,263)	(5,516,995)	(6,338,203)
	265,651,230	1,960,541	3,506,116	4,001,494	275,119,381

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

9-1-2- The balance of granted facilities, categorized based on maturity date and rate of return, is as follows:

	20-Mar-2015						Total
	More than 24%	21-24%	18-21%	15-18%	12-15%	12% and lower	
	IRRm	IRRm	IRRm	IRRm	IRRm	IRRm	
up to 20-Mar-2015	48,671,840	8,458,748	1,748,206	2,880	2,791	925,951	59,810,416
up to 20-Mar-2016	195,681,680	11,007,091	681,725	25,777	225,045	1,623,273	209,244,591
up to 20-Mar-2017	4,503,812	1,011,576	135,933	72,261	190,511	28,182	5,942,275
up to 20-Mar-2018	3,582,359	386,518	286,157	4,528	48,612	72,987	4,381,161
from 20-Mar-2018	4,507,306	481,159	167	34,703	12,627	3,436,797	8,472,759
	256,946,997	21,345,092	2,852,188	140,149	479,586	6,087,190	287,851,202

9-1-3- The collaterals for the above facilities consist of properties, shares, promissory notes, checks, binding contracts and bank deposits.

10- ACCOUNTS AND NOTES RECEIVABLE

Balance of this account is receivable by subsidiaries as follows:

	Note	Group	
		20-Mar-2015	20-Mar-2014
		IRRm	IRRm
Trade Receivables		1,184,643	556,027
Receivables from Insurars and Representatives		1,176,383	599,068
Reinsurars' Share of Technical Reserves		2,544,365	1,621,297
Receivables from Insurers and Reinsurers		35,078	54,115
Receivables from Subsidiaries/Associates		3,222,717	1,818,644
Receivables from Others	10-1	8,612,423	7,573,393
		16,775,609	12,222,544

10-1- The above mentioned amount mainly related to Gostaresh Energy Group Companies' receivables from Power Plants of Khoi, Shariati, Oromieh and other Petroleum Companies.

11- OTHER ACCOUNTS AND NOTES RECEIVABLE

	Note	Group		Bank	
		20-Mar-2015	20-Mar-2014	20-Mar-2015	20-Mar-2014
		IRRm	IRRm	IRRm	IRRm
Other Accounts Receivable	11-1	11,368,811	7,842,950	8,293,392	8,444,162
Notes Receivable		469,832	249,852	563,632	311,450
Temporary Accounts Receivable		901,115	2,340,504	901,115	2,340,504
		12,739,758	10,433,306	9,758,139	11,096,116

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

11-1- Balance of other accounts receivable for the bank is as follows:

	Note	Group		Bank	
		20-Mar-2015	20-Mar-2014	20-Mar-2015	20-Mar-2015
		IRRm	IRRm	IRRm	IRRm
Other Firms and Individuals	11-1-1	5,320,723	2,653,324	470,472	122,947
Income on Participation Papers and Certificates of Deposit		235,415	978,330	235,415	978,330
Other Institutions		5,812,673	4,211,296	7,587,505	7,342,885
		11,368,811	7,842,950	8,293,392	8,444,162

11-1-1- The above mentioned amount mainly due from MIDHECO Group Companies for projects.

12- INVENTORIES

Balance of this account includes inventories held by subsidiaries as follows:

	Group	
	20-Mar-2015	20-Mar-2014
	IRRm	IRRm
Properties and Building Projects	1,529,364	858,683
Goods and Parts	3,256,891	552,353
Cards	28,915	83,591
Our Goods on Consignment	154,858	123,921
Other	452,335	116,990
	5,422,363	1,735,538

* The above inventories are insured fully against fire, flood and earthquake.

13- PREPAYMENTS AND ORDERS

Balance of this account represents orders and prepayments by the subsidiaries as follows:

	Group	
	20-Mar-2015	20-Mar-2014
	IRRm	IRRm
Orders from Foreign Countries	36,664	9,216
Prepayment for Purchase of Goods and Services	857,861	587,978
Prepaid Expenses	121,433	2,138
Other Prepayments	1,305,722	22,405
	2,321,680	621,737

14- INVESTMENTS

	Note	Group		Bank	
		20-Mar-2015	20-Mar-2014	20-Mar-2015	20-Mar-2014
		IRRm	IRRm	IRRm	IRRm
Investments in Group Companies	14-1	2,847,670	943,522	15,988,924	12,997,472
Other Investments	14-2	11,583,071	8,384,816	1,776,087	1,008,342
		14,430,741	9,328,338	17,765,011	14,005,814

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

14-1- Investments in Subsidiaries and Associates

	Group		Bank	
	20-Mar-2015	20-Mar-2014	20-Mar-2015	20-Mar-2014
	IRRm	IRRm	IRRm	IRRm
Subsidiaries:				
Pasargad Insurance Co.	-	-	194,846	167,580
Mabnaye Khavar Miyaneh Co.	-	-	1,602,510	1,001,896
Bank Pasargad E-Payment Co.	-	-	120,000	240,000
Bank Pasargad Brokerage Co.	-	-	58,800	44,100
Pasargad Aryan ICT Co.	-	-	579,180	579,180
MIDHCO	-	-	3,568,055	2,728,908
Saman Sakht Aryan Co.	-	-	4,099,400	4,099,400
Pasargad Arzesh Afarinan Co.	-	-	3,581,944	1,978,020
Modaberan Sakht Aryan Co.	-	-	1,590,000	1,590,000
Pasargad Leasing Co.	-	-	335,000	335,000
Pasargad Foreign Exchange Co.	-	-	198,288	162,288
Other Financial Group Companies:				
Iranian Reinsurance Co.	135,344	158,650	60,000	50,700
Pasargad Research and Management & Human Capital Development Institute	700	20,400	400	20,400
Banking Research and Studies Institute	1,800	1,600	-	-
Pasargad International Energy Co.	1,000	1,000	-	-
Pey Pisheh Co.	-	1,850	-	-
Other	2,708,826	760,022	501	-
	2,847,670	943,522	15,988,924	12,997,472

14-1-1- Subsidiaries subjected to consolidation are as follows:

	Note	Country	Percentage of Ownership		Main Activity
			Group	Bank	
Saman Sakht Aryan Co.		Iran	99.97	99.90	Civil constructions
Pasargad Arzesh Afarinan Co.	14-1-1-1	Iran	98.00	98.00	Economical, technical, financial and credit services
Modaberan Sakht Aryan Co.		Iran	99.79	45.00	Participation and investment in manufacturing companies of building materials
Pasargad Leasing Co.		Iran	68.47	67.00	Building leasing
Bank Pasargad E-Payment Co.		Iran	66.26	30.00	Electronic banking services
Bank Pasargad Brokerage Co.		Iran	62.72	49.00	Stock market brokerage
Pasargad Aryan ICT Co.	14-1-1-2	Iran	66.00	49.00	IT and communications
Mabna Khavar Miyaneh Co.		Iran	55.20	43.84	Investment and mining
Pasargad Aryan Construction Management Co.		Iran	68.08	-	Investment in building projects
Pasargad Foreign Exchange Co.		Iran	92.45	90.00	Foreign currency exchange
MIDHCO	14-1-1-3	Iran	47.95	19.98	Investment in companies
Pasargad Insurance Co.	14-1-1-4	Iran	24.89	20	Insurance services

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

14-1-1-1- Arzesh Afarinan consolidated subsidiaries comprise: Pasargad Machinery and Equipment Leasing Co., Hashtom Urban Construction Co., Nazm Avaran Shayesteh Co., Modaberan Tejarat Iranian Co., Kashefan Noandish Pars Co., Payam Avaran Modiriati Iranian Co., Bank Pasargad Investment and Financial Services Co., Pasargad Poya Energy Industrial Development Co., Pasargad Taban Energy Industrial Development Co., Pasargad Aryan Support Services Co., Iranian Saman Tejarat Tadbir Co., Pasargad Energy Development Co., Pars Rastin Heritage Co., Hafez Andysheh Pars Co.

