

## **Part Two**

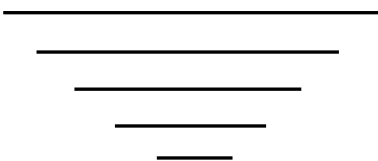
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**Administrative Organization,  
Balance Sheet  
and  
Profit and Loss Account  
of  
Central Bank of the Islamic  
Republic of Iran**

**As at the end of 1393  
(March 20, 2015)**

## ***EXECUTIVE BOARD AND VICE-GOVERNORS***

<i>Valiollah Seif</i>	<i>(as of 05.06.1392)</i>	<i>Governor of Central Bank</i>
<i>Akbar Komijani</i>	<i>(as of 30.10.1392)</i>	<i>Deputy Governor</i>
<i>Seyed Mahmoud Ahmadi</i>	<i>(as of 09.10.1388)</i>	<i>Secretary General</i>
<i>Gholamali Kamyab</i>	<i>(as of 18.06.1392)</i>	<i>Vice-Governor for Foreign Exchange Affairs</i>
<i>Bahman Mesgarha</i>	<i>(as of 09.10.1388)</i>	<i>Vice-Governor for Administrative and Training Affairs</i>
<i>Peyman Ghorbani</i>	<i>(as of 07.11.1392)</i>	<i>Vice-Governor for Economic Affairs</i>
<i>Hossein Habibi</i>	<i>(as of 19.03.1388 until 01.11.1393)</i>	<i>Vice-Governor for Legal and Parliamentary Affairs</i>
<i>Hamid Tehranfar</i>	<i>(as of 23.06.1392)</i>	<i>Vice-Governor for Banking Supervision Affairs</i>
<i>Mehdi Goudarzi</i>	<i>(as of 08.03.1391)</i>	<i>Vice-Governor for International Affairs</i>

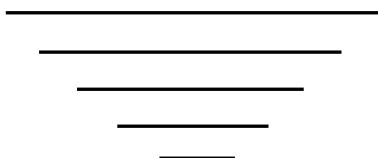


## **MONEY AND CREDIT COUNCIL**

<i>Valiollah Seif</i>	<i>(as of 05.06.1392)</i>	<i>Governor of Central Bank</i>
<i>Ali Tayebnia</i>	<i>(as of 24.05.1392)</i>	<i>Minister of Economic Affairs and Finance</i>
<i>Mohammad Bagher Nobakht Haghighi</i>	<i>(as of 20.05.1392)</i>	<i>Vice-President and Head of Management and Planning Organization</i>
<i>Mohammad Reza Nematzadeh</i>	<i>(as of 24.05.1392)</i>	<i>Minister of Industry, Mine, and Trade</i>
<i>Mahmoud Hojjati</i>	<i>(as of 24.05.1392)</i>	<i>Minister of Jihad-e Agriculture</i>
<i>Ali Rabiei</i>	<i>(as of 24.05.1392)</i>	<i>Minister of Cooperatives, Labor, and Social Welfare</i>
<i>Gholam Hossein Mohseni Ejeie</i>	<i>(as of 31.06.1388 until 01.06.1393)</i>	<i>Attorney General</i>
<i>Seyed Ebrahim Raeesie</i>	<i>(as of 01.06.1393)</i>	<i>Attorney General</i>
<i>Gholamhossein Shafeie</i>	<i>(as of 10.09.1392)</i>	<i>Head of Iran Chamber of Commerce, Industries, Mines, and Agriculture</i>
<i>Mohammad Sadeq Mofatteh</i>	<i>(as of 30.11.1392 until 20.11.1393)</i>	<i>Head of Iran Central Chamber of Cooperatives</i>
<i>Bahman Abdollahi</i>	<i>(as of 20.11.1393)</i>	<i>Head of Iran Central Chamber of Cooperatives</i>
<i>Ahmad Tavakoli</i>	<i>(as of 24.05.1391 until 19.05.1393)</i>	<i>Member of Parliament</i>
<i>Mohammad Hasannejad</i>	<i>(as of 24.05.1391 until 19.05.1393)</i>	<i>Member of Parliament</i>
<i>Mohammad Reza Poorebrahimi Davarani</i>	<i>(as of 19.05.1393)</i>	<i>Member of Parliament</i>
<i>Hadi Ghavami</i>	<i>(as of 19.05.1393)</i>	<i>Member of Parliament</i>
<i>Mohammad Nahavandian</i>	<i>(as of 15.08.1392)</i>	<i>Bank Expert Selected by President</i>
<i>Seyed Safdar Hosseini</i>	<i>(as of 15.08.1392)</i>	<i>Bank Expert Selected by President</i>

