



Bank Keshavarzi  
2021- 2022 Financial Statement



# **Bank Keshavarzi**

## **Financial Statements**

### **2021 – 2022**



**Bank Keshavarzi**  
**2021- 2022 Annual Report**

## **Corporate Outline**

**Bank Keshavarzi**  
**(Agriculture Bank of Iran)**

Date of Establishment:  
**June 11, 1933**

Number of Branches (By Year-end 2021-2022):  
**1,741**

Number of Forex Branches:  
**50**

Number of Employees:  
**14,746 (by March 20, 2022)**  
**18,435 (including private sector employees)**  
**23,583 (including employees of associated companies)**

Chairman:  
**Mr. Vahab Motaghinia**

Managing Director:  
**Mr. Rouhollah Khodarahmi**

Board Members:  
**Mr. Fereidoun Behbahani; Mr. Mohsen Safdari**

Address:  
**No.247, Patrice Lumumba St., Jalal-al-Ahmad Exp. Way, Tehran 1445994316, I.R. Iran**  
**P.O. Box 14155-6395**

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## **Financial Statements 2021 – 2022**

### **Consolidated Financial Statements**

- Consolidated Balance Sheet
- Consolidated Income (Profit & Loss) Statement
- Consolidated Statement of Changes in Shareholders' Equity
- Consolidated Statement of Cash Flow

### **Bank Keshavarzi Financial Statements**

- Balance Sheet
- Income (Profit & Loss) Statement
- Comprehensive Income (Profit & Loss) Statement
- Statement of Changes in Shareholders' Equity
- Statement of Cash Flow
- Notes to the Financial Statements



## **Excerpt of Auditors' Report**

### **Independent Auditors' Report to the Ordinary General Assembly of Shareholders:**

Bank Keshavarzi consolidated financial statements, including Balance Sheet as at 20<sup>th</sup> of March 2022, Income Statement, Comprehensive Income Statement, Statement of Changes in Shareholders' Equity, and Cash Flow Statement for the fiscal year ending on the afore-said date and the Explanatory Notes 1-64, have been audited by State Audit Organization (SAO).

### **Board of Directors' Responsibility**

Subject to the accounting standards, the bank's Board of Directors shall be responsible for preparation of financial statements. The responsibility includes design, implementation and maintenance of internal controls relevant to the preparation of financial statements so that they would be free of any material misstatements, whether due to fraud or errors.

### **Auditors' Responsibility**

SAO's responsibility is to comment and express an independent opinion on the afore-said financial statements in accordance with the auditing standards, which require SAO to observe the code of professional conduct and plan and execute the auditing in a way to be assured of no material misstatements and distortion in the financial statements.

We, the auditors, shall also be responsible to express an independent opinion on the afore-said financial statements based on the performed audit and to report cases of non-compliance with the legal requirements of the Amended Commercial Code, Banking and Monetary laws, Usury-free Banking Operations Law and the Banks' Articles of Association.

We hereby report our opinion as to whether the financial statements provide a true and fair view and whether the financial statements have been properly prepared in accordance with the above-mentioned legal references. In addition, we report if, in our opinion, the bank does not keep proper accounting records, if we are not provided with all information we require to conduct the audit, or in case the information regarding any transaction is not disclosed.

We planned and performed our audit to obtain all the information and explanations, which we consider necessary in order to provide us with sufficient evidences to give reasonable assurance that the financial statements to be audited are free from any significant distortion, material misstatement, irregularity or error. The audit included random checks of evidences and documents supporting the figures in the financial statements. It also encompassed evaluation of accounting policies and conventions used, assessments made by the board of directors and inspection of the overall accounts presented. SAO believes that the performed audit produced a reasonable base of opinion on the financial statements. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the financial statements.



**In our opinion:**

- The report does not contain any material misstatement that would render the financials misleading.
- The Financial Statements fairly present in all material respects the financial condition and results of operations, in accordance with the Amended Commercial Code, Banking and Monetary laws, Usury-free Banking Operations Law and the Banks' Articles of Association.
- The financial statements have been properly prepared in accordance with the above-mentioned laws, regulation and standards.
- We have examined the Board of Directors' report, prepared for presentation to the General Assembly. In the course of audit, we have not noticed any material difference between the content of said report and the documents provided by the Board of Directors.
- The report on compliance of BK's operations with approved budget for the year ending March 20, 2022 has been audited and examined by SAO. No significant discrepancy has been detected regarding the compliance of the Board of Directors' Report with the approved budget and the presented financial records.
- We have not found any evidence for non-compliance of the transactions with prevailing business procedures in operations of the Bank.
- Bank Keshavarzi AML Program has been found to comply with the national and international AML laws, regulations and standards.