14-1-1-2- FANAP consolidated subsidiaries comprise: Datam Kish Co., Pasargad Aryan Qeshm Co., Danesh Pajohan Fanavar Karan Co., Persian Afraz Mandegar Co., Attic intelligent Technology Development Co., Adonys Electronic Development Co., Pasargad Technology Innovation Co., Datis Aryan Qeshm software Co., Rashed System Electronic Processing Co.

15-1-1-3- MIDHCO consolidated subsidiaries comprise: Iranian Mana Industries Renovation and Construction Development Co., Aftab Derakhshan Khavar Myaneh Co., Zarand Iranian Steel Co., Iranian Sirjan Steel Co., Middle East Industrial Standard Engineering Co., Iranian Babak Copper Co., Ferosilis Gharb Pars Co., Abyek Mana Construction Development Co., Karavaran Middle East Industry Co., Pabdana Coal Processing Co.

14-1-1-4 Although group's ownership in Pasargad Insurance Co. is less than 50%, this company is also consolidated due to the Bank's control over it.

14-2- Other Investments:

	Group		Bank	
	20-Mar-2015	20-Mar-2014	20-Mar-2015	20-Mar-2014
	IRRm	IRRm	IRRm	IRRm
Investment in Listed Companies	4,902,479	4,874,558	836,207	795,613
Participation and Investment in Properties and Projects	1,153,166	673,413	-	-
Participation Papers and Certificates of Deposit	612,513	163,696	-	-
Investment in Non-listed Companies	3,799,290	2,228,213	-	-
Other Participations	1,115,623	444,936	939,880	212,729
	11,583,071	8,384,816	1,776,087	1,008,342

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

15- TANGIBLE FIXED ASSETS

15-1- Movement of the group fixed assets' cost and accumulated depreciation is as follows:

	COST		ACCUMULATED DEPRECIATION						BOOK VALUE		
			Dep. Charges of the Year		Acc. Dep. of Disposed Fixed Assets		Other Adjustments				
	20-Mar-2014	20-Mar-2015	20-Mar-2014	20-Mar-2015	20-Mar-2014	20-Mar-2015	20-Mar-2014	20-Mar-2015	20-Mar-2014	20-Mar-2015	
IRRm	IRRm	IRRm	IRRm	IRRm	IRRm	IRRm	IRRm	IRRm	IRRm	IRRm	
Fixed Assets:											
Land	2,186,559	3,188,191	(179,114)	916,479	6,112,115	-	-	-	-	6,112,115	2,186,559
Buildings	4,089,188	2,311,605	(55,611)	(121,918)	6,223,264	446,374	287,541	19,618	(57,126)	696,407	5,526,857
Vehicles	151,394	91,923	(1,780)	4,249	245,786	46,296	28,484	1,151	28	75,949	169,836
Leasehold Improvements	41,267	41,214	-	(1,642)	80,840	38,157	41,235	-	-	79,391	1,448
Computer Hardware	1,043,365	462,745	(34,414)	1,163	1,472,859	488,969	148,316	31,056	-	668,341	804,518
Office Furniture and Fixtures	408,154	392,685	(11,626)	4,378	793,591	170,056	66,607	9,568	31	246,262	547,330
Equipment	52,999	26,936	(2,346)	(3,188)	74,401	19,034	11,207	-	(1,083)	29,158	45,243
Installations	6,839,189	6,280,321	-	-	13,119,510	1,871,925	1,374,813	-	-	3,246,738	9,872,772
Machinery and Equipment	13,322,919	236,846	(1,502)	11,140,253	24,698,516	268,311	65,938	341	80,024	414,614	24,283,902
	28,135,033	13,032,465	(286,392)	11,939,775	52,820,883	3,349,123	2,024,140	61,735	21,874	5,456,860	47,364,023
Long-term Prepayments	26,909,696	3,497,597	-	2,157,336	32,564,629	-	-	-	-	-	32,564,629
Assets Under Construction	1,516,982	8,308,709	(41,555)	(9,391,513)	392,623	-	-	-	-	-	392,623
	56,561,711	24,838,771	(327,947)	4,705,599	85,778,135	3,349,123	2,024,140	61,735	21,874	5,456,860	80,321,276
											53,212,588

16-1-1- Tangible fixed assets are fully insured against earthquake, fire, and flood.



15-2- Movement of the Bank fixed assets' cost and accumulated depreciation is as follows:

	COST				ACCUMULATED DEPRECIATION				BOOK VALUE				
	20-Mar-2014		20-Mar-2015		20-Mar-2014		20-Mar-2015		20-Mar-2014		20-Mar-2015		
	IRRM	IRRM	IRRM	IRRM	IRRM	IRRM	IRRM	IRRM	IRRM	IRRM	IRRM	IRRM	
Fixed Assets:													
Land	1,202,057	2,550,288	(193,283)	-	3,559,062	-	-	-	-	-	-	3,559,062	1,202,057
Leasehold Improvements	41,267	41,214	-	(1,642)	80,839	(38,157)	(41,235)	-	-	(79,392)	-	1,448	3,111
Buildings	732,164	1,755,856	(55,805)	-	2,432,215	(217,308)	(60,150)	17,197	-	(260,261)	-	2,171,954	514,856
	1,975,488	4,347,358	(249,088)	(1,642)	6,072,116	(255,465)	(101,385)	17,197	-	(339,653)	-	5,732,464	1,720,024
Movable Assets:													
Computer Hardware	614,642	92,814	(34,084)	-	673,372	(398,495)	(102,079)	31,136	-	(469,438)	-	203,935	216,147
Vehicles	31,952	6,300	(282)	-	37,970	(15,166)	(5,571)	263	-	(20,474)	-	17,495	16,786
Furniture and Fixtures	334,056	65,850	(11,679)	-	388,227	(155,258)	(41,081)	9,709	-	(186,630)	-	201,597	178,798
	980,650	164,964	(46,045)	-	1,099,569	(568,919)	(148,731)	41,108	-	(676,542)	-	423,027	411,731
	2,956,138	4,512,322	(295,133)	(1,642)	7,171,685	(824,384)	(250,116)	58,305	-	(1,016,194)	-	6,155,491	2,131,755
Prepayments and Assets Under Construction:													
Assets Under Construction	517,613	-	-	(435,766)	81,847	-	-	-	-	-	-	81,847	517,613
Property Acquisition	4,029,320	-	-	(2,277,293)	1,752,027	-	-	-	-	-	-	1,752,027	4,029,320
Prepayments for Project and Reconstruction	352,713	-	-	(70,090)	282,623	-	-	-	-	-	-	282,623	352,713
	4,899,646	4,512,322	(295,133)	(2,783,149)	2,116,497	(824,384)	(250,116)	58,305	-	(1,016,194)	-	2,116,497	4,899,646
	7,855,784	4,512,322	(295,133)	(2,784,791)	9,288,182	(824,384)	(250,116)	58,305	-	(1,016,194)	-	8,271,988	7,031,401

15-2-1- All fixed assets are under full insurance coverage.