## **BOARD OF AUDITORS**

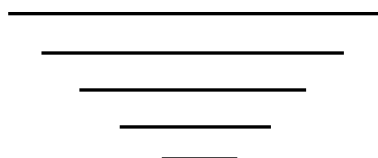
<i>Hossein Kasiri</i>	<i>(as of 05.09.1393)</i>	<i>Chairman</i>
<i>Hassan Haddadi</i>	<i>(as of 21.04.1384)</i>	<i>Member</i>
<i>Seyed Mostafa Mousavi Ivanaki</i>	<i>(as of 01.10.1392)</i>	<i>Member</i>



<i>Morteza Asadi</i>	<i>(until 17.01.1393)</i>	<i>Chairman</i>
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## **NOTE-RESERVE CONTROL BOARD**

<i>Valiollah Seif</i>	<i>(as of 05.06.1392)</i>	<i>Governor of Central Bank</i>
<i>Seyed 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>Seyed Ahmad Mortazavi Moghaddam</i>	<i>(as of 15.07.1385)</i>	<i>Deputy Attorney General</i>
<i>Hossein Kasiri</i>	<i>(as of 01.10.1393)</i>	<i>Chairman of the Board of Auditors in Central Bank</i>
<i>Seyed Saeed Zamanian</i>	<i>(as of 08.05.1391)</i>	<i>Member of Parliament</i>
<i>Mohammad Hasannejad</i>	<i>(as of 08.05.1391 until 04.06.1393)</i>	<i>Member of Parliament</i>
<i>Seyed Mohammad Hossein Mirmohammadi</i>	<i>(as of 04.06.1393)</i>	<i>Member of Parliament</i>
<i>Amin Hossein Rahimi</i>	<i>(as of 13.06.1392)</i>	<i>President of the Supreme Audit Court</i>



<i>Morteza Asadi</i>	<i>(until 17.03.1393)</i>	<i>Chairman of the Board of Auditors in Central Bank</i>
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BALANCE SHEET  
AND  
PROFIT AND LOSS ACCOUNT  
OF  
CENTRAL BANK OF THE  
ISLAMIC REPUBLIC OF IRAN

As at the end of 1393

(March 20, 2015)

**BALANCE SHEET**  
**AS AT THE END OF 1393 (March 20, 2015)**

<b>ASSETS</b>	<b>Note</b>	<b>March 20, 2015</b>	<b>March 20, 2014</b>
Notes, Iran-Checks, and coins held at the Central Bank	4	25,705	29,044
Free gold holdings		95,450	79,182
Foreign exchange assets		2,748,518	2,769,829
<b>Loans and credits to:</b>	<b>5</b>		
Government (less blocked debt in note cover)		101,174	44,320
Government institutions and corporations		242,082	191,659
Banks		858,195	602,753
		<b>1,201,451</b>	<b>838,732</b>
Banknotes and Iran-Checks coverage	6	364,500	279,000
Fixed assets (tangible and intangible)	7	10,057	8,742
Other assets	8	10,362	6,683
<b>Total assets</b>		<b>4,456,043</b>	<b>4,011,212</b>
Customers' undertakings regarding Letters of Credit (L/Cs) and Guarantees	38	16,416	13,951
Central Bank Employees' Pension, Savings, and Cooperative Funds	39	6,321	5,384

**VALUE IN  
BILLION RIALS**

<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>Note</b>	<b>March 20, 2015</b>	<b>March 20, 2014</b>
<b>Liabilities:</b>			
Participation papers issued by CBI	9	0	21,935
<b>Deposits: 10</b>			
Government (sight)		1,586,613	1,295,863
Government institutions and corporations (sight)		46,470	58,733
Non-government public institutions and corporations (sight)		2,547	2,349
Banks and non-bank credit institutions:			
Legal		878,673	708,701
Sight and term deposits, advance payments on banks' L/Cs, and other deposits		295,634	358,048
		<b>2,809,937</b>	<b>2,423,694</b>
Notes issued	11	225,000	204,000
Iran-Checks issued	12	219,377	214,511
Coins issued	13	3,119	2,423
Income tax	14	646	765
Other accounts payable	15	145,407	116,459
		<b>3,403,486</b>	<b>2,983,787</b>
Retirement benefits	16	1,473	1,187
<b>Total liabilities</b>		<b>3,404,959</b>	<b>2,984,974</b>
<b>Shareholders' equity:</b>			
Capital	17	43,400	37,000
Legal reserve	18	27,727	23,771
Contingency reserve	19	5,021	11,012
Foreign exchange revaluation account	20	234,299	215,084
Excess funds resulted from revaluation of net foreign assets	21	740,637	739,371
Net profit carried forward		0	0
<b>Total shareholders' equity</b>		<b>1,051,084</b>	<b>1,026,238</b>
<b>Total liabilities and shareholders' equity</b>		<b>4,456,043</b>	<b>4,011,212</b>
Customers' undertakings regarding Letters of Credit (L/Cs) and Guarantees	38	16,416	13,951
Central Bank Employees' Pension, Savings, and Cooperative Funds	39	6,321	5,384

