

PART TWO

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

As at the end of 1380

(March 20, 2002)

EXECUTIVE BOARD
In 2001/02

Mohsen Nourbakhsh

Governor

Mohammad Javad Vahhaji

Deputy Governor

Ebrahim Sheibany

Secretary General

Mohammad Jaafar Mojarrad

Vice-Governor

Akbar Komijani

Vice-Governor

Bijan Latif

Vice-Governor



Ali Saghafi

(until 13.9.2001)

Vice-Governor

MONEY AND CREDIT COUNCIL
In 2001/02

<i>Tahmasb Mazaheri</i>	<i>Minister of Economic Affairs and Finance</i>
<i>Mohsen Nourbakhsh</i>	<i>Governor of the Central Bank</i>
<i>Mohammad Sattari Far</i>	<i>Vice-President and Head of Management and Planning Organization</i>
<i>Mohammad Shariatmadari</i>	<i>Minister of Commerce</i>
<i>Seyyed Safdar Hosseini</i>	<i>Minister of Labor and Social Affairs</i>
<i>Morteza Haji</i>	<i>Minister of Education</i>
<i>Ebrahim Sheibany</i>	<i>Bank Expert (selected by the President)</i>
<i>Ahmad Azizi</i>	<i>Bank Expert (selected by the President)</i>
<i>Mohammad Jaafar Montazeri</i>	<i>Deputy Attorney General</i>
<i>Seyyed Alinaghi Seyyed Khamooshi</i>	<i>Head of Iran's Chamber of Commerce, Industries and Mines</i>
<i>Seyyed Jamal Hashemi Arabi</i>	<i>Chairman, Board of Directors, Iran Chamber of Cooperative</i>
<i>Mohammad Bagher Noubakht Haghighi</i>	<i>Member of Parliament</i>
<i>Iraj Nadimi</i>	<i>Member of Parliament</i>



<i>Hossein Namazi</i>	<i>(until 22.8.2001)</i>	<i>Minister of Economic Affairs and Finance</i>
<i>Mohammad Reza Aref</i>	<i>(until 26.8.2001)</i>	<i>Vice-President and Head of Management and Planning Organization</i>
<i>Mahmood Hojjati</i>	<i>(until 22.8.2001)</i>	<i>Minister of Agricultural Jihad</i>
<i>Morteza Haji</i>	<i>(until 22.8.2001)</i>	<i>Minister of Cooperative</i>
<i>Hassan Fakheri</i>	<i>(until 3.12.2001)</i>	<i>Deputy Attorney General</i>

NOTE-RESERVE CONTROL BOARD
In 2001/02

<i>Mohsen Nourbakhsh</i>	<i>Governor of the Central Bank</i>
<i>Seyyed Abolfazl Fatemizadeh</i>	<i>Deputy Minister of the Minister of Economic Affairs and Finance and Treasurer General</i>
<i>Mohammad Jaafar Montazeri</i>	<i>Deputy Attorney General</i>
<i>Seyyed Kazem Mirvalad</i>	<i>Director of the Government Auditing Bureau</i>
<i>Seyyed Rasoul Hosseini</i>	<i>Chairman of the Supervisory Board</i>
<i>Abbasali Allahyari</i>	<i>Member of Parliament</i>
<i>Hassan Zahmatkesh</i>	<i>Member of Parliament</i>

<i>Hassan Fakheri</i>	<i>(until 11.12.2001)</i>	<i>Deputy Attorney General</i>
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SUPERVISORY BOARD
In 2001/02

<i>Seyyed Rasoul Hosseini</i>	<i>Chairman</i>
<i>Mahmood Reza Abaei Koopaei</i>	<i>Member</i>
<i>Mohammad Nabovvati</i>	<i>Member</i>

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

As at the end of 1380

(March 20, 2002)

