

Part Two

**Administrative Organization,
Balance Sheet
and
Profit and Loss Account
of
Central Bank of the Islamic
Republic of Iran**

**As at the end of 1388
(March 20, 2010)**

EXECUTIVE BOARD

<i>Mahmoud Bahmani</i>	<i>(as of 02.07.1387)</i>	<i>Governor</i>
<i>Hossein Ghazavi</i>	<i>(as of 02.08.1386 until 18.07.1388)</i>	<i>Deputy Governor</i>
<i>Seyyed Hamid Pour Mohammadi</i>	<i>(as of 18.07.1388)</i>	<i>Deputy Governor</i>
<i>Seyyed Mahmoud Ahmadi</i>	<i>(as of 09.10.1388)</i>	<i>Secretary General</i>
<i>Hamid Borhani</i>	<i>(as of 03.05.1388)</i>	<i>Vice-Governor for Foreign Exchange Affairs</i>
<i>Hossein Ghazavi</i>	<i>(as of 29.07.1388)</i>	<i>Vice-Governor for Economic Affairs</i>
<i>Seyyed Mahmoud Ahmadi</i>	<i>(as of 11.12.1387 until 09.10.1388)</i>	<i>Vice-Governor for Administrative and Training Affairs</i>
<i>Bahman Mesgarha</i>	<i>(as of 09.10.1388)</i>	<i>Vice-Governor for Administrative and Training Affairs</i>
<i>Hossein Habibi</i>	<i>(as of 19.03.1388)</i>	<i>Vice-Governor for Legal and Parliamentary Affairs</i>
<i>Mohammad Hossein Mehrani</i>	<i>(as of 12.12.1387)</i>	<i>Vice-Governor for Modern Technologies Affairs</i>

<i>Reza Raei</i>	<i>(until 03.05.1388)</i>	<i>Vice-Governor for Foreign Exchange Affairs</i>
<i>Ramin Pashaei Fam</i>	<i>(until 15.05.1388)</i>	<i>Vice-Governor for Economic Affairs</i>
<i>Heydar Mostakhdemin Hosseini</i>	<i>(until 19.03.1388)</i>	<i>Vice-Governor for Legal and Parliamentary Affairs</i>

BOARD OF AUDITORS

<i>Mohammad Javad Saffar Soflaei</i>	<i>(as of 23.03.1384)</i>	<i>Chairman</i>
<i>Hassan Haddadi</i>	<i>(as of 21.04.1384)</i>	<i>Member</i>
<i>Seyyed Kamal Tabatabaei</i>	<i>(as of 01.05.1384)</i>	<i>Member</i>

MONEY AND CREDIT COUNCIL

<i>Gholam Hossein Mohseni Ejeie</i>	<i>(as of 02.06.1388)</i>	<i>Attorney General</i>
<i>Seyyed Shamseddin Hosseini</i>	<i>(as of 22.05.1387)</i>	<i>Minister of Economic Affairs and Finance</i>
<i>Mahmoud Bahmani</i>	<i>(as of 02.07.1387)</i>	<i>Governor of the Central Bank</i>
<i>Amir Mansour Borqei</i>	<i>(as of 08.09.1385 until 28.07.1388)</i>	<i>President Deputy for Strategic Planning and Control</i>
<i>Ebrahim Azizi</i>	<i>(as of 07.07.1387)</i>	<i>President Deputy for Strategic Planning and Control</i>
<i>Seyyed Ahmad Mortazavi Moghaddam</i>	<i>(as of 15.07.1385)</i>	<i>Deputy Attorney General</i>
<i>Heydar Moslehi</i>	<i>(as of 16.06.1388)</i>	<i>Minister of Intelligence</i>
<i>Ali Akbar Mehrabian</i>	<i>(as of 21.05.1386)</i>	<i>Minister of Industries and Mines</i>
<i>Mehdi Ghazanfari</i>	<i>(as of 16.06.1386)</i>	<i>Minister of Commerce</i>
<i>Mohammad Nahavandian</i>	<i>(as of 22.03.1386)</i>	<i>Head of Iran Chamber of Commerce, Industries and Mines</i>
<i>Hossein Rahmaninia</i>	<i>(as of 21.05.1387)</i>	<i>Chairman, Board of Directors, Iran Central Chamber of Cooperative (ICC)</i>
<i>Naser Sherafat Jahromi</i>	<i>(as of 03.08.1388)</i>	<i>Bank Expert Selected by President</i>
<i>Seyyed Mohammad Jahromi</i>	<i>(as of 03.08.1388)</i>	<i>Bank Expert Selected by President</i>
<i>Hadi Ghavami</i>	<i>(as of 19.04.1387)</i>	<i>Member of Parliament</i>
<i>Seyyed Kazem Delkhosh</i>	<i>(as of 19.04.1387)</i>	<i>Member of Parliament</i>