**PROFIT AND LOSS ACCOUNT**  
**AS AT THE END OF 1393 (March 20, 2015)**  
(Value in Billion Rials)

	<u>Note</u>	<u>March 20, 2015</u>	<u>March 20, 2014</u>
<b>Revenues:</b>			
Returns on deposits and investment abroad	22	42,264	41,180
Profit received from extended facilities	23	7,466	10,482
Commission received for banking services	24	1,774	912
Result of foreign exchange transactions	25	8,722	6,119
Profit received from purchased participation papers	26	0	4,349
Other revenues	27	2,472	2,913
<b>Total revenues</b>		<b>62,698</b>	<b>65,955</b>
<b>Less: expenditures on</b>			
Profit paid on CBI participation papers	28	(2,046)	(7,178)
Rewards paid on banks' legal deposit	29	(7,619)	(6,039)
Profit paid on banks' special deposits	30	(2)	(4,664)
Commission paid on banking services	31	(5,701)	(3,716)
Cost of receiving credit and overdraft from foreign banks	32	(39)	(48)
Profit paid on foreign exchange accounts	33	(46)	(45)
		<b>(15,453)</b>	<b>(21,690)</b>
Personnel, administrative, and retirement expenditures	34	(5,514)	(4,463)
Money issue and miscellaneous printing expenditures	35	(2,047)	(1,496)
Depreciation cost	36	(132)	(117)
Other expenditures	37	(1)	(187)
		<b>(7,694)</b>	<b>(6,263)</b>
Earnings before taxes		39,551	38,002
Income tax	14	(9,889)	(8,632)
Net profit		<b>29,662</b>	<b>29,370</b>
<b>Accumulated Profit (Loss)</b>			
Net profit		29,662	29,370
Balance at the beginning of the year		0	0
<b>Appropriated profit</b>		<b>29,662</b>	<b>29,370</b>
<b>Appropriation account: 40</b>			
Share of government in net profit	15	(25,100)	(19,001)
Legal reserve	18	(3,955)	(3,800)
Contingency reserve	19	(409)	(6,396)
0.5 percent of net profit allocated to low-income groups for housing provision		(198)	(173)
<b>Balance of profit at year-end</b>		<b>0</b>	<b>0</b>



## **Supplemental Notes on CBI Financial Statements as at the end of 1393 (March 20, 2015)**

### **1. CBI Structure, History, and Activities**

Central Bank of the Islamic Republic of Iran (CBI) was established on Mordad 18, 1339 (August 8, 1960), based on the Monetary and Banking Law of Iran approved in 1960. CBI main office is located in Tehran.

Article 10 of the Monetary and Banking Law of Iran states that the CBI has the mandate of designing and implementing the monetary and credit policies, in conformance with the general economic policies of the country (Paragraph A).

Paragraph (B), Article 10 of Monetary and Banking Law of Iran sets the aims of CBI as to preserve the value of national currency and equilibrium in the external balance of payments, to facilitate trade transactions, and to assist the economic growth process of the country.

The CBI is an incorporated institution and on issues not specifically addressed in Monetary and Banking Law, is subject to the regulations pertaining to the corporate law of Iran (Paragraph (C), Article 10).

As the body responsible for the design and implementation of the monetary and credit system of the country, the CBI is obligated to perform the following functions (Article 11, Monetary and Banking Law of Iran):

- Issuance and circulation of notes and coins in the country;
- Supervision of banks and non-bank credit institutions;
- Regulation and management of foreign exchange transactions, guarantees on foreign currency payments as authorized by the monetary policy authority (Money and Credit Council (MCC)), and supervision and oversight on foreign exchange transactions;

- Oversight on gold transactions and regulation and management of gold transactions with the approval of the Cabinet;

- Oversight on and management of foreign and national currency after approval of relevant policy measures by the monetary policy authority (MCC).

CBI, as banker to the government, is obligated to perform the following functions (Article 12, Monetary and Banking Law of Iran):

- Account keeping for ministries, government institutions, public companies, municipalities and other entities affiliated to the government, and the management of the banking operations for such entities inside and outside the country;

- Conservation and management of foreign exchange and gold reserves of the country;

- Safekeeping of IMF rial accounts, and the accounts of the International Bank for Reconstruction and Development, the International Finance Corporation, the International Development Association, and other institutions affiliated to the mentioned institutions;

- Concluding of payment contracts in execution of monetary, financial, trade, and goods transit contracts between the Iranian government and foreign countries.

In fulfilling its responsibilities, the CBI is vested with the following powers (Article 13 of the Monetary and Banking Law of Iran):

- Granting of loans and credits to ministries and governmental organizations, subject to legal authorization;

- Guarantee on government commitments or other commitments made by ministries or other governmental organizations, subject to legal authorization;

- Granting and guaranteeing of loans and credits to public enterprises, municipalities, and other relevant organizations, subject to adequate financing;

- Purchase and sale of government participation papers as well as bonds issued by foreign governments or accredited international financial organizations;

- Purchase and sale of gold and silver;

- Opening and maintaining of current accounts with foreign banks, maintaining accounts for domestic and foreign banks, carrying out all other authorized banking operations, and securing credits inside and outside the country on its own account or on behalf of domestic banks.

