

**BAKHTAR BANK**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2012**

| 2012   |                | 2011   |  |     |  | 2012                 |  | 2011             |  |
|--|----------------|--|--|-----|--|----------------------|--|------------------|--|
| .....US\$ '000'.....                                     |                |  |  |     |  | .....US\$ '000'..... |  |                  |  |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>              |                |  |  |     |  |                      |  |                  |  |
| 744  | 536            | Profit before income tax   |  |     |  | 38,725               |  | 26,435           |  |
| Adjustments for:   |                |  |  |     |  |                      |  |                  |  |
| 409  | 420            | Depreciation   |  | 8   |  | 21,292               |  | 20,721           |  |
| 28   | 60             | Amortization   |  | 9   |  | 1,484                |  | 2,966            |  |
| 622  | 44             | Impairment loss on loans and advances  |  | 6.8 |  | 32,379               |  | 2,181            |  |
| <u>1,803</u>   | <u>1,060</u>   |  |  |     |  | <u>93,880</u>        |  | <u>52,303</u>    |  |
| Increase / decrease in operating assets and liabilities: |                |  |  |     |  |                      |  |                  |  |
| 11,133   | (3,812)        | Loans and advances to customers  |  | 6   |  | 579,791              |  | (187,962)        |  |
| 5  | (640)          | Other assets   |  | 11  |  | 242                  |  | (31,574)         |  |
| 18,392   | 21,681         | Deposits from customers  |  | 13  |  | 957,861              |  | 1,069,078        |  |
| (1,272)  | (23,581)       | Deposits from banks  |  | 14  |  | (66,249)             |  | (1,162,763)      |  |
| 3,982  | 613            | Other liabilities  |  | 15  |  | 207,406              |  | 30,245           |  |
| <u>34,042</u>  | <u>(4,679)</u> | <b>Net cash generated from / (used in) operating activities before interest and taxation</b> |  |     |  | <u>1,772,931</u>     |  | <u>(230,673)</u> |  |
| <u>1</u>   | <u>7</u>       | Withholding taxes collected  |  |     |  | <u>41</u>            |  | <u>359</u>       |  |
| <u>34,043</u>  | <u>(4,672)</u> | <b>Net cash generated from / (used in) operating activities</b>                              |  |     |  | <u>1,772,972</u>     |  | <u>(230,314)</u> |  |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>              |                |  |  |     |  |                      |  |                  |  |
| (12,463)   | -              | Investments made   |  | 7   |  | (649,057)            |  | -                |  |
| (357)  | (431)          | Purchase of property and equipment   |  | 8   |  | (18,595)             |  | (21,267)         |  |
| <u>(12,820)</u>  | <u>(431)</u>   | <b>Net cash used in investing activities</b>   |  |     |  | <u>(667,652)</u>     |  | <u>(21,267)</u>  |  |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>              |                |  |  |     |  |                      |  |                  |  |
| 10,597   | -              | Proceeds from issue of share capital   |  | 12  |  | 551,900              |  | -                |  |
| <u>10,597</u>  | <u>-</u>       | <b>Net cash generated from financing activities</b>  |  |     |  | <u>551,900</u>       |  | <u>-</u>         |  |
| <u>31,820</u>  | <u>(5,103)</u> | <b>Net increase / (decrease) in cash and cash equivalents</b>                                |  |     |  | <u>1,657,220</u>     |  | <u>(251,581)</u> |  |
| <u>30,995</u>  | <u>37,840</u>  | Cash and cash equivalents at beginning of the year   |  |     |  | <u>1,614,223</u>     |  | <u>1,865,804</u> |  |
| <u>62,816</u>  | <u>32,736</u>  | <b>Cash and cash equivalents at the end of the year</b>                                      |  | 5   |  | <u>3,271,443</u>     |  | <u>1,614,223</u> |  |

The annexed notes 1 to 27 form an integral part of these financial statements.

AASR

  
 Chairman

  
 Chief Executive Officer

  
 Chief Financial Officer