<i>Ghorbanali Dorri Najafabadi</i>	<i>(until 02.06.1388)</i>	<i>Attorney General</i>
<i>Gholam Hossein Mohseni Ejeie</i>	<i>(until 23.04.1388)</i>	<i>Minister of Intelligence</i>
<i>Seyyed Masoud Mir Kazemi</i>	<i>(until 03.06.1388)</i>	<i>Minister of Commerce</i>
<i>Hamid Borhani</i>	<i>(until 28.07.1388)</i>	<i>Bank Expert Selected by President</i>

NOTE-RESERVE CONTROL BOARD

<i>Mahmoud Bahmani</i>	<i>(as of 02.07.1387)</i>	<i>Governor</i>
<i>Seyyed Rahmatollah Akrami</i>	<i>(as of 02.07.1387)</i>	<i>Deputy Minister for Financial Supervision and Treasury Affairs, Ministry of Economic Affairs and Finance</i>
<i>Seyyed Ahmad Mortazavi Moghaddam</i>	<i>(as of 15.07.1385)</i>	<i>Deputy Attorney General</i>
<i>Abdolreza Rahmani Fazli</i>	<i>(as of 30.04.1387)</i>	<i>President of the Supreme Audit Court</i>
<i>Mohammad Javad Saffar Soflaei</i>	<i>(as of 23.03.1384)</i>	<i>Chairman of the Board of Auditors</i>
<i>Bahman Mohammadyari</i>	<i>(as of 19.08.1387)</i>	<i>Member of Parliament</i>
<i>Assadollah Badamchian</i>	<i>(as of 19.08.1387)</i>	<i>Member of Parliament</i>

BALANCE SHEET
AND
PROFIT AND LOSS ACCOUNT
OF
CENTRAL BANK OF THE
ISLAMIC REPUBLIC OF IRAN

As at the end of 1388

(March 20, 2010)

BALANCE SHEET
AS AT THE END OF 1388 (March 20, 2010)

<u>March 20, 2009</u>	ASSETS	<u>March 20, 2010</u>
96,500,000	Note cover including gold, foreign exchange, and quota and subscription to international agencies	104,000,000
994,475	Notes and coins held at the Central Bank	7,349,481
16,632,793	Free gold holdings	29,516,907
735,744,306	Foreign exchange assets	703,825,127
	Loans and credits to:	
21,045,138	Government	19,255,603
38,835,900	Government institutions and corporations	42,731,531
239,757,659	Banks	168,997,970
299,638,697		230,985,104
7,684,433	Fixed assets (less accumulated depreciation)	7,972,499
1,767,304	Other assets	1,265,698
1,158,962,008		1,084,914,816
17,984,592	Customers' undertakings regarding opened letters of credit and guarantees	10,572,768
1,176,946,600		1,095,487,584
1,626,710	Assets of the Central Bank Employees' Pension Fund	1,862,068
99,887	Assets of the Central Bank Employees' Savings Fund	119,872
135,056	Assets of the Central Bank Employees' Cooperative Fund	174,008
1,178,808,253		1,097,643,532