According to Article 14 of the Monetary and Banking Law of Iran, for the proper implementation of the monetary system, CBI shall have the authority to intervene in and supervise monetary and banking affairs (upon approval by the MCC) as follows:

- Determining the official rediscount and lending rates;

- Determining ratio of banks' liquid assets to their total assets;

- Determining the ratios of, and the rates of interest payable on, the legal deposits of banks at CBI;

- Determining the ratio of the sum-total of paid-up capital and reserve of banks to their different types of assets;

- Formulating regulations governing the opening of current, savings, and other types of banking accounts.

According to Article 16, Monetary and Banking Law of Iran, CBI is composed of the following bodies:

1- The General Meeting;

2- The Money and Credit Council (MCC);

3- The Executive Board;

4- The Note Reserve Control Board;

5- The Supervisory Board (Board of Auditors).

The capital of CBI is Rls. 43,400 billion, of which Rls. 6,600 billion has been covered by revaluation of CBI assets in the year 1385.

The number of CBI employees remained unchanged in 1393 compared with the year before. However, the composition of CBI staff improved relatively in regard to the education levels.

## **2. Financial Statements Standard**

Except for the revaluation of fixed assets in the year 1385 as per Article 7, 4<sup>th</sup> FYDP Law, CBI financial statements are prepared and submitted in conformance with historical cost accounting principle.

## **3. Accounting Principles**

### **3.1. Investments**

#### **3.1.1. Valuation**

Investments are valued at cost price and provisions are applied for capital depreciation.

#### **3.1.2. Revenue Recognition Principle**

Investment income recognition is applied in accordance with investment profit approved by the General Meeting of the investee (investment receiving) company at the date of balance sheet.

### 3.2. Fixed Tangible Assets

Fixed tangible assets are recorded in accounts based on cost price. Repair and maintenance expenditures that lead to a remarkable rise in the useful economic life or service capacity of fixed assets or a substantial improvement in the quality of output, are recognized as capital expenditures and are amortized over the individual useful economic life of related assets. Minor repairs and maintenance expenditures on enhancing the economic benefits of the assets to the business for the previously assessed standard performance for the initial measurement and routine maintenance expenditures are recognized as current expenses and included in the profit and loss account as they are incurred.

Per Approval of the 1077<sup>th</sup> Meeting of the MCC on 28.11.1385, depreciation of fixed assets is estimated based on Article 151, Direct Tax Law approved on 27.11.1380.

#### Depreciation Allowances of Fixed Assets

Assets	Amortization Rate and Method
Buildings	7, 8, and 10 percent (declining balance)
Installations	12 percent (declining balance)
Machinery	8 years (straight-line)
Means of transportation	15, 25, and 35 percent (declining balance)
Computer hardware	3 and 10 years (straight-line)
Furniture	10 years (straight-line)

For those fixed assets earned and used during the month, depreciation allowances are estimated as of the beginning of next month to be included in accounts. In case of depreciable assets that are not utilized after preparation phase, due to various reasons for a period of time, a depreciation rate of 30 percent of the rate stipulated in the previous table is applied.

### 3.3. Intangible Assets

Intangible assets are included on the company's balance sheet based on cost price. Operational and administrative software are amortized following the straight-line method over the course of four years.

### 3.4. Revaluation of Foreign Reserves

Foreign exchange assets and liabilities are revaluated at year-end based on the official exchange rate and the balance is deposited into foreign exchange revaluation account. In case the revaluation account has negative balance at the end of the year, the outstanding debit balance is transferred to profit and loss account of the related year. The positive balance of the revaluation account is registered under the same heading on the balance sheet.

3.5. International bonds, treasury bills, and gold holdings are accounted for at year-end, considering the lower of cost or market price (value). Amounts lower than the principal are transferred to the profit and loss account.

### 3.6. Recognition of Revenue Received from Extended Loans, Commissions, and Penalties

Revenue	Recognition Method
Profit (interest) on extended loans	Time-based, with due consideration of outstanding principal and determined rate as per 590 <sup>th</sup> MCC Meeting Minutes on 22.05.1365
Penalties on late payments	Time-based, with due consideration of arrears and determined rate as per 590 <sup>th</sup> MCC Meeting Minutes on 22.05.1365
Penalties on overdraft	Based on outstanding debt and determined rate as per 590 <sup>th</sup> MCC Meeting Minutes on 22.05.1365
Commissions received	In proportion with rendered services, on accrual basis

#### 4. Notes, Iran-Checks, and Coins Held at the Central Bank

Notes, Iran-Checks, and coins held at the CBI at end-1393 were as follows:

Notes, Iran-Checks, and Coins Held at the CBI (billion rials)		
	end-1393	end-1392
Notes	18,041.5	10,881.5
Iran-Checks	7,661.9	18,159.5
<b>Sub-total</b>	<b>25,703.4</b>	<b>29,041.0</b>
Coins	1.4	2.9
<b>Total</b>	<b>25,704.8</b>	<b>29,043.9</b>

#### 5. Loans and Credits

Total loans and credits extended to the government, its affiliated institutions and corporations, as well as banks amounted to Rls. 1,201,451.2 billion. This was after deducting Rls. 15,957.2 billion as blocked debt in note cover (considering other adjustments) as in the respective table.