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

15-3- The net book value of the Bank's assets to shareholders' equity is as follows:

	Bank	
	20-Mar-2015	20-Mar-2014
	IRRm	IRRm
Tangible Assets' Book Value	8,271,988	7,031,401
Intangible assets	4,069,100	2,745,478
	12,341,088	9,776,879
Shareholders' Equity	67,528,074	52,485,378
Retained Earnings	(12,375,063)	(11,860,906)
	55,183,011	40,624,473
Assets' Net Book Value to Shareholders' Equity Ratio	22.36%	24.07%

16- INTANGIBLE ASSETS

	Group		Bank	
	20-Mar-2015	20-Mar-2014	20-Mar-2015	20-Mar-2014
	IRRm	IRRm	IRRm	IRRm
Goodwill	4,050,217	2,823,985	3,882,306	2,713,157
Computer Software	271,660	140,933	153,313	7,874
Patents	569,327	509,492	33,481	24,447
	4,891,204	3,474,410	4,069,100	2,745,478

17- OTHER ASSETS

	Note	Group		Bank	
		20-Mar-2015	20-Mar-2014	20-Mar-2015	20-Mar-2014
		IRRm	IRRm	IRRm	IRRm
Prepaid Rent		47,411	15,052	9,530	14,791
Security Deposit		11,043	14,143	11,043	14,143
Stamp Duty		9,097	5,952	9,097	5,952
Confiscated Collateral Assets	17-1	5,002,361	3,288,979	5,002,361	3,288,979
Long-term Notes Receivable		79,257	208,505	-	-
Long-term Portion of Employees Loans		96,042	54,361	-	-
Customer's Long Term Liabilities		119,588	-	-	-
Properties' Cost (net)		11,495	11,495	-	-
Gold Medals' Inventory		4,928	10,065	4,928	10,065
Prepaid Expenses		593,245	215,120	593,245	215,120
Non-current Assets Held for Sale		5,499,670	5,500,968	-	-
Other		2,663,709	700,683	2,009,600	337,946
		14,137,846	10,025,323	7,639,804	3,886,996

17-1- Confiscated collateral assets comprises of IRR 3,337,530m for properties and IRR 1,664,831m for shares.

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

18- GOODWILL

Goodwill arising from consolidation has the following movement:

	Group	
	20-Mar-2015	20-Mar-2014
	IRRm	IRRm
Balance at the Beginning of the Year	2,566,054	335,401
Goodwill Acquired During the Year	291,086	2,228,830
Goodwill Adjustments	(943,617)	1,823
Balance at the End of the Year	1,913,523	2,566,054
Accumulated Amortization at the Beginning of the Year	(132,695)	(3,771)
Amortization for the Year	(87,523)	(128,538)
Amortization Adjustments	108,437	(386)
Accumulated Amortization at the End of the Year	(111,781)	(132,695)
	1,801,742	2,433,359

19- DUE TO CBI

Amounts due to CBI represent the Bank's liability as follows:

	Note	20-Mar-2015	20-Mar-2014
		IRRm	IRRm
Foreign Currencies Term Deposits	19-1	13,332,659	13,838,778
Other		649,515	-
		13,982,174	13,838,778

19-1- Foreign currency term deposits with the Central Bank include one-month, three-month and one-year deposits.

20- DEMAND DEPOSITS

	Group (IRRm)				Bank (IRRm)			
	20-Mar-2015			20-Mar-2014	20-Mar-2015			20-Mar-2014
	IRR	Foreign Currency	Total	Total	IRR	Foreign Currency	Total	Total
Bank cheques Issued	2,261,068	-	2,261,068	8,294,672	2,261,068	-	2,261,068	8,294,672
Current Account Deposits	3,712,779	3,365,685	7,078,464	8,119,815	3,712,779	3,365,685	7,078,464	8,119,815
Bank Draft	76,350	305,737	382,087	340,701	76,350	305,737	382,087	340,701
Unused Managed Funds	4,500	-	4,500	4,303	4,500	-	4,500	4,303
	6,054,697	3,671,422	9,726,119	16,759,491	6,054,697	3,671,422	9,726,119	16,759,491

21- SAVINGS DEPOSITS

	Group (IRRm)				Bank (IRRm)			
	20-Mar-2015			20-Mar-2014	20-Mar-2015			20-Mar-2014
	IRR	Foreign Currency	Total	Total	IRR	Foreign Currency	Total	Total
	438,830	4,530,870	4,969,700	6,217,296	438,830	4,530,870	4,969,700	6,217,296

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

22- TERM DEPOSITS

	Note	Group (IRRm)				Bank (IRRm)			
		20-Mar-2015		20-Mar-2014		20-Mar-2015		20-Mar-2014	
		IRR	Foreign Currency	Total	Total	IRR	Foreign Currency	Total	Total
Short-term Deposits		77,171,892	-	77,171,892	66,904,053	78,720,097	-	78,720,097	68,028,878
Special Short-term Deposits	22-1	1,237,486	5,091,727	6,329,213	5,432,045	1,237,486	5,133,921	6,371,407	5,432,046
Long-term Deposits	22-2	224,168,345	9,703,073	233,871,418	185,665,303	226,368,444	9,703,074	236,071,518	188,292,598
		302,577,723	14,794,800	317,372,523	258,001,401	306,326,027	14,836,995	321,163,022	261,753,522

22-1- Special short-term deposits:

	Group (IRRm)				Bank (IRRm)			
	20-Mar-2015		20-Mar-2014		20-Mar-2015		20-Mar-2014	
	IRR	Foreign Currency	Total	Total	IRR	Foreign Currency	Total	Total
One-month Deposits	-	32,045	32,045	29,546	-	32,045	32,045	29,546
Three-month Deposits	354,750	2,889,311	3,244,061	2,780,338	354,750	2,889,311	3,244,061	2,780,339
Six-month Deposits	759,925	2,169,142	2,929,067	2,503,707	759,925	2,211,337	2,971,262	2,503,707
Nine-month Deposits	122,811	1,229	124,040	118,454	122,810	1,229	124,039	118,454
	1,237,486	5,091,727	6,329,213	5,432,045	1,237,485	5,133,922	6,371,407	5,432,046

22-2- Long-term deposits:

	Group (IRRm)				Bank (IRRm)			
	20-Mar-2015		20-Mar-2014		20-Mar-2015		20-Mar-2014	
	IRR	Foreign Currency	Total	Total	IRR	Foreign Currency	Total	Total
One-year Deposits	116,065,001	9,703,073	125,768,074	36,052,723	118,240,101	9,703,073	127,943,174	38,249,123
Two-year Deposits	10,339,955	-	10,339,955	242,212	10,339,955	-	10,339,955	242,212
Three-year Deposits	226,688	-	226,688	218,259	226,688	-	226,688	218,259
Four-year Deposits	53,606	-	53,606	102,772	53,606	-	53,606	102,772
Five-year Deposits	97,402,265	-	97,402,265	139,722,113	97,418,265	-	97,418,265	139,884,462
Certificates of Deposit	80,830	-	80,830	9,327,224	89,830	-	89,830	9,595,770
	224,168,345	9,703,073	233,871,418	185,665,303	226,368,445	9,703,073	236,071,518	188,292,598

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

23- OTHER DEPOSITS

	Group (IRRm)				Bank (IRRm)			
	20-Mar-2015			20-Mar-2014	20-Mar-2015			20-Mar-2014
	IRR	Foreign Currency	Total	Total	IRR	Foreign Currency	Total	Total
Cash Deposits for L/Gs	2,803,194	196,515	2,999,709	2,507,157	2,803,194	196,515	2,999,709	2,585,711
Advances Received on L/Cs	1,997,624	2,286,184	4,283,808	3,537,563	1,997,624	2,286,184	4,283,808	3,939,036
Other	3,788,648	1,743,157	5,531,805	7,660,394	3,788,648	1,743,157	5,531,805	7,687,579
	8,589,466	4,225,856	12,815,322	13,705,114	8,589,466	4,225,856	12,815,322	14,212,326