EXECUTIVE BOARD

Mahmoud Bahmani

Governor

Seyyed Hamid
Pour Mohammadi

Deputy Governor

Seyyed Mahmoud
Ahmadi

Secretary General

Hamid
Borhani

Vice-Governor

Hossein
Ghazavi

Vice-Governor

Bahman
Mesgarha

Vice-Governor

**AMOUNT IN
MILLION RIALS**

<u>March 20, 2009</u>	LIABILITIES	<u>March 20, 2010</u>
96,500,000	Notes issued	104,000,000
110,004,078	Iran-Checks issued	133,364,078
842,581	Coins issued	1,039,119
	Deposits:	
358,513,632	Government: sight	194,006,251
21,514,911	Government institutions and corporations: sight	17,649,963
1,124,590	Non-government public institutions and corporations: sight	1,293,860
	Banks and credit institutions:	
225,191,588	Legal	243,284,455
176,155,212	Sight and term investment deposits, advance payments on banks' LCs, and other deposits	189,126,721
782,499,933		645,361,250
4,524,749	Income tax	3,922,386
11,692,653	Share of government in net profit	11,260,933
36,253,457	Other liabilities	54,445,026
172,136	Retirement benefits	193,217
15,000,000	Capital	20,000,000
7,019,469	Legal reserve	9,544,892
5,009,692	Contingency reserve	5,009,692
89,443,260	Foreign exchange assets' and liabilities' revaluation reserve	96,774,222
0	Net profit carried forward	1
1,158,962,008		1,084,914,816
17,984,592	Letters of credit and guarantees	10,572,768
1,176,946,600		1,095,487,584
1,626,710	Liabilities of the Central Bank Employees' Pension Fund	1,862,068
99,887	Liabilities of the Central Bank Employees' Savings Fund	119,872
135,056	Liabilities of the Central Bank Employees' Cooperative Fund	174,008
1,178,808,253		1,097,643,532

**PROFIT AND LOSS ACCOUNT
AS AT THE END OF 1388 (March 20, 2010)**

<u>March 20, 2009</u>		<u>March 20, 2010</u>
74,852	Cost of receiving credit and overdraft from foreign banks	36,865
815,735	Profit paid on foreign exchange accounts	5,181
2,261,386	Rewards paid on banks' legal deposit	2,296,551
1,211,888	Profit paid on Central Bank's participation papers	0
1,338,375	Profit paid on banks' special deposits	599,291
613,478	Commission paid on banking services	542,057
1,183,843	Personnel and administrative expenditures	1,581,237
700,697	Money issue and miscellaneous printing expenditures	523,047
84,859	Depreciation cost of fixed assets	85,946
1,880	Other expenditures	362,893
8,286,993		6,033,068
25,927,441	Net profit	25,254,236
34,214,434		31,287,304

APPROPRIATION ACCOUNT

6,511,808	Income tax	6,341,057
2,592,745	Transfer to legal reserve	2,525,424
5,000,000	Transfer to contingency reserve	5,000,000
11,692,653	Share of government in net profit	11,260,933
130,236	0.5 percent of net profit allocated to low-income groups for housing provision	126,821
0	Net profit carried forward	1
25,927,442		25,254,236

EXECUTIVE BOARD

**Mahmoud Bahmani
Governor**

Seyyed Hamid Pour Mohammadi	Seyyed Mahmoud Ahmadi	Hamid Borhani	Hossein Ghazavi	Bahman Mesgarha
Deputy Governor	Secretary General	Vice-Governor	Vice-Governor	Vice-Governor

**AMOUNT IN
MILLION RIALS**

March 20, 2009		March 20, 2010
16,066,112	Returns on deposits and investment abroad	7,417,704
7,968,510	Profit received from extended facilities	15,594,455
288,440	Commission received for banking services	193,673
8,030,307	Result of foreign exchange and gold transactions	6,106,831
1,861,065	Other incomes	1,974,641
34,214,434		31,287,304
25,927,441	Net profit	25,254,236
1	Net profit carried forward	0
25,927,442		25,254,236

**Details of Balance Sheet
as at the end of 1388
(March 20, 2010)**

A. Assets

Note Issue and Note Cover

On the basis of the currency needs of the country and according to the monetary and banking regulations, Rls. 7,500,000 million worth of new notes were issued and the total notes in circulation amounted to Rls. 104,000,000 million by the end of 1388.

Notes and Coins Held at the CBI

Notes and coins held at the CBI at end-1388 are as follows:

Notes and Coins Held at the CBI (million rials)		
	End-1387	End-1388
Notes	994,090.2	7,349,101.4 ¹
Coins	384.2	380.0
Total	994,474.4	7,349,481.4

¹ About 70 percent of this amount is related to notes and check notes which cannot be circulated due to being damaged or outdated. These notes and check notes were accumulated due to the circulation of new check notes.