The assistance provided by BK's employees and management during the conduct of our audit is highly appreciated.

**Aug. 16, 2022**

**State Audit Organization**



**Bank Keshavarzi 2020-2021 Financial Statements<sup>1</sup> for the fiscal year ending on March 20, 2021 include the following:**

**Consolidated Financial Statements**

- Consolidated Balance Sheet
- Consolidated Income (Profit & Loss) Statement
- Consolidated Statement of Changes in Shareholders' Equity
- Consolidated Statement of Cash Flow

**Bank Keshavarzi Financial Statements**

- Balance Sheet
- Income (Profit & Loss) Statement
- Comprehensive Income (Profit & Loss) Statement
- Statement of Changes in Shareholders' Equity
- Statement of Cash Flow
- Notes to the Financial Statements

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<sup>1</sup> The Financial statements have been translated from the statutory financial statements prepared in accordance with generally accepted accounting principles applicable to enterprises established in the Islamic Republic of Iran. In the event of any difference in interpreting the financial statements, the Farsi version shall prevail.



## Consolidated Balance Sheet

as at March 20, 2022

	Note	March 20, 2022 <sup>1</sup> Mil. IRR <sup>2</sup>	March 20, 2021 Mil. IRR (Restated) <sup>3</sup>
<b>ASSETS</b>			
Cash	9	162,270,440	213,169,726
Due From Banks and Other Credit Institutions	10	33,792,818	26,548,324
Due From Government	11	471,288,621	364,404,374
Credit Granted and Due from Public Sector	12	82,015	122,011
Credit Granted and Due from Non-public Sector	13	1,571,342,655	1,139,246,627
Investment in Stocks and Other Securities	14	40,098,271	38,241,748
Due from Subsidiary and Associated Companies	15	2,054,242	1,792,383
Other Receivable Accounts	16	54,250,449	56,264,404
Tangible Fixed Assets	17	31,040,703	22,160,331
Intangible Assets	18	793,426	659,804
Reserve Requirement	19	194,428,264	151,320,420
Other Assets	20	35,268,113	32,168,042
<b>Total Assets</b>		<b>2,596,710,017</b>	<b>2,046,098,194</b>
<b>LIABILITIES &amp; SHAREHOLDERS' EQUITY</b>			
<b>LIABILITIES</b>			
Due to Banks and Credit Institutions	21	243,118,220	198,132,648
Customers' Deposits	22	611,764,055	530,807,932
Payable Dividends	23	229,049	90,616
Debt Securities	24	0	0
Income Tax Provision	25	1,082,599	4,019,306
Provisions and Other Liabilities	26	107,161,348	88,610,913
Retirement Fund	27	31,245,305	33,509,710
<b>Total</b>		<b>994,600,576</b>	<b>855,171,125</b>
Customers' Investment Deposits	28	1,523,203,920	1,147,985,626
<b>Total Liabilities</b>		<b>2,517,804,496</b>	<b>2,003,156,751</b>
<b>SHAREHOLDERS' EQUITY</b>			
Capital	29	224,898,359	199,898,359
Adjustment of Shareholders' Equity due to Reevaluation of Assets	29-3	(88,877,475)	(88,877,475)
Capital Increase In-process	30	5,470,261	5,386,427
Stocks Premium Reserve	31	0	0
Legal Reserve	32	1,034,216	1,033,517
Other Reserves	33	1,566,941	1,405,417
Revaluation Surplus	34	0	0
Foreign Currency Translation Differences	35	624,260	1,055,579
Retained Earnings (Loss)		(74,125,917)	(81,935,771)
Treasury Stocks	36	0	0
Total Main Shareholders' Equity		70,590,645	37,966,053
Non-controlling Shareholders' Equity	36-1	8,314,876	4,975,390
<b>Total Shareholders' Equity</b>		<b>78,905,521</b>	<b>42,941,443</b>
<b>Total Liabilities &amp; Shareholders' Equity</b>		<b>2,596,710,017</b>	<b>2,046,098,194</b>

"The notes to the financial statements are an integral part of the financial statements."