24- ACCOUNTS AND NOTES PAYABLE

Trading accounts and notes payable in consolidated SFP, totally relates to the associate companies as follows:

	Group	
	20-Mar-2015	20-Mar-2014
	IRRm	IRRm
Accounts Payable	3,564,977	4,374,361
Notes Payable	14,640,187	7,548,458
	18,205,164	11,922,819

25- OTHER ACCOUNTS PAYABLE AND PROVISIONS

	Group		Bank	
	20-Mar-2015	20-Mar-2014	20-Mar-2015	20-Mar-2014
	IRRm	IRRm	IRRm	IRRm
Provision for Payable Expenses	641,609	766,898	-	-
Social Security Organization	572,394	108,740	5,153	3,312
Withholding Tax	330,477	191,811	-	-
Issued Cheques Held by Individuals	497,684	515,593	430,080	515,593
Withholding Performance	2,191,569	1,112,826	-	-
Internal Creditors - Foreign Currency	933,549	2,245,484	933,546	2,245,484
CBI Participation Papers - Principal and Profit	2,629	8,339	2,629	8,339
Certificates of Deposit's Profit	-	220,562	-	220,562
Other Creditors	3,048,659	1,410,309	3,747,319	711,081
Other Notes Payable	3,246,540	3,018,127	-	-
Other Accounts Payable	4,031,370	2,608,102	-	-
Insurance Premiums' Provision	5,985,249	3,563,160	-	-
Deferred Damage Provision	1,335,990	1,244,632	-	-
Other Technical Reserves	434,825	248,379	-	-
Insurance Premiums for Future Years	49,993	44,011	-	-
Value Added Tax	465,745	208,329	-	-
Liabilities Related to Non-current Assets Held for Sale	9,000	181,952	-	-
	23,777,282	17,697,254	5,118,727	3,704,371

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

26- FINANCIAL FACILITIES RECEIVED

Balance of this account is totally comprised of facilities received by subsidiaries as follows:

	<u>20-Mar-2015</u>	<u>20-Mar-2014</u>
	IRRm	IRRm
Facilities Received	15,442,073	6,843,581
Accrued Income & Commissions	(1,061,397)	(1,589,692)
	14,380,676	5,253,889

27- ADVANCES RECEIVED

Balance of this account is totally comprised of advances received by subsidiaries as follows:

	<u>20-Mar-2015</u>	<u>20-Mar-2014</u>
	IRRm	IRRm
Advances Received from Other Companies	1,227,169	667,309

28- CORPORATE TAX PROVISION

	<u>Group</u>		<u>Bank</u>	
	<u>20-Mar-2015</u>	<u>20-Mar-2014</u>	<u>20-Mar-2015</u>	<u>20-Mar-2014</u>
	IRRm	IRRm	IRRm	IRRm
Balance at the Beginning of the Year	2,634,188	5,091,110	2,043,648	5,055,968
Past Financial Years' Tax Provisions	1,679,171	1,697,973	1,309,786	1,201,458
Past Years' Tax Reconciliation	59,758	482,237	-	270,000
Taxes Paid During the Year	(1,992,932)	(4,544,359)	(1,970,206)	(4,477,766)
Prepaid Taxes	(129,815)	(92,773)	(24,923)	(6,012)
	2,250,370	2,634,188	1,358,305	2,043,648

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

28-1- BANK CORPORATE TAX PROVISION

Corporate tax is finalized and settled by the end of financial year 2008/09:

NOTE	Financial Year	20-Mar-2015						20-Mar-2014		Method of Assessment
		Self-Assessed Profit	Self-Assessed Taxable Income	Self-Assessed Profit	Tax Assessment Notice	Final Tax Notice	Tax Paid	Provision Balance	Provision Balance	
28-1-1	2010/2011	6,309,426	979,722	244,931	1,891,166	1,490,366	1,719,269	73,442	78,202	Examination of books-Final tax notice issued
28-1-2	2011/2012	10,159,820	1,618,705	323,741	2,641,951	2,638,922	2,381,138	-	270,000	Examination of books-Final tax notice issued
28-1-3	2012/2013	14,189,140	4,712,860	942,571	3,509,759	-	1,435,281	-	500,000	Examination of books-Assessment notice
28-1-4	2013/2014	16,870,289	6,007,290	1,201,458	3,911,736	-	1,200,206	-	1,201,458	Examination of books-Assessment notice
28-1-5	2014/2015	13,952,482	6,548,932	1,309,786	-	-	-	1,309,786	-	Books has not been examined
								1,383,228	2,049,660	
Tax Prepayment								(24,923)	(6,012)	
								1,358,305	2,043,648	

28-1-1- Tax assessment notice for the financial year 2010/11 which issued on September 03,2014, has been notified to the bank on September 08,2014 and the bank has protested against basis of taxable income assessment and not taking account of tax exemptions on bureau of administrative justice; therefor, up to date financial statements, decree of bureau has not been issued.

28-1-2- Tax assessment notice for the financial year 2011/12 which issued on October 09,2013, has been notified to the bank on October 12,2013 and the bank has protested against basis of taxable income assessment and not taking account of tax exemptions on bureau of administrative justice; therefor, up to date financial statements, decree of bureau has not been issued.

28-1-3- Tax file for the financial year 2012/13 has been protested against by the bank and up to date financial statements, decree of reviewing council for resolving disputes has not been issued.

28-1-4- Tax file for the financial year 2013/14 has been protested against by the bank and up to date financial statements, decree of first council for resolving disputes has not been issued.

28-1-5- Tax for the financial year ended March 20,2015 were calculated on self-assessed profit with due consideration of tax exemptions.

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

29- RETURN ON DEPOSITS PAYABLE

	Bank			
	Balance at 20-Mar-2014	Period's On-account Return	Paid During the Period	Balance at 20-Mar-2015
	IRRm	IRRm	IRRm	IRRm
Short-term Deposits	354,848	7,521,147	7,544,226	331,769
Special Short-term Deposits	77,637	166,953	194,541	50,049
One-year Deposits	655,985	12,123,515	11,304,573	1,474,927
Two-year Deposits	18,117	3,035,052	2,864,163	189,006
Three-year Deposits	13,299	50,745	48,984	15,060
Four-year Deposits	15,144	15,182	20,945	9,381
Five-year Deposits	4,737,671	26,878,441	26,656,431	4,959,681
Certificates of Deposit	-	1,336,896	1,336,896	-
	5,872,701	51,127,931	49,970,759	7,029,873

* Return on deposits payable in consolidated financial statement after elimination of intra group profits, equals to IRR 7,029,512 m.

30- DIVIDEND PAYABLE

Note	Group		Bank	
	20-Mar-2015	20-Mar-2014	20-Mar-2015	20-Mar-2014
	IRRm	IRRm	IRRm	IRRm
30-1	955,592	163,855	145,114	104,530

30-1- The balance of dividend payable is related to shareholders who have not asked yet for receiving their dividend or have not presented their personal account, notwithstanding bank notice.