Loans and Credits

Total loans and credits extended to government, its affiliated institutions and corporations, as well as banks amounted to Rls. 230,985,104 million. This was after deducting Rls. 45,610,767.6 million as blocked debt in note cover and taking into account other adjustments.

Loans and Credits

	(million rials)	
	End-1387	End-1388
Government	64,267,641.0	64,866,370.0
Less blocked debt in note cover	(43,222,503.0)	(45,610,767.6)
	21,045,138.0	19,255,602.4
Government institutions and corporations	38,835,900.4	42,731,531.3
Banks	239,757,658.7	168,997,970.3
Total	299,638,697.1	230,985,104.0

Fixed Assets

Fixed assets¹ at the end of 1388 are as follows:

Fixed Assets (million rials)			
	Immovable assets	Movable assets	Total
Total price			
Balance on 01.01.1388	8,011,577.2	196,207.7	8,207,784.9
Increase during 1388	465,995.7	28,242.0	494,237.7
Decrease during 1388	(6,984.9)	(1,710.0)	(8,694.9)
Transfers and others	0.0	(1,192.8)	(1,192.8)
Total on 29.12.1388	8,470,588.0	221,546.9	8,692,134.9
Accumulated depreciation			
Balance on 01.01.1388	401,007.0	122,345.1	523,352.1
Depreciation in 1388 ¹	182,305.0	16,097.7	198,402.7
Depreciation of sold assets	0.0	(946.5)	(946.5)
Transfers and others	0.0	(1,172.0)	(1,172.0)
Total on 29.12.1388	583,312.0	136,324.3	719,636.3
Net book value			
Balance on 01.01.1388	7,610,570.2	73,862.6	7,684,432.8
Balance on 29.12.1388	7,887,276.0	85,222.6	7,972,498.6

¹ Including depreciation costs of CBI's staff support divisions, executive office of construction projects, Print and Mint Organization, and Takab Securities Paper Mill by respectively Rls. 85.9 billion, Rls. 1.3 billion, Rls. 65.0 billion, and Rls. 46.2 billion, totaling Rls. 198.4 billion

¹ CBI's fixed assets enjoyed sufficient insurance coverage during the review year.

Other Assets

Other assets held at the CBI at the end of 1388 are as follows:

Other Assets (million rials)	Other Assets (million rials)	
	End-1387	End-1388
Silver holdings	100,233.2	98,088.3
Stamp holdings	425.6	416.2
Coin holdings	415,809.5	111,994.2
Investment in other institutions	134,188.7	134,188.7
Ancient coins	8.7	8.7
Miscellaneous assets	478,354.8	547,627.3
Revolving funds	888.8	1,346.0
Prepayments	27,322.6	30,380.8
Debtors' suspense account	137,855.5	139,247.6
Provisional items	563.1	3,251.3
Projects to be completed	302,885.2	164,537.2
Result of conversion of foreign facilities	27,229.0	0.0
Claims for long-term facilities	141,540.0	34,612.0
Total	1,767,304.6	1,265,698.3

Customers' Undertakings regarding Opened Letters of Credit and Guarantees

Total customers' undertakings regarding opened letters of credit and guarantees at the end of 1388 are as follows:

Customers' Undertakings regarding Opened Letters of Credit and Guarantees (million rials)	Customers' Undertakings regarding Opened Letters of Credit and Guarantees (million rials)	
	End-1387	End-1388
Customers' undertakings regarding opened letters of credit in rials	7,867,974.4	3,022,667.8
Customers' undertakings regarding brokers' guarantees	2,592,705.2	2,664,573.0
Customers' undertakings regarding opened letters of credit in foreign exchange	7,523,912.0	4,885,527.4
Total	17,984,591.6	10,572,768.2

B. Liabilities

Notes Issued

New notes issued totaled Rls. 7,500,000 million in 1388. Thus, total issued notes amounted to Rls. 104,000,000 million at the end of 1388.

Iran-Checks Issued

Based on Cabinet Approval dated 21.12.1386, Central Bank of the Islamic Republic of Iran issued Iran-Checks in 1388. The balance of issued Iran-Checks account came to Rls. 133,364,077.5 million, as against Rls. 110,004,077.5 million at end-1387.