<sup>1</sup> BK's fiscal year (1400 Persian Calendar) corresponds to the period of March 21, 2021 to March 20, 2022.

<sup>2</sup> Rial amounts can be converted to USD at CBI reference rate ([http://cbi.ir/ExRates/rates\\_en.aspx](http://cbi.ir/ExRates/rates_en.aspx)) on the last day of Iranian fiscal year (March 20, 2022).

<sup>3</sup> All comparative figures in financial statements have been restated to present a true and fair view of the bank's financial position. Thus, there may be cases of mismatch with figures presented in the preceding year annual report (2020/21).



## Consolidated Income Statement

For the Fiscal Year Ended on as at March 20, 2022

	Note	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
Income from Financial Facilities Granted, Deposits and Debt Securities	37	267,174,124	199,072,708
Cost of Deposits Interest	39	(167,638,382)	(129,143,282)
Net Income from Financial Facilities and Deposits		99,525,741	69,929,426
Fee Income	41	20,473,523	12,289,857
Fee Expenses	42	(6,364,795)	(4,849,566)
Net Fee Income		14,108,728	7,440,291
Net Profit (Loss) of Investment	38	232,756	4,464,313
Net Profit (Loss) of Foreign Exchange and Transactions	43	9,085,417	22,021,729
Other Operating Income	44	0	0
Total Operating Income		122,962,642	103,855,759
Net Other Income and Expenses	45	18,040,723	11,314,687
Administrative and General Expenses	46	(85,122,267)	(72,339,537)
Doubtful Debts Expenses	47	(25,900,952)	(18,743,596)
Financial Expenses	48	(17,027,232)	(8,469,022)
Depreciation Expenses	49	(1,318,893)	(1,156,192)
Profit before Accounting Group's Share from Associates' Profit		11,634,021	14,462,099
Group's Share from Associates' Profit		601,209	910,764
Earnings/Loss before Taxes		12,235,230	15,372,863
Income Tax - Current Year		(550,042)	(1,440,078)
Income Tax – Prior Years		(6,807)	(2,202,723)
Total Income Tax	25	(556,849)	(3,642,801)
Net Profit (Loss)		11,678,381	11,730,062
Net Profit (Loss) Attributable to:			
Main Shareholders (Owners of the Parent)		8,138,763	10,432,360
Non-controlling Shareholders		3,539,618	1,297,702
		11,678,381	11,730,062
EPS (IRR)	55		
Basic EPS (IRR)	55-1	57	62
Diluted EPS (IRR)	55-2	0	0

"The notes to the financial statements are an integral part of the financial statements."





## **Consolidated Statement of Comprehensive Income**

For the Fiscal Year Ended on as at March 20, 2021

	<b>Note</b>	<b>March 20, 2022</b> Mil. IRR	<b>March 20, 2021</b> Mil. IRR
Net Profit (Loss)		11,678,381	11,730,062
Assets Revaluation Surplus	34	0	0
Foreign Operations – Foreign Currency Translation Differences	35	(431,319)	(11,737)
Comprehensive Profit (Loss) of Fiscal Year		11,247,062	11,718,325
Yearly Adjustments	50	(3,529,047)	164,665
Recognized Comprehensive Loss as of Reporting Date of Prior Year		7,718,015	11,882,990
Less:			
Non-controlling Shareholders' Share from Comprehensive Profit (Loss)		3,539,618	1,297,702
Year-end Comprehensive Profit and Loss		4,178,397	10,585,288

"The notes to the financial statements are an integral part of the financial statements."