31- PROVISION FOR EMPLOYEES RETIREMENT BENEFITS

Movements of this account during the period are as follows:

	Group		Bank	
	20-Mar-2015	20-Mar-2014	20-Mar-2015	20-Mar-2014
	IRRm	IRRm	IRRm	IRRm
Opening Balance	406,951	284,247	278,189	179,048
Paid During the Year	(48,509)	(22,102)	(10,862)	(5,752)
Provision Accrued During the Year	270,678	144,806	139,983	104,893
	629,120	406,951	407,310	278,189

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

32- SHARE CAPITAL

The bank started with capital of IRR 3,500,000m (3,500,000,000 shares at IRR 1,000 per share) and increased it to IRR 30,000,000m (30,000,000,000 shares at IRR 1,000 per share) in six steps by March 20, 2013 as follows:

Date of Registration of Capital Increase	Increase in Capital	Amount of Increase in Capital	New Shareholders' Equity Amount	Source of Capital Increase
	%	IRRm	IRRm	
23/10/2007	50	1,750,000	5,250,000	Receivables from shareholders and cash contributions
14/07/2008	33	1,750,000	7,000,000	Receivables from shareholders and cash contributions
09/11/2009	10	700,000	7,700,000	Receivables from shareholders
21/11/2010	200	15,400,000	23,100,000	Cash contributions
23/03/2011	18	4,158,000	27,258,000	Receivables from shareholders and cash contributions
20/03/2012	10	2,742,000	30,000,000	Receivables from shareholders and cash contributions

32-1- Major shareholders and their respective shareholdings at balance sheet date are as follows:

	20-Mar-2015		20-Mar-2014	
	No. of shares	%	No. of shares	%
1 Pars Aryan Investment Co.	4,199,242,690	13.99	4,309,242,690	14.36
2 Saman Majd Investment Co.	1,490,896,093	4.97	1,494,538,733	4.98
3 Tamin Atiyeh Co.	1,453,486,086	4.84	1,352,121,161	4.51
4 Kharazmi Investment Co.	1,188,698,902	3.96	1,275,495,708	4.25
5 Sam Group Co.	1,126,073,702	3.75	1,126,073,702	3.75
6 Milad Gostar Noavaran Co.	1,108,561,097	3.70	1,108,561,097	3.70
7 Banks' Stuff Pension Fund	940,631,925	3.14	1,021,767,925	3.41
8 Hamyarye Kowsar Institute	870,144,847	3.90	881,834,736	2.94
9 Binesh Pazhooh Iranian Co.	776,379,140	2.59	776,379,140	2.59
10 Mr. Mohammad Hadi Nik La'al Fard	762,465,439	2.54	762,465,439	2.54
11 Sahab Omid Iranian Co.	688,770,388	2.30	688,770,388	2.30
12 Hamghadam Co.	673,926,291	2.25	673,926,291	2.25
13 Refah and Tamin Atiye Omid Institute	599,130,529	2.00	599,130,529	2.00
14 Ms. Setareh Mansoobi	776,450,023	2.59	487,563,021	1.63
15 Other Shareholders (below one percent)	13,345,142,848	43.48	13,442,129,440	44.79
	30,000,000,000	100.00	30,000,000,000	100.00

	20-Mar-2015	20-Mar-2014
Individuals	382	544
Institutions	49,883	52,989
	50,265	53,533

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

32-2- Bank's capital adequacy ratio, which is calculated by dividing the basic capital to risk-weighted assets, must be at least 8% in accordance to CBI rules. The Bank's adequacy ratio is as follows:

	Note	20-Mar-2015	20-Mar-2014
		IRRm	IRRm
Paid-up Capital	32	42,000,000	30,000,000
Statutory Reserve	33	9,864,758	7,968,354
Other Reserves	34	3,288,253	2,656,118
Retained Earnings		12,375,063	11,860,906
Tier I Capital		67,528,074	52,485,378
General Provision for Doubtful Debts		4,404,048	3,405,073
Amounts in Excess of 1.25 Percent of Risk Weighted Assets		-	-
Tier II Capital		4,404,048	3,405,073
Total Capital Base		71,932,122	55,890,451
Total Risk-weighted Assets		362,520,059	296,423,351
1.25% of Risk-weighted Assets		4,531,501	3,705,292
Capital Adequacy Ratio		19.84%	18.85%

* As increasing of capital is in progress, the Bank's capital adequacy ratio will be 16.53% without on-account capital raise.

32-2-1- Risk-weighted assets are as follows:

	Note	20-Mar-2015			20-Mar-2014		
		Assets	Risk Co-efficient	Risk Weighted assets	Assets	Risk Co-efficient	Risk Weighted assets
		IRRm	%	IRRm	IRRm	%	IRRm
Cash	5	2,270,517	0	-	1,732,000	0	-
Statutory Deposit and Other Amounts Due form CBI	6	45,537,736	0	-	35,840,108	0	-
Due from Banks and Financial Institutions	7	72,962,064	20	14,592,413	72,867,881	20	14,573,576
Participation Papers	8	850,000	0	-	8,873,154	0	-
Investments	9	31,032,016	50	15,516,008	29,476,993	50	14,738,496
Other Accounts Receivable	9	244,087,366	100	244,087,366	189,714,289	100	189,714,289
Loans and Facilities	11	9,758,139	100	9,758,139	11,096,116	100	11,096,116
Other Loans	14	17,756,011	100	17,765,011	14,005,814	100	14,005,814
Tangible and Intangible Assets	15,16	12,341,088	100	12,341,088	9,776,879	100	9,776,879
Other Assets	17	7,639,804	100	7,639,804	3,886,995	100	3,886,995
Commitments for Contracts	55-1	66,547,051	50	33,273,525	60,968,979	50	30,484,489
Commitments for L/Gs	55-2	35,697,195	20	7,139,439	33,984,538	20	6,796,908
Commitments for L/Cs	55-3	814,531	50	407,266	2,699,579	50	1,349,789
		547,302,518		362,520,059	474,923,325		296,423,351

32-2-2- Commitments for letters of credit and letters of guarantee issued, has been accounted for after reduction of advances for letters of credit and cash deposits for letters of guarantee.

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

33- STATUTORY RESERVE

In accordance with paragraph B of Article 63 of the Bank's articles of association and relevant regulations, at least 15% of the Bank's net profit, not exceeding the Bank's capital, is allocated to statutory reserves. For subsidiaries, according to amendment to articles 140 and 238 to the commercial code dated 1968, 5% of the subsidiary's net profit, up to 10% of shareholders' equity, must be allocated to the statutory reserve; allocation in excess of 10% is at subsidiaries' discretion. Statutory reserve is not transferable to capital, and only at dissolution is allocable to shareholders.

	Bank	
	20-Mar-2015	20-Mar-2014
	IRRm	IRRm
Opening Balance	7,968,354	5,618,029
Allocated from Net Profit	1,896,404	2,350,325
	9,864,758	7,968,354

34- DISCRETIONARY RESERVE

In accordance with Article 63 of the Bank's articles of association, 5% of the annual net profit is allocated to discretionary reserves. Discretionary reserve belongs entirely to the parent company.