#### 6. Banknotes and Iran-Checks Coverage

On the basis of the currency needs of the country and according to the monetary and

banking regulations, a sum of Rls. 21,000 billion of banknotes were issued after the currency coverage; hence, the total amount of notes in circulation reached Rls. 225,000 billion by the end of 1393. Moreover, a total of Rls. 64,500 billion worth of Iran-Checks were issued after the currency coverage during 1393. Total issued Iran-Checks after the currency coverage amounted to Rls. 139,500 billion by end-1393.

#### Loans and Credits (billion rials)

	end-1393	end-1392
Government	127,925.7	134,157.0
Less: blocked debt in note cover and other adjustments	(26,751.7)	(89,837.0)
	<b>101,174.0</b>	<b>44,320.0</b>
Government institutions and corporations	242,082.5	191,658.8
Banks	858,194.7	602,752.9
<b>Total</b>	<b>1,201,451.2</b>	<b>838,731.7</b>

#### 7. Fixed Assets (Tangible and Intangible)<sup>1</sup>

Fixed tangible and intangible assets at the end of 1393 were as follows:

Fixed Assets (billion rials)					
	Immovable assets	Movable assets	Total tangible assets	Intangible assets	Total
<b>Total price</b>					
Balance on 01.01.1393	9,759.3	382.4	10,141.7	90.9	10,232.6
Increase during 1393	1,497.7	97.2	1,594.9	1.8	1,596.7
Decrease during 1393	(73.9)	(4.1)	(78.0)	(0.0)	(78.0)
Transfers and others	(0.0)	(0.5)	(0.5)	(0.0)	(0.5)
<b>Total on 29.12.1393</b>	<b>11,183.1</b>	<b>475.0</b>	<b>11,658.1</b>	<b>92.7</b>	<b>11,750.8</b>
<b>Accumulated depreciation</b>					
Balance on 01.01.1393	1,237.1	201.0	1,438.1	52.1	1,490.2
Depreciation in 1393 <sup>1</sup>	146.6	42.1	188.7	19.6	208.3
Depreciation of sold assets	(0.2)	(4.0)	(4.2)	(0.0)	(4.2)
Transfers and others	(0.0)	(0.4)	(0.4)	(0.0)	(0.4)
<b>Total on 29.12.1393</b>	<b>1,383.5</b>	<b>238.7</b>	<b>1,622.2</b>	<b>71.7</b>	<b>1,693.9</b>
<b>Net book value</b>					
Balance on 01.01.1393	8,522.2	181.4	8,703.6	38.8	8,742.4
<b>Balance on 29.12.1393</b>	<b>9,799.6</b>	<b>236.3</b>	<b>10,035.9</b>	<b>21.0</b>	<b>10,056.9</b>

<sup>1</sup>Includes depreciation costs of CBI policymaking and support divisions by Rls. 132.2 billion, executive office of construction projects by Rls. 1.1 billion, Print and Mint Organization by Rls. 31.8 billion, and Takab Securities Paper Mill by Rls. 43.2 billion, totaling Rls. 208.3 billion.

<sup>1</sup> CBI's fixed assets enjoyed sufficient insurance coverage during 1393.

## 8. Other Assets

Investments by the CBI and other assets of the CBI at end-1393 were as follows:

<b>Investments and Other Assets</b>		
	(billion rials)	
	end-1393	end-1392
Investments in other institutions	134.2	134.2
Facilities allocated to employees	7,686.4	4,424.2
Silver holdings	75.4	76.6
Stamp holdings	0.4	0.4
Coin holdings	33.8	59.1
Miscellaneous assets	1,052.1	996.3
Revolving funds	1.1	0.8
Prepaid expenses	126.6	150.3
Debtors' suspense account	843.6	363.9
Provisional accounts	24.4	19.7
Assets related to projects to be completed	384.3	457.9
<b>Total</b>	<b>10,362.3</b>	<b>6,683.4</b>

## 9. Participation Papers Issued by CBI

Based on the MCC Approval, Central Bank issued Rls. 21,935 billion worth of participation papers in 1392, with a maturity of 6 months (maturity date: 26.05.1393). In 1393, however, CBI issued no participation papers.