Coins Issued

With the circulation of Rls. 196,538 million coins in 1388, the total coins issued came to Rls. 1,039,119.2 million at the end of 1388.

Deposits

Total sight deposits of government, government institutions and corporations, non-government public institutions and corporations, banks and credit institutions, together with other deposits, amounted to Rls. 645,361,249.8 million at the end of 1388, as is shown in the following table.

Deposits (million rials)	Deposits (million rials)	
	End-1387	End-1388
Government	358,513,631.7	194,006,251.3
Government institutions and corporations	21,514,910.7	17,649,962.6
Non-government public institutions and corporations	1,124,590.1	1,293,859.6
Banks and credit institutions:		
Legal	225,191,588.6	243,284,455.1
Sight	105,514,737.8	117,535,966.7
Term investment	3,751,885.5	17,032,237.2
LCs and order registration	36,214.9	33,309.4
Sub-total	334,494,426.8	377,885,968.4
Others	66,852,373.3	54,525,207.9
Total	782,499,932.6	645,361,249.8

Income Tax

Income tax of the CBI on the basis of the Amended Direct Tax Law approved in 1380 was Rls. 6,341,057.8 million for 1388, of which Rls. 3,918,671.0 million was paid (Rls. 2,418,671.0 million in implementation of the Budget Law for 1388 and Rls. 1,500,000 million in Khordad 1389).

	Income Tax (million rials)	
	1387	1388
Income tax	6,511,908.2	6,341,057.8
Payment during the year	(1,987,058.6)	(2,418,671.0)
Total	4,524,749.6	3,922,386.8

Share of Government in Net Profit

According to Article 25 of the Monetary and Banking Law, the remainder of profit, after profit appropriation, belongs to the government. Share of government in the net profit of the CBI in 1388 amounted to Rls. 11,260,933.0 million. The corresponding figure for the year 1387 was Rls. 11,692,653.0 million.

Other Liabilities

Other liabilities of the CBI amounted to Rls. 54,445,025.7 million at the end of 1388, as follows:

	Other Liabilities (million rials)	
	End-1387	End-1388
Documents payable	23,313,786.7	22,970,379.8
SDR allocations	3,495,126.0	21,336,706.9
Sight deposits of departments within the bank	1,151,191.3	1,739,754.8
Creditors' suspense account in foreign exchange	3,356,179.1	2,542,269.9
Creditors' suspense account in rials	4,127,671.8	5,375,710.9
CBI's receipts in connection with the Algerian Decree	16,155.5	13,219.9
Liabilities related to projects to be completed	12,311.1	13,667.3
Long-term facilities extended by foreign banks	650,799.3	326,495.1
Total	36,123,220.8	54,318,204.6
0.5% allocated to low-income groups for provision of housing	130,236.2	126,821.1
Total	36,253,457.0	54,445,025.7

Retirement Benefits

Retirement benefits at the end of 1388 amounted to Rls. 193,216.9 million, as follows:

	Retirement Benefits (million rials)	
	End-1387	End-1388
Balance at the beginning of the year	158,421.2	172,135.7
Payment during the year	(80,001.2)	(85,414.1)
Expenditures of the year	93,715.7	106,495.3
Balance at year-end	172,135.7	193,216.9

Capital

The CBI's capital amounted to Rls. 20,000,000 million at the end of 1388, indicating an increase of Rls. 5,000,000 million as compared with the previous year. This increase was financed from the contingency reserve of 1387, based on the proposal of the Extraordinary General Assembly on 21.06.1388 and the Cabinet Approval on 16.07.1388, subject of Article 10, the Monetary and Banking Law of Iran.