	Bank	
	20-Mar-2015	20-Mar-2014
	IRRm	IRRm
Opening Balance	2,656,118	1,872,676
Allocated from Net Profit	632,135	783,442
	3,288,253	2,656,118

35- NON-CONTROLLING INTEREST

	Group	
	20-Mar-2015	20-Mar-2014
	IRRm	IRRm
Share of Capital	12,787,143	10,909,066
Share of Reserves	2,456,252	523,670
Share of Retained Earnings	137,488	1,292,036
	15,380,883	12,724,772

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

36- INCOME FROM CREDIT FACILITIES

	Group		Bank	
	2014/2015	2013/2014	2014/2015	2013/2014
	IRRm	IRRm	IRRm	IRRm
Income from:				
Partnership	43,906,284	33,503,222	49,760,010	37,438,821
Instalment sales	626,300	113,987	67,319	61,332
Mudaraba	5,151,170	4,670,897	5,151,456	4,671,289
Ju'alah	146,282	74,719	146,282	207,544
Finance Lease	66,596	6,249	643	398
L/Gs	0	53,048	0	53,048
Murabaha	141,905	171,873	141,905	171,873
	50,038,537	38,593,995	55,267,615	42,604,305

37- INCOME ON INVESTMENTS AND DEPOSITS

	Group		Bank	
	2014/2015	2013/2014	2014/2015	2013/2014
	IRRm	IRRm	IRRm	IRRm
Income from:				
Deposits with Iranian Banks	5,890,617	4,449,086	5,888,856	4,453,342
Participation Papers	1,007,267	1,231,477	1,007,267	1,228,034
Investments	8,903,448	4,115,882	4,522,528	2,677,388
	15,801,332	9,796,445	11,418,651	8,358,764
Foreign Currency Deposits	445,941	91,497	445,941	91,497
	16,247,273	9,887,942	11,864,592	8,450,261

38- SALES AND SERVICES REVENUE

Balance of this account consists of sale of goods and rendering of services by subsidiaries as follows:

	Group	
	2014/2015	2013/2014
	IRRm	IRRm
Sale of Foreign Currencies	3,729,358	2,186,093
Income from Services	14,782,748	9,359,450
Sale of Computer Hardware and Software	20,747,915	10,159,920
Sales Return and Allowance	(119,527)	(34,905)
Sale of Properties	427,737	748,092
	39,568,231	22,418,650

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

39- COMMISSION INCOME

	Group		Bank	
	2014/2015	2013/2014	2014/2015	2013/2014
	IRRm	IRRm	IRRm	IRRm
Commission Income:				
Issuance of L/Cs	1,869,804	2,870,230	1,869,804	2,870,230
Issuance of L/Gs	889,907	1,056,130	889,907	1,056,130
Facilities	394,016	767,222	412,249	786,189
Issuance of Credit Cards	90,885	109,377	90,885	109,377
Fees for Electronic Banking Services	1,318,643	433,219	1,318,643	433,219
Foreign Exchange Transactions	636,983	711,984	636,983	711,984
Other Commissions	547,443	347,560	268,455	108,248
	5,747,681	6,295,722	5,486,926	6,075,377

40- FOREIGN EXCHANGE TRANSACTIONS - NET GAIN

Net result of foreign exchange transactions during the period is reflected in Bank's income and is as follows:

	Bank	
	2014/2015	2013/2014
	IRRm	IRRm
Net Translation Gain	74,795	13,845

41- OTHER INCOME

	Group		Bank	
	2014/2015	2013/2014	2014/2015	2013/2014
	IRRm	IRRm	IRRm	IRRm
Gain on Disposal of Properties	241	425,664	-	291,178
Gain on Disposal of Confiscated Properties	491,445	-	491,445	-
Gain on Disposal of Fixed Assets	287,906	352,874	287,743	352,874
Income from Customers Credit Assessment	536,330	268,245	536,330	268,244
Rent Income	3,277	3,149	-	-
Miscellaneous Incomes	133,264	125,346	28,150	58,919
	1,452,463	1,175,278	1,343,668	971,215

42- DEPOSITORS' SHARE OF JOINT INCOME

	Group		Bank	
	2014/2015	2013/2014	2014/2015	2013/2014
	IRRm	IRRm	IRRm	IRRm
Short-term Deposits	7,485,275	6,248,362	7,521,147	6,381,538
Special Short-term Deposits	166,953	71,842	166,953	72,763
One-year Deposits	11,641,466	3,111,861	12,123,515	3,857,578
Two-year Deposits	3,035,052	40,792	3,035,052	40,792
Three-year Deposits	50,745	48,660	50,745	48,660
Four-year Deposits	15,182	28,374	15,182	28,374
Five-year Deposits	26,296,854	22,414,326	26,878,441	22,414,326
Certificates of Deposit	1,328,760	2,883,602	1,336,896	2,892,020
	50,020,287	34,847,819	51,127,931	35,736,051

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

43- UNDER (OVER) ON-ACCOUNT PAYMENT TO DEPOSITORS

Depositors share of profit, derived from joint resources with the Bank, is calculated on the basis of directives of CBI. Granted facilities, investments, participation papers, investment deposits and statutory deposits have been calculated based on the average of the year's 52 weeks.

	2014/2015	(Restated) 2013/2014
	IRRm	IRRm
Granted Facilities	239,761,263	193,942,655
Investments	15,523,219	12,719,862
Deposits with other Banks	23,397,810	17,144,264
Participation Papers	4,195,269	6,028,371
Resources	282,877,561	229,835,152
Short -term Deposits	75,597,010	62,804,456
Special Short - term Deposits	965,783	550,084
One -year Deposits	62,510,961	20,736,795
Two -year Deposits	13,932,469	15,724,300
Three -year Deposits	229,429	264,264
Four -year Deposits	68,208	143,596
Five -year Deposits	117,023,315	108,322,194
Investment Deposits	270,327,175	208,545,662
Statutory Deposit for Investment Deposits	(32,642,972)	(24,386,711)
Net Resources of Depositors	237,684,203	184,158,951
Bank's Resources	45,193,358	45,676,201
Income from Facilities Granted	55,267,615	42,604,305
Income from Investment on Participating Papers	1,007,267	1,228,034
Return on Deposits	5,537,422	4,175,185
Investments Income	4,522,528	2,677,388
Joint Income	66,334,832	50,684,912
Depositors share of Income	55,736,982	40,612,046
Bonus on Statutory Deposit	351,434	243,867
Depositors share of Income and Bonus on Statutory Deposit	56,088,416	40,855,913
Bank's Fee	(6,758,179)	(5,213,642)
Interest Payable to Depositors	49,330,237	35,642,271
On-account Interest Paid to Depositors	(51,127,931)	(35,736,051)
Under (Over) Interest Payment to Depositors	(1,797,694)	(93,780)

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

44- COST OF SERVICES AND GOODS SOLD

Balance of this account includes cost of goods sold and services rendered by the subsidiaries as follows:

	Group	
	2014/2015	2013/2014
	IRRm	IRRm
Cost of Services Rendered	22,187,347	9,793,765
Direct Materials	4,203,513	2,834,745
Direct Salary	511,638	333,028
Overheads	1,100,051	548,781
Increase (Decrease) of Goods	146,206	-
	28,148,775	13,510,319

45- PERSONNEL EXPENSE

	Group		Bank	
	2014/2015	2013/2014	2014/2015	2013/2014
	IRRm	IRRm	IRRm	IRRm
Salaries	1,203,397	651,605	625,713	472,223
Bonuses	756,713	541,678	619,196	460,069
Commuting Allowance	191,946	196,367	154,469	118,393
Over-time	133,779	117,022	127,589	109,928
Social Security and Insurance	240,773	216,108	168,274	128,274
Termination Allowance	270,678	144,806	139,983	104,893
Mission Assignments Allowance	76,614	41,483	22,012	19,931
Other	575,806	505,635	561,518	449,770
	3,449,706	2,414,704	2,418,754	1,863,481