**CENTRAL BANK OF THE
BALANCE
AS AT END OF ESFAND 1380
AMOUNT IN**

<u>March 20, 2001</u>	ASSETS	<u>March 20, 2002</u>
	Note cover:	
27,280,000,000,000	Gold, foreign exchange, quota & subscription to international agencies and government obligations	31,500,000,000,000
324,323,803,860	Notes and coins held at the Central Bank	254,895,444,102
1,077,643,169,193	Free gold holdings	589,120,229,667
15,669,117,362,678	Foreign exchange assets	23,345,408,023,708
	Loans and credits to:	
37,763,549,802,227	Government	33,375,795,138,302
14,259,146,989,754	Public institutions & corporations	17,471,411,782,930
0	Public institutions and foundations	250,000,000,000
17,498,266,060,953	Banks	5,249,531,003,340
6,055,125,226,713	Government revolving funds kept with banks	6,827,154,919,124
2,635,524,220,000	Government securities	7,635,524,220,000
458,688,474,409	Fixed assets (less depreciation cost)	610,157,709,924
25,355,034,378,567	Other assets	49,247,656,394,928
148,376,419,488,354		176,356,654,866,025
5,400,784,406,779	Customers' undertakings regarding opened letters of credit and guarantees	4,372,359,497,771
153,777,203,895,133		180,729,014,363,796
93,928,280,268	Assets of the Central Bank Employees' Retirement Fund	102,418,732,498
17,592,663,590	Assets of the Central Bank Employees' Savings Fund	22,500,450,185
12,742,869,102	Assets of the Central Bank Employees' Cooperation Fund	14,528,638,109
153,901,467,708,093		180,868,462,184,588

Executive Board

**Mohsen Nourbakhsh
Governor**

Mohammad Javad Vahhaji	Ebrahim Sheibany	Mohammad Jaafar Mojarrad	Akbar Komijani	Bijan Latif
Deputy Governor	Secretary General	Vice-Governor	Vice-Governor	Vice-Governor

**ISLAMIC REPUBLIC OF IRAN
SHEET
(March 20, 2002)
RIALS**

<u>March 20, 2001</u>	LIABILITIES	<u>March 20, 2002</u>
27,280,000,000,000	Notes issued	31,500,000,000,000
275,421,106,999	Coins issued	290,059,958,609
1,593,054,000,000	Central Bank's Participation Papers	9,443,601,000,000
	Deposits:	
35,970,262,226,421	Government: sight	44,085,143,118,912
9,662,733,358,621	Government institutions & corporations: sight	4,103,917,245,708
675,231,267,256	Non-government public institutions & corporations: sight	827,889,269,280
	Banks and credit institutions:	
47,142,468,451,000	Legal	47,531,410,754,000
5,343,520,997,192	Sight	9,813,967,671,739
0	Special term deposits	0
4,099,500,721,328	Advance payment on letters of credit	3,304,169,267,000
0	Special	5,000,000,000,000
56,585,490,169,520		65,649,547,692,739
3,345,954,511,485	Other deposits	4,671,098,360,671
180,150,484,673	Income taxes	6,182,777,629
63,399,000,000	Government's share of net profit	7,220,000,000
12,063,891,022,208	Other liabilities	15,088,783,516,495
350,000,000,000	Capital	400,000,000,000
276,169,440,736	Legal reserves	277,755,607,815
54,662,555,116	Contingent reserves	5,455,638,656
345,319	Net profit carried forward	679,511
148,376,419,488,354		176,356,654,866,025
5,400,784,406,779	Letters of credit and guarantees	4,372,359,497,771
153,777,203,895,133		180,729,014,363,796
93,928,280,268	Liabilities of the Central Bank Employees' Retirement Fund	102,418,732,498
17,592,663,590	Liabilities of the Central Bank Employees' Savings Fund	22,500,450,185
12,742,869,102	Liabilities of the Central Bank Employees' Cooperation Fund	14,528,638,109
153,901,467,708,093		180,868,462,184,588