## 10. Deposits

Total sight deposits of the government, government institutions and corporations, non-government public institutions and corporations, and banks and non-bank credit institutions, as well as other deposits amounted to Rls. 2,809,936.9 billion at the end of 1393.

## 11. Notes Issued

New notes issued totaled Rls. 21,000 billion during 1393. Thus, total issued notes amounted to Rls. 225,000 billion at the end of 1393.

## 12. Iran-Checks Issued

According to the Cabinet Approval dated 21.12.1386, Central Bank of the Islamic Republic of Iran issued Iran-Checks in 1393. Circulation of issued Iran-Checks is shown in the respective table.

## 13. Coins Issued

With the circulation of Rls. 695.9 billion coins in 1393, total coins issued amounted to Rls. 3,119.2 billion at the end of 1393.

## 14. Income Tax

Income tax of the CBI was paid and settled by the end of 1392. On the basis of the Amended Direct Tax Law approved in 1380, CBI income tax was Rls. 9,889.3 billion for 1393, of which Rls. 10,008.0 billion was paid in implementation of Section 1, Paragraph C, Article 224 of 5<sup>th</sup> FYDP Law.

<b>Income Tax</b>		
	(billion rials)	
	1393	1392
Balance on 01.01.1393	764.6	388.8
Income tax reserve	9,889.3	8,632.3
<b>Sub-total</b>	<b>10,653.9</b>	<b>9,021.1</b>
Prepaid income tax	(10,008.0)	(8,256.5)
<b>Total at year-end</b>	<b>645.9</b>	<b>764.6</b>

## Iran-Checks Issued

	500,000-rial Iran-Checks		1,000,000-rial Iran-Checks		<b>Total</b> Value (billion rials)
	Number (million)	Value (billion rials)	Number (million)	Value (billion rials)	
Opening balance on 01.01.1393	428.3	214,151.1	0.4	359.9	214,511.0
Check cancellation and destruction in 1393	(119.3)	(59,633.3)	(0.0)	(0.5)	(59,633.8)
Issuance during 1393	79.0	39,500.0	25.0	25,000.0	64,500.0
<b>Total</b>	<b>388.0</b>	<b>194,017.8</b>	<b>25.4</b>	<b>25,359.4</b>	<b>219,377.2</b>

## 15. Other Accounts Payable

CBI other accounts payable (liabilities) at end-1393 amounted to Rls. 145,407.2 billion as follows:

<b>Other Accounts Payable (Liabilities)</b>		
	(billion rials)	
	end-1393	end-1392
Documents payable	59,718.8	28,352.4
SDR allocations	54,645.2	55,080.1
Sight deposits of CBI departments	10,450.6	12,026.6
Creditors' suspense account in foreign exchange	7,286.8	9,486.4
Creditors' suspense account in rials	7,796.3	8,741.7
Share of government in net profit	5,100.0	2,501.0
CBI's receipts in connection with the Algerian Decree	13.1	13.1
Liabilities related to projects to be completed	111.0	43.9
Revenue received in advance	87.6	40.9
<b>Sub-total</b>	<b>145,209.4</b>	<b>116,286.1</b>
0.5% allocated to low-income groups for provision of housing	197.8	172.6
<b>Total</b>	<b>145,407.2</b>	<b>116,458.7</b>

According to Article 25 of the Monetary and Banking Law, the balance of the net profit, after profit appropriation, belongs to the government. Share of government in the net profit of the CBI in 1393 amounted to Rls. 25,100.0 billion, compared with Rls. 19,001.5 billion in 1392. Out of this amount, a sum of Rls. 20,000.0 billion was paid in 1393, in implementation of Section 2, Paragraph C, Article 224 of 5<sup>th</sup> FYDP Law.

## 16. Retirement Benefits

Retirement benefits at the end of 1393 amounted to Rls. 1,472.6 billion, as follows:

<b>Retirement Benefits</b>		
	(billion rials)	
	1393	1392
Balance at the beginning of the year	1,186.6	968.4
Payment during the year	(134.7)	(70.4)
Reserve during the year	420.7	288.6
<b>Balance at year-end</b>	<b>1,472.6</b>	<b>1,186.6</b>

## 17. Capital

The CBI's capital amounted to Rls. 43,400 billion at end-1393, indicating an increase of Rls. 6,400 billion as compared with 1392 (financed out of the contingency reserve of 1392, based on the proposal of the General Meeting on 24.09.1393 and the Cabinet Approval on 02.12.1393, subject of Article 10 of Monetary and Banking Law of Iran). A sum of Rls. 6,600 billion of the mentioned amount was financed out of the revaluation reserve of CBI's fixed assets in the year 1385.