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

46- GENERAL AND ADMINISTRATIVE EXPENSES

	Group		Bank	
	2014/2015	2013/2014	2014/2015	2013/2014
	IRRm	IRRm	IRRm	IRRm
Depreciation	392,704	253,769	254,571	199,960
Advertisement	477,484	300,245	447,554	279,127
Rent	110,760	104,379	93,475	89,235
Repair and Maintenance	469,184	337,048	589,129	458,168
Personnel & Contractual Services	284,360	196,532	191,791	159,666
Office Supplies	152,947	128,962	90,648	80,673
Repair and Maintenance of Buildings	109,702	80,706	65,792	47,534
Cash and Properties Insurance	13,838	11,865	11,589	7,788
Tele-Communications	72,373	62,361	57,833	51,900
Consultant's Fee	125,249	83,293	57,706	42,437
Utilities	74,228	53,020	61,071	45,139
Registration and Duties	64,027	70,495	54,853	61,098
Pantry	107,189	71,278	74,159	51,731
Seminars and Job Training	43,490	29,511	41,508	26,007
Mission Assignments and Commuting	67,250	44,728	62,974	43,725
Workplace Security Cost	22,651	16,786	22,649	16,786
Membership and Presence Fee	24,243	16,556	10,345	6,184
Social and Cultural Sponsorship Fee	24,208	11,017	24,181	11,006
Physical Education	10,108	6,682	10,108	6,639
Amortization of Goodwill	87,523	128,538	0	0
Clothing Costs	34,222	24,272	31,423	21,903
Other Expenses	511,272	27,569	10,593	2,642
	3,279,012	2,059,612	2,263,952	1,709,348

47- DOUBTFUL DEBTS EXPENSE

47-1- Group's doubtful debts expense is as follows:

	Group	
	2014/2015	2013/2014
	IRRm	IRRm
General Provision for Doubtful Debts	690,012	314,077
Special Provision for Doubtful Debts	1,929,721	229,397
	2,619,733	543,474

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

47-2- Bank's doubtful debts expense is as follows:

	Bank		
	2014/2015		
	Facilities	* Coefficient of Provision	provision for debts
Past Due Facilities	2,101,486	10%	140,945
Bad Debt Facilities	4,186,379	20%	680,263
Doubtful Debt Facilities	9,518,489	50%	5,516,995
Current Facilities after Reduction of Deferred Income	270,055,278		
Total Facilities Granted	285,861,632	1.5%	4,404,048
Total Provisions			10,742,251
Provision for Facilities (beginning of the period)			(7,813,554)
Doubtful Debts Expenses (during of the period)			2,928,697

* Coefficient of provisions are applicable after reduction of liquid collaterals.

48- FINANCE COST

	Group		Bank	
	2014/2015	2013/2014	2014/2015	2013/2014
	IRRm	IRRm	IRRm	IRRm
Interest on Foreign Currency Deposits	999,429	517,690	999,429	517,690
Fees Paid to "Inter-bank Information Transfer Network"	317,462	522,782	317,462	522,782
Banking Services Fees	5,051	10,434	1,002	4,513
Fees Paid to Brokers	27,887	20,489	27,887	20,489
Finance Cost for Facilities Received from Other Banks	1,258,518	573,227	-	-
Fees for Assessment of Credit Facilities	113	339	-	-
Allocated to Projects' Finance	(97,059)	(71,705)	-	-
	2,511,401	1,573,256	1,345,780	1,065,474

49- NET OTHER INCOME (EXPENSES)

Net Other Income (Expenses) are related to subsidiaries as follows:

	Group	
	2014/2015	2013/2014
	IRRm	IRRm
Net Non-operating Income (Expenses)	183,656	562,841
Net Operating Income (Expenses)	(5,677,668)	(3,967,441)
	(5,494,012)	(3,404,600)

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

50- PRIOR YEAR'S ADJUSTMENT

Prior year's adjustments relates to corporate tax payments for years 2010/11 and 2011/12.

51- NET CASH INFLOW (OUTFLOW) FROM OPERATING ACTIVITIES-GROUP

	Group	
	2014/2015	(Restated) 2013/2014
	IRRm	IRRm
Profit before tax	17,606,074	20,031,648
Depreciation	480,227	382,307
Doubtful Debts Expenses	2,619,733	543,474
(Gain) Loss on Sale of Investments	(8,903,448)	(4,115,882)
(Gain) Loss on Disposal of Properties	(779,110)	(778,538)
Net (Gain) Loss from Foreign Currency Translation	(74,795)	(13,845)
Net increase in Provision for Employees Retirement Benefits	222,169	122,704
	(6,435,224)	(3,859,780)
Net Increase (Decrease) in Operational liabilities:		
Due to CBI	143,396	8,494,814
Demand Deposits	(7,033,372)	(659,301)
Saving Deposits	(1,247,596)	2,516,808
Term Deposits	59,371,122	69,199,605
Other Deposits	(889,792)	(4,062,642)
Provisions and Other Liabilities	6,080,026	4,653,291
Operational Advances Received	559,860	(85,892)
Operational Accounts Payable	6,282,345	1,350,663
Interest Payable to Depositors	1,211,281	2,224,609
	64,477,270	83,631,955
Net (Increase) Decrease in Operational assets:		
Statuary Deposit & Other Due from CBI	(9,697,628)	(7,295,115)
Due from Other Banks	(2,082,368)	(4,076,926)
Facilities Granted & Other Amounts Due from Non-public Sector	(46,503,931)	(31,641,444)
Participation Papers	8,023,154	2,991,317
Other Assets	(4,112,523)	(317,833)
Operational Accounts and Notes Receivable	(4,553,065)	(8,853,517)
Prepayments and Orders	(1,699,943)	(290,050)
Inventories	(3,686,825)	110,099
Other Accounts Receivable	(963,541)	(881,179)
	(65,276,670)	(50,254,648)
Net Cash Inflow (Outflow) from Operating Activities	10,371,452	49,549,175

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

52- NET CASH INFLOW (OUTFLOW) FROM OPERATING ACTIVITIES-BANK

	Bank	
	2014/2015	(Restated) 2013/2014
	IRRm	IRRm
Profit before Tax	13,952,482	16,870,289
Depreciation	254,571	199,960
Doubtful Debts Expenses	2,928,697	870,360
Dividend Received on Investments	(4,520,233)	(2,659,112)
(Gain) Loss on Sale of Investments	(2,294)	(18,276)
(Gain) Loss on Disposal of Properties & Fixed Assets	(779,188)	(644,052)
Net (Gain) Loss from Foreign Currency Translation	(74,795)	(13,845)
Net Increase in Provision for Employees Retirement Benefits	129,121	99,142
	(2,064,121)	(2,165,823)
Net Increase (Decrease) in Operating Liabilities:		
Amounts Due to CBI	143,395	8,494,814
Demand Deposits	(7,033,372)	(659,067)
Saving Deposits	(1,247,596)	2,503,409
Term Deposits	59,409,500	68,256,869
Other Deposits	(1,397,004)	(4,595,718)
Provisions and Other Liabilities	1,414,356	(472,015)
Interest Payable to Depositors	1,157,172	2,225,939
	52,446,451	75,754,231
Net (Increase) Decrease in Operating Assets:		
Statutory Deposit & Other Due from CBI	(9,697,628)	(7,295,115)
Due from Other Banks	(2,082,368)	(4,076,927)
Facilities Granted & Other Amounts Due from Non-public Sector	(58,856,796)	(45,272,417)
Participation Papers	8,023,154	2,991,317
Other Assets	(3,752,806)	(286,204)
Other Accounts Receivable	(818,744)	(3,117,666)
	(67,185,188)	(57,057,012)
Net Cash Inflow (Outflow) from Operating Activities	(2,850,376)	33,401,685

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

53- NON-CASH TRANSACTIONS

	Bank	
	2014/2015	2013/2014
	IRRm	IRRm
Bank Pasargad Capital Increase	7,443,892	-
Mabna middle-East Co. Capital Increase	600,615	306,883
Pasargad Machinery and Equipment Leasing Co. Capital Increase	10,800	-
Bank Pasargad Brokerage Co. Capital Increase	14,700	9,800
Iranian re-insurance Co. Capital Increase	9,300	9,300
Pasargad Aryian ICT Co. Capital Increase	110,863	158,033
Pasargad Foreign Exchange Co. Capital Increase	36,000	56,000
Pasargad Arzesh Afarinan Co. Capital Increase	1,567,924	-
Bank Pasargad E-Payment Co. Capital Increase	-	180,000
MIDHCO Capital Increase	314,680	165,310
Confiscated Collateral Assets	1,713,382	535,131
Pasargad Increase Co. Capital Increase	27,266	41,256
	11,849,422	1,461,713