Legal Reserve

Based on Article 25 of the Monetary and Banking Law, 10 percent of net profit of CBI is required to be held in a legal reserve account, so that the total legal reserve will equal the CBI's capital. The total legal reserve at end-1388 was Rls. 9,544,892.4 million as follows:

	Legal Reserve (million rials)	
	End-1387	End-1388
Legal reserve at the beginning of 1388	7,019,468.8	
Legal reserve during 1388		2,525,423.6
Total		9,544,892.4

Contingency Reserve

According to Article 25 of the Monetary and Banking Law, an amount is to be held

in the contingency reserve account each year, based on the proposal of the CBI and approval of the General Assembly. The contingency reserve for 1388 is as follows:

Contingency Reserve		
(million rials)		
	1387	1388
Contingency reserve at the beginning of the year	3,809,692.3	5,009,692.3
Transfer to capital increase	(3,800,000.0)	(5,000,000.0)
Reserve during the year	5,000,000.0	5,000,000.0
Balance at year-end	5,009,692.3	5,009,692.3

Reserve for Foreign Exchange Conversion

Foreign exchange assets' and liabilities' revaluation reserve at the end of 1388, after deduction of paid tax, amounted to Rls. 96,774,222.5 million based on year-end rates (Esfand 29, 1388).

Reserve for Foreign Exchange Conversion		
(million rials)		
	End-1387	End-1388
Gold	3,040,246.7	3,343,523.3
Quota and subscription to international agencies	1,899,809.2	2,165,763.8
Foreign exchange holdings	83,897,817.9	110,629,452.6
Clearing accounts	605,386.2	690,727.3
Total	89,443,260.0	116,829,467.0
Less paid tax	0.0	(20,055,244.5)
Total	89,443,260.0	96,774,222.5

**Details of Profit and Loss Account
as at the end of 1388
(March 20, 2010)**

A. Expenditures

**Cost of Receiving Credit and
Overdraft from Foreign Banks**

The cost of receiving credit and overdraft from foreign banks amounted to Rls. 36,865.4 million as follows:

Cost of Receiving Credit and Overdraft from Foreign Banks (million rials)		
	1387	1388
Correspondents	257.9	49.3
Overdraft	74,594.2	36,816.1
Total	74,852.1	36,865.4

Profit Paid on Foreign Exchange Accounts

Profit paid on foreign exchange accounts including banks' foreign exchange sight deposits with the CBI, amounted to Rls. 5,181.5 million.

Rewards Paid on Banks' Legal Deposit

As approved at the 788th session of MCC on 15.12.1371, Rls. 2,296,550.7 million was paid as rewards on legal deposit in 1388.

Profit Paid on CBI's Participation Papers

Balance of CBI's participation papers account amounted to Rls. 1,211,888.0 million at end-1387. In 1388, however, no participation papers were issued.

Profit Paid on Banks' Special Deposits

A total of Rls. 599,291.3 million was paid as profit on banks' special deposits in 1388.

Commission Paid on Banking Services

The commission paid on banking services by the CBI amounted to Rls. 542,056.9 million, as shown in the following table:

Commission Paid on Banking Services (million rials)		
	1387	1388
Paid to banks for keeping government accounts	465,000.0	520,000.0
Purchase of notes from abroad	12,704.7	4,146.6
Paid to correspondents	135,773.8	17,910.3
Total	613,478.5	542,056.9

**Personnel and Administrative
Expenditures**

Personnel and administrative expenditures in 1388 and its comparison with the approved budget figures are shown in the following table:

Personnel and Administrative Expenditures (million rials)				
	1387		1388	
	Approved budget	Performance	Approved budget	Performance
Personnel	856,146.4	772,617.3	1,049,000.0	1,025,353.0
Administrative	440,328.0	411,225.2	639,511.5	555,884.0
Total	1,296,474.4	1,183,842.5	1,688,511.5	1,581,237.0

Part of the increase in personnel and administrative expenditures is due to the implementation of prior to the contractual due date retirement plan of civil servants and its ensuing expenses based on the approval of the Cabinet on 10.10.1386 and the relevant executive by-law dated 27.12.1386.

**Money Issue and Miscellaneous
Printing Expenditures**

The total money issue and miscellaneous printing expenditures were Rls. 523,046.6 million in the review year, mainly related to

the cost of issuance of notes, Iran-Checks, and coins.

Depreciation Cost

In 1388, a sum of Rls. 85,946.1 million was allocated as depreciation cost of movable and immovable assets, as follows:

	Depreciation Cost (million rials)	
	1387	1388
Movable assets	9,922.2	13,186.8
Immovable assets	74,937.2	72,759.3
Total	84,859.4	85,946.1

Additionally, a sum of Rls. 111.2 billion for depreciation cost of movable and immovable assets was related to the costs of machinery of the Print and Mint Organization (Rls. 65 billion), Takab Securities Paper Mill (Rls. 8.2 billion), and currency issuance (Rls. 38 billion).