## Consolidated Statement of Changes in Shareholders' Equity

For the Fiscal Year Ended on March 20, 2022

2021-2022

Note	Capital	Adjustment of Main Company Shareholders' Equity from Revaluation	Capital Increase In-process	Stocks Premium Reserve	Legal Reserve	Other Reserves	Assets Revaluation Surplus	Foreign Operations - FC Translation Differences	Retained Loss	Treasury Stock	Non- controlling Shareholders' Equity	Total Shareholders' Equity
<b>Balance as of March 21, 2021</b>	199,898,359	(88,877,475)	5,386,427	0	1,033,517	1,405,417	0	1,055,579	(78,406,728)	0	4,975,390	46,470,486
Yearly Adjustments									(3,529,047)			(3,529,047)
1 <sup>st</sup> Period Restatement Balance	199,898,359	(88,877,475)	5,386,427	0	1,033,517	1,405,417	0	1,055,579	(81,935,775)	0	4,975,390	42,941,439
Net Profit									8,138,763		3,539,618	11,678,381
Other Comprehensive Income (Loss) - After Tax												0
Assets Revaluation Surplus												0
Foreign Currency Translation Differences								(431,319)				(431,319)
Tax of Other Comprehensive Income												0
<b>Total Other Comprehensive Income</b>	0		0	0	0	0	0	(431,319)	0	0	0	(431,319)
<b>Total Comprehensive Income/Loss</b>	0		0	0	0	0	0	(431,319)	8,138,763	0	3,539,618	11,247,062
<b>Capital Increase</b>	0											0
Adjustment of Main Company Shareholders' Equity from Revaluation												0
Registered Capital Increase	30	25,000,000									(2)	24,999,998
Flowing Capital Increase	30		83,834								0	83,834
<b>Treasury Stock</b>												0
Purchase of Treasury Stock	36											0
Disposal of Treasury Stock	36											0
<b>Distribution and Allocation</b>												0
Legal Reserve	32				699				(6,648)		5,949	0
Other Reserves	33					161,524			(374,744)		(1,939)	(215,159)
Dividends												0
Approved Dividends									(318,650)			(318,650)
Changes of Non-controlling Shareholders' Equity									204,140		(204,140)	0
Other Changes in Retained Earnings									166,997			166,997
<b>Total Changes in Shareholders' Equity</b>	25,000,000	0	83,834	0	16,221	699	0	0	(328,905)	0	(200,132)	24,717,020
<b>Balance as of March 20, 2022</b>	224,898,359	(88,877,475)	5,470,261	0	1,034,216	1,566,941	0	624,260	(74,125,917)	0	8,314,876	78,905,521

To Be Continued ....



## Consolidated Statement of Changes in Shareholders' Equity

For the Fiscal Year Ended on March 20, 2021

2020-2021

	Note	Capital	Adjustment of Main Company Shareholders' Equity from Revaluation	Capital Increase In-process	Stocks Premium Reserve	Legal Reserve	Other Reserves	Assets Revaluation Surplus	Foreign Operations - FC Translation Differences	Retained Loss	Treasury Stock	Non- controlling Shareholders' Equity	Total Shareholders' Equity
<b>Balance as of March 20, 2020</b>		111,020,884	0	4,720,954	0	1,017,296	982,170	0	1,067,316	(92,202,025)	0	4,266,999	30,873,594
Yearly Adjustments	50									164,665			164,665
1 <sup>st</sup> Period Restatement Balance		111,020,884	0	4,720,954	0	1,017,296	982,170	0	1,067,316	(92,037,360)	0	4,266,999	31,038,259
Net Profit										10,432,360		1,297,702	11,730,062
Other Comprehensive Income (Loss) - After Tax													
Assets Revaluation Surplus	34												0
Foreign Currency Translation Differences	35								(11,737)				(11,737)
Tax of Other Comprehensive Income													0
<b>Total Other Comprehensive Income</b>		0		0	0	0	0	0	(11,737)	0	0	0	(11,737)
<b>Total Comprehensive Income/Loss</b>		0		0	0	0	0	0	(11,737)	10,432,360	0	1,297,702	11,718,325
<b>Capital Increase</b>		88,877,475											88,877,475
Adjustment of Main Company Shareholders' Equity from Revaluation			(88,877,475)										(88,877,475)
Registered Capital Increase	30	0										108,358	108,358
Flowing Capital Increase	30			665,473								0	665,473
<b>Treasury Stock</b>													
Purchase of Treasury Stock	36												0
Disposal of Treasury Stock	36												0
<b>Distribution and Allocation</b>													0
Legal Reserve	32					16,221				(3,691)		(12,530)	0
Other Reserves	33						423,247			(497,138)			(73,891)
Dividends													
Approved Dividends										(488,091)			(488,091)
Changes of Non-controlling Shareholders' Equity										685,139		685,139	0
Other Changes in Retained Earnings										(26,990)			(26,990)
<b>Total Changes in Shareholders' Equity</b>		88,877,475	(88,877,475)	665,473	0	16,221	423,247	0	0	(330,771)	0	(589,311)	184,859
<b>Balance as of March 20, 2021</b>		199,898,359	(88,877,475)	5,386,427	0	1,033,517	1,405,417	0	1,055,579	(81,935,771)	0	4,975,390	42,941,443

"The notes to the financial statements are an integral part of the financial statements."