Supervisory Board

Seyyed Rassul
Hosseini
Chairman

Mahmood Reza
Abaei Koopaei
Member

Mohammad
Nabovvati
Member

**CENTRAL BANK OF THE
PROFIT AND
1380
AMOUNT**

<u>2000/01</u>		<u>2001/02</u>
41,216,786,885	Cost of receiving credit and overdraft from foreign banks	86,086,777,672
358,925,437	Profit paid on foreign exchange deposits	163,963,082
406,642,379,507	Rewards paid on banks' legal deposit	522,424,361,565
12,359,443,950	Profit paid on Central Bank's Participation Papers	968,468,762,260
8,630,136,986	Profit paid for banks' special deposits	210,062,465,753
180,806,063,132	Commission paid on banking services	221,727,436,998
309,392,169,907	Result of foreign exchange valuation-adjustment rate	280,030,968,580
171,368,151,025	Administrative and personnel expenditures	280,560,056,771
71,303,891,378	Money issue and miscellaneous publication expenditures	89,183,352,839
24,633,077,996	Depreciation cost of fixed assets	34,136,025,308
4,193,913,883	Other expenditures	12,988,883,813
327,987,798,081	Net profit	15,861,670,794
<u>1,558,892,738,167</u>		<u>2,721,694,725,435</u>
180,150,484,673	Income taxes	6,182,777,629
32,798,779,808	Transfer to legal reserve	1,586,167,079
50,000,000,000	Transfer to contingency reserve	793,083,540
63,399,000,000	Government's share in net profit	7,220,000,000
1,639,938,990	0.5% allocated to low-income groups for housing provision	79,308,354
345,319	Net profit carried forward	679,511
<u>327,988,548,790</u>		<u>15,862,016,113</u>

**ISLAMIC REPUBLIC OF IRAN
LOSS ACCOUNT
(2001/02)
IN RIALS**

<u>2000/01</u>		<u>2001/02</u>
635,551,512,471	Returns on deposits and investment abroad	588,197,180,669
617,197,503,961	Profit received from facilities extended	1,117,560,734,431
127,971,726,741	Commission received for banking services	174,674,386,710
122,595,496,174	Result of foreign exchange and gold transactions	588,512,389,318
0	Profit paid on special participation papers	185,220,000,000
55,576,498,820	Other incomes	67,530,034,307
<u>1,558,892,738,167</u>		<u>2,721,694,725,435</u>

APPROPRIATION ACCOUNT

327,987,798,081	Net Profit	15,861,670,794
750,709	Net profit carried forward	345,319
<u>327,988,548,790</u>		<u>15,862,016,113</u>

**DETAILS OF THE BALANCE SHEET
AS AT THE END OF 1380
(March 20, 2002)**

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. 4,220,000 million worth of new notes were issued and the total notes in circulation amounted to Rls. 31,500,000 million by Esfand 29, 1380.

NOTES AND COINS HELD AT THE CBI

Notes and coins held at the CBI as compared to the corresponding figures of the previous year is as follows:

NOTES AND COINS HELD AT THE CBI (million rials)		
	Year end	
	1379	1380
Notes	323,876.6	254,494.9
Coins	<u>447.2</u>	<u>400.6</u>
Total	<u>324,323.8</u>	<u>254,895.5</u>

LOANS AND CREDITS

Total loans and credits extended to the government, its affiliated corporations and institutions, public enterprises and banks amounted to Rls. 56,346,737.9 million. This was after deducting Rls. 20,132,187.6 million as note cover and taking into account other adjustments.

**LOANS AND CREDITS EXTENDED
(million rials)**

	Year end	
	1379	1380
Government	54,587,400.6	53,507,982.8
Less blocked debt in note cover	<u>(16,823,850.8)</u>	<u>(20,132,187.6)</u>
	37,763,549.8	33,375,795.2
Public corporations and institutions	14,259,147.0	17,471,411.7
Banks	17,498,266.1	5,249,531.0
Public enterprises	<u>0</u>	<u>250,000.0</u>
Total	<u>69,520,962.9</u>	<u>56,346,737.9</u>

**GOVERNMENT REVOLVING FUND
KEPT WITH BANKS**

On the basis of the agency contracts between the CBI and other banks, 12 percent of the balance of governmental accounts with each bank is kept as a revolving fund. The total amount of the revolving fund was Rls. 6,827,154.9 million at the end of Esfand, 1380.