Other Expenditures

Other expenditures in 1388 amounted to Rls. 362,892.7 million as follows:

	Other Expenditures (million rials)	
	1387	1388
Gold transportation and insurance	488.4	1,434.9
Differential cost of Abbas Abad lands ¹	938.1	299,957.8
Differential cost of foreign exchange smuggling	453.6	0.0
Retirement benefits (prior to the year 1378)	0.0	61,500.0
Total	1,880.1	362,892.7

¹ Due to revaluation of fixed assets in 1385, the amount paid to Imam Khomeini Command Headquarters is included under expenditures of the year.

B. Revenues

Returns on Deposits and Investment Abroad

Returns on deposits and investment abroad amounted to Rls. 7,417,703.9 million.

Profit Received from Extended Facilities

The profit received from extended facilities in 1388 increased to Rls. 15,594,455.1 million.

	Profit Received from Extended Facilities (million rials)	
	1387	1388
Government	33,402.8	44,190.5
Government institutions and corporations	883,707.0	1,008,363.3
Banks	7,049,376.5	14,541,789.8 ¹
Algerian Decree	2,023.8	111.5
Total	7,968,510.1	15,594,455.1

¹ Increase compared with the preceding year is due to the rise in the value of concluded contracts for Iran-Checks.

Commission Received for Banking Services

Commission received for banking services totaled Rls. 193,672.5 million, as follows:

	Commission Received for Banking Services (million rials)	
	End-1387	End-1388
Letters of credit	271,957.2	168,080.1
Foreign exchange bills and drafts	5,920.3	4,663.7
Miscellaneous	10,562.7	20,928.7
Total	288,440.2	193,672.5

Result of Foreign Exchange and Gold Transactions

The income received from foreign exchange and gold transactions in 1388 was as follows:

	Result of Foreign Exchange and Gold Transactions (million rials)	
	End-1387	End-1388
Foreign exchange purchase and sale difference	6,172,340.0	5,362,616.0
Profit derived from international bonds transactions	1,797,155.2	503,713.2
Profit received from gold transactions	0.0	7,075.8
Profit received from treasury documents transactions	67,563.7	255,771.5
Total	8,037,058.9	6,129,176.5
Revaluation of international bonds	(6,751.8)	(22,345.2)
Total	8,030,307.1	6,106,831.3

Other Incomes

Other incomes of the CBI amounted to Rls. 1,974,641.4 million as is shown in the following table:

Other Incomes (million rials)		
	End-1387	End-1388
Profit from investment in other institutions	74,342.1	103,380.4
Miscellaneous revenues of the Print and Mint Organization, and Takab Securities Paper Mill	3,202.9	31,354.5
Revenue received from sale of gold coins	1,766,385.6	1,784,380.1
Miscellaneous	17,134.7	55,526.4
Total	1,861,065.3	1,974,641.4

Appropriation Account

The net profit of the CBI in 1388 amounted to Rls. 25,254,235,982 thousand. The balance of net profit of Rls. 393 thousand was carried forward and added to the above figure, bringing the total amount to Rls. 25,254,236,375 thousand which was proposed to be appropriated as follows:

Appropriation Account

(thousand rials)

	1387	1388
Income tax	6,511,808,179	6,341,057,835
Transfer to legal reserve	2,592,744,125	2,525,423,598
Transfer to contingency reserve	5,000,000,000	5,000,000,000
Share of the government in net profit	11,692,653,000	11,260,933,000
0.5 percent allocated to low-income groups for provision of housing	130,236,163	126,821,157
Balance of net profit carried forward	393	785
Total	25,927,441,860	25,254,236,375

Transfer to contingency reserve and share of the government in net profit (proposed) were Rls. 6,321.7 billion and Rls. 10,371.0 billion, respectively, based on financial statements of the previous year. These figures were adjusted based on the approval of the General Assembly to Rls. 5,000.0 billion and Rls. 11,692.7 billion, respectively.