## **Consolidated Cash Flow Statement**

For the Fiscal Year Ended on March 20, 2022

	Note	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
<b><u>Operating Activities</u></b>			
<b>Cash Received for:</b>			
Profit and Penalties of Financial Facilities Granted		256,016,127	191,690,612
Profit of Debt Securities		5,144,968	1,721,374
Fees		20,473,523	12,289,857
Deposits Profit		6,013,029	5,660,722
Investments Profit		232,756	4,464,313
Other Operating Income		18,071,551	11,941,522
<b>Cash Paid for:</b>			
Deposits Interest		(167,638,383)	(129,143,282)
Fees		(6,364,795)	(4,849,566)
Financial Cost		(17,027,232)	(8,469,022)
Other Operating Costs		(87,386,672)	(66,031,076)
Income Tax		(556,849)	(3,643,801)
<b>Cash Inflow (Outflow) from Operating Activities before Changes in Operating Assets and Liabilities</b>		<b>26,978,023</b>	<b>15,632,563</b>
<b>Cash Flow from Changes in Operating Assets and Liabilities</b>			
<b>Net Increase (Decrease) in Liabilities:</b>			
Due to Banks and Other Credit Institutions		29,018,927	(50,254,668)
Customers' Deposits		80,956,123	186,840,487
Debt Securities		0	0
Operating Portion of Provisions and other Liabilities		15,649,741	(15,725,099)
Investment Deposits Owners		375,218,294	232,806,937
Net Assets Impairment (Appreciation):			
Due from Banks and Other Credit Institutions		(7,244,494)	5,735,915
Principal of Due from Government		(106,884,247)	(96,223,496)
Principal of Financial Facilities Granted and Due from Public Persons		39,996	(25,833)
Principal of Financial Facilities Granted and Due from Non-public Persons		(460,102,835)	(277,778,942)
Investment in Stocks and Other Securities		(2,287,842)	(28,406,850)
Due from Subsidiaries and Associates		(261,859)	568,709
Other Accounts Receivable		2,013,955	(15,318,915)
Required Reserve		(43,107,844)	(46,842,496)
Operating Portion of Other Assets		(994,216)	(3,358,294)
<b>Cash Flow from Changes in Operating Assets and Liabilities</b>		<b>(117,986,300)</b>	<b>(107,982,545)</b>
<b>Net Cash Inflow (Outflow) before Operating Activities</b>	51	<b>(91,008,277)</b>	<b>(92,349,892)</b>
<b>Net Cash Inflow (Outflow) from Operating Activities</b>			
<b><u>Investing Activities</u></b>			
Payments for Acquisition of Fixed Tangible Assets		(10,157,239)	(4,182,217)
Proceeds from Disposal of Fixed Tangible Assets		570,381	282,929
Payments for Acquisition of Intangible Assets		(175,648)	0
Proceeds from Disposal of Intangible Assets		0	0
Payments for Acquisition of Non-operating Properties and Real-estates		0	(4,979)
Proceeds from Disposal of Non-operating Properties and Real-estates		0	0
<b>Net Cash Inflow (Outflow) from Investing Activities</b>		<b>(9,762,506)</b>	<b>(3,903,267)</b>
<b>Net Cash Inflow (Outflow) before Financing Activities</b>		<b>(100,770,783)</b>	<b>(96,253,159)</b>
<b><u>Financing Activities</u></b>			
Increase of Cash Capital		0	0
Treasury Stocks Trading		0	0
Proceeds from Stocks Premium		0	0
Dividends Paid to Minority Shareholders		(180,565)	(538,979)
Financial Facilities Received		92,966,027	38,842,086
Repayment of Financial Facilities Principal		(51,999,382)	(3,450,000)
<b>Net Cash Inflow from Financing Activities</b>		<b>40,786,080</b>	<b>34,853,107</b>



**Bank Keshavarzi**  
**2021- 2022 Annual Report**

Net (Decrease) in Cash Funds	(59,984,703)	(61,400,052)
Cash at the Beginning of the Year	213,169,726	252,548,049
Effects of Exchange Rate Changes on Cash	9,085,417	22,021,729
<b>Cash at the End of the Year</b>	<b>162,270,440</b>	<b>213,219,726</b>
<b>Non-cash Transactions</b>	<b>280,251,767</b>	<b>380,129,839</b>

"The notes to the financial statements are an integral part of the financial statements."