GOVERNMENT SECURITIES

Government securities at the end of Esfand, 1380 was Rls. 7,635,524.2 million, which increased by Rls. 5,000,000 million compared with the previous year. This increase was due to the purchase of government special participation papers, which are issued for the strengthening of banks' capital base (Article 93, 3rd Plan Law), by the Central Bank.

FIXED ASSETS

Fixed assets at the end of 1380 are as follows:

	FIXED ASSETS (million rials)					
	1379			1380		
	Before depreciation	Depreciation allowance	After depreciation	Before depreciation	Depreciation allowance	After depreciation
Immovable assets	485,438.9	42,617.7	442,821.2	655,210.0	66,465.7	588,744.3
Movable Assets	<u>44,124.6</u>	<u>28,257.3</u>	<u>15,867.3</u>	<u>58,974.7</u>	<u>37,561.3</u>	<u>21,413.4</u>
total	<u>529,563.5</u>	<u>70,875.0</u>	<u>458,688.5</u>	<u>714,184.7</u>	<u>104,027.0</u>	<u>610,157.7</u>

OTHER ASSETS

Other assets held at the CBI at end of 1380 amounted to Rls. 49,247,656.4 million, as follows:

	OTHER ASSETS	
	(million rials)	
	Year end	
	1379	1380
Silver holdings	967.3	946.2
Stamp holdings	5.7	5.5
Coin holdings	12,368.6	5,028.5
Investment in other institutions	101,139.9	113,379.0
Ashkanian Dynasty coins	8.7	8.7
Miscellaneous assets	24,671,169.1	48,381,978.2
Revolving funds	1,852.3	2,417.4
Prepayments	21,007.9	26,247.2
Temporary debtors' suspense account	352,997.6	218,477.2
Projects to be completed	193,517.3	160,117.7
Claims for long-term facilities	0	339,050.8
Total	<u>25,355,034.4</u>	<u>49,247,656.4</u>

CUSTOMERS' UNDERTAKING FOR OPENED LETTERS OF CREDIT & GUARANTEES

The total customers' undertaking for opened letters of credit and guarantees was Rls. 4,372,359.5 million at end of 1380, as follows:

CUSTOMERS' UNDERTAKING FOR OPENED LETTERS OF CREDIT AND GUARANTEES

	CUSTOMERS' UNDERTAKING FOR OPENED LETTERS OF CREDIT AND GUARANTEES	
	(million rials)	
	Year end	
	1379	1380
Foreign exchange LCs in rials	4,140,687.9	3,454,931.3
Guarantees received from correspondents	24,627.1	102,527.6
Guarantees issued for rescheduled contracts	748,798.7	142,464.1
Opened LCs in foreign exchange	<u>486,670.7</u>	<u>672,436.5</u>
Total	<u>5,400,784.4</u>	<u>4,372,359.5</u>

B. LIABILITIES

NOTES ISSUED

New notes issued in 1380 totaled Rls. 4,220,000 million. Thus, total issued notes amounted to Rls. 31,500,000 million at the end of 1380.

COINS ISSUED

Rls. 14,638.8 million coins was issued in 1380, bringing the total coins issued to Rls. 290,059.9 million at the end of 1380.

According to the Monetary and Banking Law and the advisory letter of the Ministry of Economic Affairs and Finance, the ceiling for the issuance of coins was determined at Rls. 300 billion.

CBI'S PARTICIPATION PAPERS

Following the approval of the MCC on 14.12.1379, and in accordance with implementation of the monetary policies as stipulated in the 3rd FYDP Law, the CBI was authorized to issue participation papers which commenced on 17.12.1379.