## 18. Legal Reserve

Based on Article 25 of the Monetary and Banking Law, 10 percent of the net profit of the CBI is required to be held in the legal reserve account, so that the total legal reserve will equal the CBI's capital. The balance of legal reserve at end-1393 was Rls. 27,726.5 billion as follows:

<b>Legal Reserve</b>	
	(billion rials)
Legal reserve at the beginning of 1393	23,771.4
Legal reserve during 1393	3,955.1
<b>Total</b>	<b>27,726.5</b>

## 19. Contingency Reserve

According to Article 25 of the Monetary and Banking Law, a certain amount is to be held in the contingency reserve account each year, based on the proposal of the CBI and approval of the General Meeting. The contingency reserve for 1393 was as follows:

<b>Contingency Reserve</b>		
	(billion rials)	
	1393	1392
Contingency reserve at the beginning of the year	11,012.4	10,616.1
Transfer to capital increase	(6,400.0)	(6,000.0)
Reserve during the year	409.0	6,396.3
<b>Balance at year-end</b>	<b>5,021.4</b>	<b>11,012.4</b>

## 20. Foreign Exchange Revaluation Account

Balance of revaluation of foreign assets and liabilities account at the end of 1393, after deduction of paid tax, amounted to Rls. 234,299.3 billion based on year-end rates (29.12.1393).

	Foreign Exchange Revaluation Account (billion rials)		
	1393	Tax	Net
Balance at the beginning of the year	273,749.4	(58,665.7)	215,083.7
Tax payment during the year	0.0	(0.0)	0.0
<b>Sub-total</b>	<b>273,749.4</b>	<b>(58,665.7)</b>	<b>215,083.7</b>
Increase during the year	19,215.6	(0.0)	19,215.6
<b>Balance at year-end</b>	<b>292,965.0</b>	<b>(58,665.7)</b>	<b>234,299.3</b>

## 21. Excess Funds Resulted from Revaluation of Net Foreign Assets

Balance of excess funds resulted from revaluation of CBI net foreign assets account, subject of Approval No. 333/26542 dated 01.05.1392, totaled Rls. 740,636.8 billion at end-1393.

## 22. Returns on Deposits and Investment Abroad

Returns on deposits and investment abroad amounted to Rls. 42,264.3 billion, as follows:

	Returns on Deposits and Investment Abroad (billion rials)	
	end-1393	end-1392
Term investment deposits in foreign exchange	57,331.9	49,765.9
Sight deposits in foreign exchange, special and clearing accounts	495.4	360.3
International bonds	1,181.8	1,517.4
Algerian Decree	27.1	30.0
Special Drawing Right (SDR)	42.4	51.9
Profit of NDF	(15,874.4)	(9,460.0)
Profit of OSF	(939.9)	(1,085.1)
<b>Total</b>	<b>42,264.3</b>	<b>41,180.4</b>

## 23. Profit Received from Extended Facilities

The profit received from extended facilities in 1393 amounted to Rls. 7,466.0 billion as follows:

	Profit Received from Extended Facilities (billion rials)	
	1393	1392
Government	83.1	4.0
Government institutions and corporations	951.8	678.0
Banks	6,360.6	9,763.4
Employees	70.5	37.0
<b>Total</b>	<b>7,466.0</b>	<b>10,482.4</b>

## 24. Commission Received for Banking Services

Commission received for banking services totaled Rls. 1,773.9 billion in 1393.

## 25. Result of Foreign Exchange Transactions

In 1393, result of foreign exchange transactions was as follows:

	Result of Foreign Exchange Transactions (billion rials)	
	end-1393	end-1392
Foreign exchange differential income	9,137.4	4,927.1
Profit received from transaction of international bonds	(92.4)	95.5
Profit received from transaction of treasury documents	46.1	58.9
Foreign exchange differential income (at transactional rate)	0.0	1,540.9
<b>Total</b>	<b>9,091.1</b>	<b>6,622.4</b>
Revaluation of international bonds	(368.9)	(503.6)
<b>Grand total</b>	<b>8,722.2</b>	<b>6,118.8</b>

## 26. Profit Received from Purchased Participation Papers

Profit paid out on CBI participation papers totaled Rls. 4,349.2 billion in 1392. CBI issued no participation papers in 1393.

## 27. Other Revenues

Other revenues of the CBI amounted to Rls. 2,471.6 billion as is shown in the following table:

Other Revenues (billion rials)		
	end-1393	end-1392
Profit from investment in other institutions	1,581.5	706.6
Miscellaneous revenues of the Print & Mint Organization, & Takab Securities Paper Mill	107.3	52.5
Revenue received from sale of gold coins	361.1	1,980.3
Commission on failed transactions	0.0	62.6
Miscellaneous	421.7	110.9
<b>Total</b>	<b>2,471.6</b>	<b>2,912.9</b>

## 28. Profit Paid on CBI Participation Papers

A sum of Rls. 2,046.0 billion was calculated as profit on participation papers issued by CBI and was deposited into relevant accounts.

## 29. Rewards Paid on Banks' Legal Deposit

As approved at the 788<sup>th</sup> Meeting of MCC on 15.12.1371, a sum of Rls. 7,618.5 billion was paid as rewards on legal deposit in 1393.