## Balance Sheet

as at March 20, 2022

	Note	March 20, 2022 Mil. IRR	(Restated) March 20, 2021 Mil. IRR
<b>ASSETS</b>			
Cash	9	157,617,413	211,898,067
Due From Banks and Other Credit Institutions	10	33,792,818	26,548,324
Due From Government	11	471,288,621	364,404,374
Credit Granted and Due from Public Sector	12	82,015	122,011
Credit Granted and Due from Non-public Sector	13	1,587,522,758	1,152,113,276
Investment in Stocks and Other Securities	14	29,390,170	29,810,616
Due from Subsidiaries and Associates	15	16,098,194	20,515,376
Other Receivable Accounts	16	39,693,939	41,112,234
Tangible Fixed Assets	17	119,493,392	114,058,962
Intangible Assets	18	543,745	538,646
Required Reserve	19	194,428,264	151,320,420
Other Assets	20	13,834,330	15,883,811
<b>Total Assets</b>		<b>2,663,785,659</b>	<b>2,128,326,117</b>
<b>LIABILITIES &amp; SHAREHOLDERS' EQUITY</b>			
<b>LIABILITIES</b>			
Due to Banks and Credit Institutions	21	241,796,040	197,184,495
Customers' Deposits	22	617,607,219	541,633,475
Payable Dividends	23	0	0
Debt Securities	24	0	0
Income Tax Provision	25	173,204	2,535,979
Provisions and Other Liabilities	26	96,726,115	74,779,078
Retirement Fund	27	30,609,983	33,017,547
<b>Total</b>		<b>986,912,561</b>	<b>849,150,574</b>
<b>Customers' Investment Deposits</b>	28	<b>1,523,233,920</b>	<b>1,150,735,628</b>
<b>Total Liabilities</b>		<b>2,510,146,481</b>	<b>1,999,886,202</b>
<b>SHAREHOLDERS' EQUITY</b>			
Capital	29	224,898,359	199,898,359
Capital Increase In-process	30	5,470,261	5,386,427
Stocks Premium Reserve	31	0	0
Legal Reserve	32	770,317	770,317
Other Reserves	33	0	0
Revaluation Surplus	34	8,698,909	8,698,909
Foreign Currency Translation Differences	35	0	0
Retained Earnings/Loss		(86,198,668)	(86,314,097)
Treasury Stocks	36	0	0
<b>Total Shareholders' Equity</b>		<b>153,639,178</b>	<b>128,439,915</b>
<b>Total Liabilities &amp; Shareholders' Equity</b>		<b>2,663,785,659</b>	<b>2,128,326,117</b>

"The notes to the financial statements are an integral part of the financial statements."

## Income Statement

For the Fiscal Year Ended on March 20, 2022

	Note	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
Income from Financial Facilities Granted, Deposits and Debt Securities	37	266,811,569	198,761,468
Cost of Deposits Interest	39	(168,966,695)	(129,613,901)
Net Income from Financial Facilities and Deposits		97,844,874	69,147,567
Fee Income	41	20,473,523	12,289,857
Fee Cost	42	(6,364,795)	(4,849,566)
Net Fee Income		14,108,728	7,440,291
Net Profit (Loss) of Investment	38	1,256,314	528,994
Net Profit (Loss) of Foreign Exchange and Transactions	43	8,926,123	19,836,927
Other Operating Income	44	0	0
<b>Total Operating Income</b>		<b>122,136,039</b>	<b>96,953,779</b>
Net Other Income and Expenses	45	1,818,002	1,534,804
Administrative and General Expenses	46	(82,892,517)	(70,930,459)
Doubtful Debts Expenses	47	(25,833,627)	(18,729,817)
Financial Expenses	48	(13,753,995)	(8,299,553)
Depreciation Expenses	49	(1,243,044)	(1,057,061)
<b>Earnings/Loss before Taxes</b>		<b>230,858</b>	<b>(528,307)</b>
Recent Year Income Tax		0	(325,429)
Prior Years Income Tax Changes		0	(2,037,345)
<b>Total Income Tax</b>	25	0	(2,362,774)
<b>Net Profit (Loss)</b>		<b>230,858</b>	<b>(2,891,081)</b>
Earnings (Loss) per Share (IRR)	55		
Basic Earnings (Loss) per Share (IRR)	55-1	1.13	15.39
Diluted Earnings (Loss) per Share (IRR)	55-2	0	0