At the end of 1380 (March 20, 2002) the sum total of participation papers sold was Rls. 9,443,601 million.

DEPOSITS

Total sight deposits of the government, public corporations and institutions, non-governmental public enterprises and institutions, banks and non-bank credit institutions, together with other deposits amounted to Rls. 119,337,595.7 million at the end of 1380, as is shown in the respective table.

	DEPOSITS	
	(million rials)	
	Year end	
	1379	1380
Government	35,970,262.2	44,085,143.1
Public corporations and institutions	9,662,733.4	4,103,917.2
Non-governmental public enterprises & institutions	675,231.3	827,889.3
Banks and non-bank credit institutions:	56,585,490.2	65,649,547.7
Legal	47,142,468.5	47,531,410.7
Sight	5,343,521.0	9,813,967.7
Special time	0	5,000,000.0
Letters of credit	4,099,500.7	3,304,169.3
Others	<u>3,345,954.5</u>	<u>4,671,098.4</u>
Total	<u>106,239,671.6</u>	<u>119,337,595.7</u>

According to Amended Article 60 of the 3rd FYDP Law, the government deposited Rls. 12,771,238.6 million into the OSF, sum of which equalled \$ 7,297.9 million.

INCOME TAX

Income tax of the CBI on the basis of amended direct tax law approved in 1380 was Rls. 6,182.8 million for 1380.

SHARE OF GOVERNMENT IN NET PROFIT

According to the Monetary and Banking Law, the remainder of profit, after profit appropriation according to Article 25 of the said Law belongs to the government. The government's share in the net profit of the CBI in 1380 amounted to Rls. 7,220.0 million.

OTHER LIABILITIES

Other liabilities of the CBI amounted to Rls. 15,088,783.5 million at end of 1380, as follows:

	OTHER LIABILITIES	
	(million rials)	
	Year end	
	1379	1380
Documents payable	3,626,505.4	3,484,574.8
SDR allocations	543,317.5	535,290.5
Foreign exchange drafts (payable in rials)	3,886.3	3,697.3
Sight deposits of departments within the bank	371,487.8	1,166,386.9
Creditors' suspense account in foreign exchange	765,501.6	2,781,551.9
Creditors' suspense account in rial	3,176,396.3	1,750,528.9
CBI's receipts in connection with the Algerian Decree	369,662.5	271,474.8
Liabilities related to projects to be completed	22,892.4	21,973.2
Short-term facilities extended by foreign banks	2,702,394.5	2,306,283.2
Prepayment in foreign exchange	480,206.8	677,891.9
Long-term facilities extended by foreign banks	0	339,050.8
Foreign exchange facilities	0	1,750,000.0
	12,062,251.1	15,088,704.2
0.5% allocated to low- income groups for provision of housing	1,639.9	79.3
Total	<u>12,063,891.0</u>	<u>15,088,783.5</u>

CAPITAL

The CBI's capital amounted to Rls. 400,000 million at the end of 1380, showing a Rls. 50,000 million rise compared with the previous year.

LEGAL RESERVE

Based on 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 legal reserve for 1380 is Rls. 1,586.2 million, which in addition to the Rls. 276,169.5 million held as legal reserve at the end of the previous year, brought the total legal reserve to Rls. 277,755.7 million at the end of 1380.

CONTINGENCY RESERVE

According to the Monetary and Banking Law, each year an amount is to be held in the contingency reserve account based on proposal of the CBI and approval of the General Assembly. The contingency reserve out of net profit in 1380 is Rls. 793.1 million.