54- NET INCREASE (DECREASE) IN CASH

	Note	Group			Bank		
		20-Mar-2015	20-Mar-2014	Net Increase (Decrease)	20-Mar-2015	20-Mar-2014	Net Increase (Decrease)
		IRRm	IRRm	IRRm	IRRm	IRRm	IRRm
Cash in Hand	5	4,116,194	2,752,415	1,363,779	2,270,517	1,732,000	538,518
Demand Deposits with Local Banks *	7	2,406,570	3,354,634	(948,064)	2,406,570	3,354,633	(948,064)
Demand Deposits with Foreign Banks*	7	40,518,019	41,582,741	(1,064,722)	40,518,019	41,582,741	(1,064,722)
Demand Deposits with Local Banks (IRR)	7	29,425	4,824	24,601	29,425	4,824	24,601
		47,070,208	47,694,614	(624,406)	45,224,531	46,674,198	(1,449,667)

* Foreign Currencies

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

55- OFF BALANCE SHEET ITEMS

55-1- Commitments on Letters of Credits:

	Bank	
	20-Mar-2015	20-Mar-2014
	IRRm	IRRm
Bank Commitments on L/Cs (IRR)	142,514	194,407
Bank Commitments on L/Cs (Foreign Currencies)	70,688,344	64,713,608
	70,830,858	64,908,015

55-2- Commitments on Letters of Guarantee:

Bank Commitments on L/Gs (IRR)	27,796,291	23,174,330
Bank Commitments on L/Gs (Foreign Currencies)	10,900,614	13,395,919
	38,696,905	36,570,249

55-3- Other Commitments:

Commitments on Credit Cards	365,661	614,987
Other	448,870	2,084,592
	814,531	2,699,579

56- CONTINGENT LIABILITIES AND CAPITAL COMMITMENTS

56-1- Capital commitments are as follows:

	Group	
	20-Mar-2015	20-Mar-2014
	IRRm	IRRm
Commitment to Pay the Remaining Cost for Branches of Bank Pasargad	550,120	570,572

56-2- Except for corporate tax as set out in note 28, the Bank does not have any material contingent liability.

57- EVENTS AFTER THE REPORTING PERIOD

No event occurred after the balance sheet date and before the financial statements were authorized for issue, which requires adjustment or disclosure.

58- RETAINED EARNINGS-YEAR-END

Allocation of retained earnings at year end for below mentioned items is up to approval of the shareholders at Annual General Meeting.

	20-Mar-2015
	IRRm
Statutory Requirements:	
Allocation of at Least 10% of Net Profit in Accordance with Article 90 of the Commercial Law	1,264,270

* Maximum profit available for distribution is equal to consolidated retained earning (IRR 12,375,063 m) that can be allocated based on mentioned considerations in independent auditor's report.

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

59- FOREIGN EXCHANGE POSITION

Foreign exchange commitments as well as monetary assets and liabilities at year end are as follows:

Note	USD	EUR	GBP	AED	JPY	CHF	TRY	CNY	KRW	RUB	INR
Cash	18,254,130	14,479,344	252,975	1,143,281	50,000	47,534	2,060	1,200	-	2,420	-
Receivable from CBI	21,752,222	10,164,754	-	-	-	-	-	-	-	-	-
Receivable from Other Banks	8,197,984	665,769,640	1,095,861	496,029,139	5,667,995,890	83,487,678	83,831,785	1,080,893,175	130,748,607,573	181,928,811	20,727,562,396
Foreign Facilities	36,699,567	56,620,962	-	24,536,947	-	-	2,640,827	-	-	-	-
Other Accounts Receivable	160,678	2,573,074	-	9,136,003	56,354,563	3,733	127,626	40,022,036	59,351,802	21,000,000	-
Due to CBI	-	(386,133,621)	-	-	-	-	(59,162,989)	(260,470,213)	(64,976,844,620)	-	-
Demand Deposits	(15,837,498)	(28,488,167)	-	(1,029,700)	-	(82,989,560)	-	-	(279,566,898)	(25,098,913)	(120,960)
Saving Deposits	(11,924,277)	(69,539,492)	(156,803)	(1,442,050)	(100,000)	(34,389)	(2,417)	(261,827,256)	(35,835,218,934)	-	-
Term Deposits	(235,729,951)	(231,426,733)	(259,404)	(163,691,105)	-	(21,100)	-	-	-	-	-
Other Deposits	(8,851,476)	(129,031,382)	(1,068)	(16,654,033)	(482,509,143)	(3,977,061)	(7,671,783)	(24,271,525)	(43,859,620,942)	(12,048,038)	(356,841,462)
Other Payables	(1,003,898)	(17,156,266)	-	(4,145,811)	(671,340,064)	-	(4,827,729)	(30,080,118)	(477,159,423)	-	-
	(188,282,519)	(112,167,887)	931,561	343,882,671	4,570,451,246	(3,483,165)	14,937,380	544,267,299	(14,620,451,442)	165,784,280	20,370,599,974
L/Gs Commitments	-	1,030,419,164	25,887	85,025,311	546,955,858	3,976,950	3,884,140	7,084,867,472	43,203,422,434	1,187,345,080	1,574,240,392
L/Gs Commitments	9,462,305	281,294,005	-	5,163,425	685,839,130	-	-	432,447,768	-	-	-
Other Customer Commitments	-	131,199,605	-	68,166,679	100,256,065	-	6,022,378	284,020,140	18,816,438,848	116,419,985	82,576,640

BANK PASARGAD (PLC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FINANCIAL YEAR ENDED MARCH 20, 2015

60 - RELATED PARTY TRANSACTIONS

Bank Pasargad's transactions with related parties during the reported year:

Related Party	Relationship	Is subject to article 129 of the commercial code?	Amount IRRm	Balance Receivable (Payable) 20-Mar-2015	Balance Receivable (Payable) 20-Mar-2014
Pasargad Aryan ICT Co. (FANAP)	Shareholder and Board Member	Yes	2,366,531	841,854	573,050
Pasargad Insurance Co.	Shareholder and Board Member	Yes	133,985	67,986	11,667
MIDHCO	Shareholder and Board Member	Yes	7,057,958	2,616,000	887,082
Mabnaye Khavar Miyaneh Co.	Shareholder and Board Member	Yes	3,761,415	1,428,900	531,900
Pasargad Leasing Co.	Shareholder and Board Member	Yes	1,804,500	617,400	633,279
Pasargad Machinery and Equipment Leasing Co.	Shareholder and Board Member	Yes	4,490,520	2,150,338	2,183,118
Pasargad Arzesh Afarinan Co.	Shareholder and Board Member	Yes	4,050,935	2,139,616	2,405,937
Pasargad E-Payments Co.	Shareholder and Board Member	Yes	548,102	587,159	283,948
Modaberan Sakht Aryan Co.	Shareholder and Board Member	Yes	8,345	6,761	0
Bank Pasargad Brokerage Co.	Shareholder and Board Member	Yes	670,016	7,810	685
Saman Sakht Aryan Co.	Shareholder and Board member	Yes	9,990	2,921	0
Iranian Reinsurance Company	Shareholder Board Member	Yes	9,300	0	0
Pasargad Exchange Co.	Mutual Board Member	Yes	249,000	0	0
Pars Aryan Investment Co.	Shareholder and Board Member	Yes		0	430,769