"The notes to the financial statements are an integral part of the financial statements."

## Statement of Comprehensive Income

For the Fiscal Year Ended on March 20, 2022

	Note	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
Net Profit (Loss)		230,858	(2,891,081)
Assets Revaluation Surplus	34	0	0
Foreign Operations – Foreign Currency Translation Differences	35	0	0
Comprehensive Profit (Loss) of Fiscal Year		230,858	(2,891,081)
Yearly Adjustments	50	(3,562,244)	0
Recognized Comprehensive Loss as of Reporting Date of Prior Year		(3,331,386)	(2,891,081)

"The notes to the financial statements are an integral part of the financial statements."



### Statement of Changes in Shareholders' Equity

For the Fiscal Year Ended on March 20, 2022 (million IRR)

2021-2022

	Note	Capital	Capital Increase In-process	Stocks Premium Reserve	Legal Reserve	Other Reserves	Assets Revaluation Surplus	Foreign Operations - FC Translation Differences	Retained Loss	Treasury Stock	Total Shareholders' Equity
<b>Balance as of March 21, 2021</b>		199,898,359	5,386,427	0	770,317	0	8,698,909	0	(82,751,853)	0	132,002,159
Net Profit									230,858		230,858
Yearly Adjustments	50								(3,562,244)		(3,562,244)
Other Comprehensive Income (Loss) - After Tax											0
Assets Revaluation Surplus	34										0
Foreign Currency Translation Differences	35										0
Tax of Other Comprehensive Income							0	0	0		0
<b>Total Other Comprehensive Income</b>		0	0	0	0	0	0	0	0	0	0
<b>Total Comprehensive Income/Loss</b>		0	0	0	0	0	0	0	(3,331,386)	0	(3,331,386)
<b>Capital Increase</b>											0
Registered Capital Increase	30	25,000,000									25,000,000
Flowing Capital Increase	30		83,834								83,834
<b>Treasury Stock</b>											
Purchase of Treasury Stock	36									0	0
Disposal of Treasury Stock	36			0					0	0	0
<b>Distribution and Allocation</b>											
Legal Reserve	32				0				0		0
Other Reserves	33					0					0
Dividends		0									0
Approved Dividends	26-5								(115,429)		(115,429)
<b>Total Changes in Shareholders' Equity</b>		25,000,000	83,834	0	0	0	0	0	(115,429)	0	24,968,405
<b>Balance as of March 20, 2022</b>		224,898,359	5,470,261	0	770,317	0	8,698,909	0	(86,198,668)	0	153,639,178

To Be Continued ....





## Statement of Changes in Shareholders' Equity

For the Fiscal Year Ended on March 20, 2021 (million IRR)

2020-2021

	Note	Capital	Capital Increase In-process	Stocks Premium Reserve	Legal Reserve	Other Reserves	Assets Revaluation Surplus	Foreign Operations - FC Translation Differences	Retained Loss	Treasury Stock	Total Shareholders' Equity
<b>Balance as of March 20, 2020</b>		111,020,884	4,720,954	0	770,317	0	97,576,384	0	(83,082,568)	0	131,005,971
Net Loss									(2,891,081)		(2,891,081)
Yearly Adjustments	50								0		0
Other Comprehensive Income (Loss) - After Tax											0
Assets Revaluation Surplus	34						(88,877,475)				(88,877,475)
Foreign Currency Translation Differences	35							0			0
Tax of Other Comprehensive Income							0	0	0		0
<b>Total Other Comprehensive Income</b>		0	0	0	0	0	(88,877,475)	0	0	0	(88,877,475)
<b>Total Comprehensive Income/Loss</b>		0	0	0	0	0	(88,877,475)	0	(2,891,081)	0	(91,768,556)
<b>Capital Increase</b>											
Registered Capital Increase	30	88,877,475									88,877,475
Flowing Capital Increase	30		665,473	0							665,473
<b>Treasury Stock</b>											
Purchase of Treasury Stock	36									0	0
Disposal of Treasury Stock	36			0					0	0	0
<b>Distribution and Allocation</b>											
Legal Reserve	32				0				0		0
Other Reserves	33					0					0
Dividends		0									0
Approved Dividends	26-5								(340,448)		(340,448)
<b>Total Changes in Shareholders' Equity</b>		88,877,475	665,473	0	0	0	0	0	(340,448)	0	89,202,500
<b>Balance as of March 20, 2021</b>		199,898,359	5,386,427	0	770,317	0	8,698,909	0	(86,314,097)	0	128,439,915