## 30. Profit Paid on Banks' Special Deposits

In 1393, a total of Rls. 1.7 billion was paid as profit on banks' special deposits.

## 31. Commission Paid on Banking Services

The commission paid on banking services amounted to Rls. 5,701.2 billion in 1393.

## 32. Cost of Receiving Credit and Overdraft from Foreign Banks

The cost of receiving credit and overdraft from foreign banks amounted to Rls. 39.3 billion.

## 33. Profit Paid on Foreign Exchange Accounts

In 1393, profit paid on foreign exchange accounts, including banks' foreign exchange sight deposits with the CBI, amounted to Rls. 46.0 billion.

## 34. Personnel, Administrative, and Retirement Expenditures

Personnel, administrative, and retirement expenditures in 1393 and their comparison with the approved budget figures are shown in the following table:

	Personnel, Administrative, and Retirement Expenditures (billion rials)			
	1393		1392	
	Approved budget	Performance	Approved budget	Performance
Personnel	3,309.2	3,052.3	3,084.9	2,975.3
Administrative	1,887.8	1,524.3	1,730.1	1,487.5
Retirement	1,025.0	937.6	0.0	0.0
<b>Total</b>	<b>6,222.0</b>	<b>5,514.2</b>	<b>4,815.0</b>	<b>4,462.8</b>

## 35. Money Issue and Miscellaneous Printing Expenditures

The total money issue and miscellaneous printing expenditures reached Rls. 2,046.2 billion in 1393, mainly related to the cost of issuance of notes, Iran-Checks, and coins.

## 36. Depreciation Cost

In 1393, a sum of Rls. 132.2 billion was allocated as depreciation cost of movable and immovable assets, as follows:

Depreciation Cost (billion rials)		
	1393	1392
Movable assets	53.8	44.4
Immovable assets	78.4	72.4
<b>Total</b>	<b>132.2</b>	<b>116.8</b>



Moreover, a sum of Rls. 31.8 billion related to depreciation cost of movable and immovable assets and the machinery of the Print and Mint Organization and Rls. 38.5 billion of Takab Securities Paper Mill costs (in total Rls. 70.3 billion) were accounted as depreciation costs. Of the mentioned Rls. 38.5 billion related to the depreciation cost of assets as well as the machinery of Takab Securities Paper Mill, Rls. 30.5 billion was related to current expenditures and Rls. 8.0 billion was related to the drawdown of beginning inventory levels.

### 37. Other Expenditures

Other expenditures in 1393 amounted to Rls. 1.2 billion as follows:

<b>Other Expenditures</b> (billion rials)		
	1393	1392
Gold transportation & insurance	1.2	0.0
Other	0.0	186.6
<b>Total</b>	<b>1.2</b>	<b>186.6</b>

### 38. Customers' Undertakings regarding Letters of Credit and Guarantees

Contra accounts related to Letters of Credit (L/Cs), guarantees, and customers' undertakings in this regard at the end of 1393 were as follows:

<b>Customers' Undertakings regarding Letters of Credit and Guarantees</b> (billion rials)		
	end-1393	end-1392
Customers' undertakings regarding letters of credit in rials	6,340.3	5,227.7
Customers' undertakings regarding opened letters of credit in foreign exchange	5,157.2	4,119.1
<b>Sub-total</b>	<b>11,497.5</b>	<b>9,346.8</b>
Brokers' guarantees	4,918.1	4,604.5
<b>Total</b>	<b>16,415.6</b>	<b>13,951.3</b>

### 39. Central Bank Employees' Pension, Savings, and Cooperative Funds

The accounts of pension, savings, and cooperative funds of CBI employees at end-1393 were as follows:

<b>Pension, Savings, and Cooperative Funds</b> (billion rials)		
	end-1393	end-1392
Pension Fund	5,009.1	4,211.1
Savings Fund	459.7	331.6
Cooperative Fund	852.2	840.9
<b>Total</b>	<b>6,321.0</b>	<b>5,383.6</b>

### 40. Appropriation Account

The net profit of the CBI in 1393 amounted to Rls. 39,551,302,382 thousand. The balance of net profit of Rls. 742 thousand was carried forward and added to the above figure, bringing the total amount to Rls. 39,551,303,124 thousand which was proposed to be appropriated as in the following table:

<b>Appropriation Account</b> (thousand rials)		
	1393	1392
Income tax	9,889,328,654	8,632,276,923
Transfer to legal reserve	3,955,130,238	3,800,297,637
Transfer to contingency reserve	409,057,000	6,396,268,000
Share of government in net profit	25,100,000,000	19,001,488,000
0.5 percent allocated to low-income groups for housing provision	197,786,573	172,645,539
Balance of net profit carried forward	659	742
<b>Total</b>	<b>39,551,303,124</b>	<b>38,002,976,841</b>