**DETAILS OF THE PROFIT AND LOSS
ACCOUNT
(Esfand 29,1380)**

A. REVENUES

**REVENUE RECEIVED FROM DEPOSITS
AND INVESTMENT ABROAD**

The income received from returns on deposits and investment abroad amounted to Rls. 588,197.2 million, as follows:

**REVENUE RECEIVED FROM DEPOSITS AND
INVESTMENT ABROAD**

	(million rials)	
	Year end	
	1379	1380
Foreign exchange term deposits	509,149.9	459,969.6
Foreign exchange sight deposits & special & clearing accounts	63,640.7	78,426.6
Foreign bonds	116,533.3	410,386.4
Gold depositing	20,878.6	21,643.6
Algerian Decree	0	52,848.9
SDR	24,714.9	17,704.2
Profit of OSF account	(99,365.9)	(452,782.1)
Total	<u>635,551.5</u>	<u>588,197.2</u>

**PROFIT RECEIVED FROM EXTENDED
FACILITIES**

The profit received from extended facilities in 1380 amounted to Rls. 1,117,560.7 million, as follows:

**PROFIT RECEIVED FROM
EXTENDED FACILITIES**

	(million rials)	
	Year end	
	1379	1380
Government	32.0	917.3
Public corporations & institutions	171,590.2	200,126.6
Banks	436,885.8	823,599.8
Algerian Decree	5,020.5	92,917.0
Non-governmental public institutions & corporations	3,669.0	0
Total	<u>617,197.5</u>	<u>1,117,560.7</u>

**BANKING FEES AND COMMISSIONS
RECEIVED**

Banking fees and commissions received totaled Rls. 174,674.4 million, as follows:

**BANKING FEES AND COMMISSIONS
RECEIVED (million rials)**

	Year end	
	1379	1380
Letters of credit	37,775.5	42,749.9
Foreign exchange bills	4,423.9	313.1
Foreign exchange drafts	8,932.2	15,915.2
Local usance	76,530.5	115,023.2
Miscellaneous (rials)	309.5	673.0
Miscellaneous (foreign exchange)	0.1	0
Total	<u>127,971.7</u>	<u>174,674.4</u>

**RESULT OF FOREIGN EXCHANGE AND
GOLD TRANSACTIONS**

The income received from foreign exchange and gold transactions amounted to Rls. 588,512.4 million as follows:

**RESULT OF FOREIGN EXCHANGE AND
GOLD TRANSACTIONS**

	(million rials)	
	Year end	
	1379	1380
Foreign exchange losses	111,852.1	89,960.5
Profit derived from international bonds transactions	10,743.4	239,147.0
Profit derived from gold transactions	0	5,670.5
Profit and loss derived from foreign exchange transactions	0	253,734.4
Total	<u>122,595.5</u>	<u>588,512.4</u>

PROFIT OF SPECIAL PARTICIPATION PAPERS

An amount of Rls. 185,220 million was projected as profit of government special participation papers purchased by the Bank in 1380 and included in the accounts.

OTHER INCOMES

Other incomes of the CBI amounted to Rls. 67,530.0 million as is shown in the following table:

OTHER INCOMES (million rials)

	Year end	
	1379	1380
Profit from investment in other institutions	21,541.9	7,969.9
Miscellaneous revenues of the Print and Mint Organization	17,392.1	27,725.9
Revenue received from sale of gold and jewelry	12,450.0	21,286.3
Revenue from sale of building No.6	0	8,178.1
Miscellaneous	4,192.5	2,369.8
Total	<u>55,576.5</u>	<u>67,530.0</u>

B. EXPENDITURES

COST OF RECEIVING CREDIT AND OVERDRAFT FROM FOREIGN BANKS

The cost of receiving credit and overdraft from foreign banks amounted to Rls. 86,086.8 million as follows:

COST OF RECEIVING CREDIT AND OVERDRAFT FROM FOREIGN BANKS (million rials)	Year end	
	1379	1380
Correspondents	15,769.7	571.8
Overdraft	23,170.6	16,129.4
Bonds	79.0	0
Clearing	2,197.5	69,385.6
Total	41,216.8	86,086.8

PROFIT PAID ON FOREIGN EXCHANGE DEPOSITS

The profit paid on foreign exchange deposits in 1380 was Rls. 164.0 million which was deposited with Export Development Bank for the profit accrued to its term foreign exchange deposits.

REWARDS PAID ON BANKS' LEGAL DEPOSITS

As approved at the 788th session of MCC in 15.12.1371, Rls. 522,424.4 million was paid as rewards on legal deposit in 1380.

PROFIT PAID ON CBI'S PARTICIPATION PAPERS

The profit accrued to CBI's participation papers, including the tax thereon, in 1380 amounted to Rls. 968,468.8 million and this was considered in the accounts.

PROFIT PAID ON SPECIAL TERM DEPOSITS

The profit paid on banks' special term deposits amounted to Rls. 210,062.5 million in 1380, Rls. 185,220 million of which was projected as banks' special term deposit (on the basis of implementation of Article 93 of 3rd Plan Law) and Rls. 24,842.5 million was related to Bank Tejarat special term deposits.

COMMISSIONS PAID ON BANKING SERVICES

The commission paid on banking services by the CBI amounted to Rls. 221,727.4 million, as shown in the following table:

COMMISSIONS PAID ON BANKING SERVICES (million rials)	Year end	
	1379	1380
Paid to banks for government accounts	180,000.0	220,000.0
Purchase of notes from abroad	506.8	763.4
Commission paid to correspondents	299.3	964.0
Total	180,806.1	221,727.4

RESULT OF FOREIGN EXCHANGE AND GOLD TRANSACTIONS-RATE ADJUSTMENT

The balance of foreign exchange and gold transactions account resulted in Rls. 280,031.0 million deficit, owing to adjustment rates of Bank's foreign exchange accounts at the year end rate, which appeared under profit and loss account.

PERSONNEL AND ADMINISTRATIVE EXPENDITURES

Personnel and administrative expenditures in 1380, and its comparison with the approved budget figures are shown in the following table:

PERSONNEL AND ADMINISTRATIVE EXPENDITURES (million rials)	1380	
	Approved budget	Performance
Personnel expenditures	221,350.0	205,843.8
Administrative expenditures	102,836.4	74,716.2
Total	324,186.4	280,560.0

CURRENCY ISSUANCE EXPENDITURES

The total currency issuance (notes and coins) expenditures was Rls. 89,183.4 million in the review year.

DEPRECIATION COST

In 1380, a sum of Rls. 34,136.0 million was allocated as depreciation cost for movable and immovable assets, as follows:

DEPRECIATION COST

(million rials)

	1379	1380
Depreciation cost of movable assets	5,827.2	8,843.7
Depreciation cost of immovable assets	<u>18,805.9</u>	<u>25,292.3</u>
Total	<u>24,633.1</u>	<u>34,136.0</u>

OTHER EXPENDITURES

Other expenditures amounted to Rls. 12,988.9 million as follows:

OTHER EXPENDITURES

(million rials)

	Year end	
	1379	1380
Paid to Treasury "Law for compensation of drought related losses"	4,080.8	0
Paid to Treasury "Law for preventing drought related losses"	0	9,373.7
Gold transportation and insurance	3	3,615.2
Price differential of jewelry purchased in Tehran market and world market	<u>110.1</u>	<u>0</u>
Total	<u>4,193.9</u>	<u>12,988.9</u>

PROFIT APPROPRIATION

The net profit of the CBI in 1380 amounted to Rls. 15,861,670,794. The net profit of Rls. 345,319 was carried forward and added to the above figure, bringing the total amount to Rls. 15,862,016,113 which was proposed to be appropriated as follows:

PROFIT APPROPRIATION

(rials)

Income tax	6,182,777,629
Transfer to legal reserve	1,586,167,079
Transfer to contingency reserve	793,083,540
Share of the government from the net profit	7,220,000,000
0.5% allocated to low-income groups for provision of housing	79,308,354
Balance of net profit carried forward	<u>679,511</u>
Total	<u>15,862,016,113</u>