"The notes to the financial statements are an integral part of the financial statements."

## Cash Flow Statement

For the Fiscal Year Ended on March 20, 2021

	Note	March 20, 2022 Mil. IRR	(Restated) March 20, 2021 Mil. IRR
<b><u>Operating Activities</u></b>			
<b>Cash Received for:</b>			
Profit and Penalties of Financial Facilities Granted		255,935,876	191,891,972
Profit of Debt Securities		5,144,968	1,270,661
Fees		20,473,523	12,289,857
Deposits Profit		5,730,726	5,598,835
Investments Profit		1,256,314	528,994
Other Operating Income		1,375,577	1,500,271
<b>Cash Paid for:</b>			
Deposits Interest		(168,966,695)	(129,613,901)
Fees		(6,364,795)	(4,849,566)
Financial Cost		(13,753,995)	(8,299,553)
Other Operating Costs		(85,300,082)	(64,717,108)
Income Tax		0	(2,362,774)
<b>Cash Inflow (Outflow) from Operating Activities before Changes in Operating Assets and Liabilities</b>		<b>15,531,417</b>	<b>3,237,688</b>
<b>Cash Flow from Changes in Operating Assets and Liabilities:</b>			
<b>Net Increase (Decrease) in Liabilities:</b>			
Due to Banks and Other Credit Institutions		29,018,927	(50,254,668)
Customers' Deposits		75,973,744	195,282,052
Debt Securities		0	0
Operating Portion of Provisions and other Liabilities		19,552,674	(19,538,153)
Investment Deposits Owners		372,498,292	234,713,114
<b>Net Assets Impairment (Appreciation):</b>			
Due from Banks and Other Credit Institutions		(7,244,494)	5,735,915
Principal of Due from Government		(106,884,247)	(96,223,496)
Principal of Financial Facilities Granted and Due from Public Persons		39,996	(25,833)
Principal of Financial Facilities Granted and Due from Non-public Persons		(463,348,964)	(279,406,671)
Investment in Stocks and Other Securities		420,446	(27,039,695)
Due from Subsidiaries and Associates		4,417,181	902,177
Other Accounts Receivable		1,418,295	(15,349,175)
Required Reserve		(43,107,844)	(46,842,496)
Operating Portion of Other Assets		4,155,336	4,560,719
<b>Cash Flow from Changes in Operating Assets and Liabilities</b>		<b>(113,090,658)</b>	<b>(93,486,210)</b>
<b>Net Cash Inflow (Outflow) before Operating Activities</b>	51	<b>(97,559,241)</b>	<b>(90,248,522)</b>
<b><u>Investing Activities</u></b>			
Payments for Acquisition of Fixed Tangible Assets		(6,638,575)	(3,959,698)
Proceeds from Disposal of Fixed Tangible Assets		442,425	34,533
Payments for Acquisition of Intangible Assets		(44,004)	(1,378)
Proceeds from Disposal of Intangible Assets		0	0
Payments for Acquisition of Non-operating Properties and Real-estates		0	0
Proceeds from Disposal of Non-operating Properties and Real-estates		0	0
<b>Net Cash Inflow (Outflow) from Investing Activities</b>		<b>(6,240,154)</b>	<b>(3,926,543)</b>
<b>Net Cash Inflow (Outflow) before Financing Activities</b>		<b>(103,799,395)</b>	<b>(94,175,065)</b>



**Bank Keshavarzi**  
**2021- 2022 Annual Report**

**Financing Activities**

Increase of Cash Capital	0	0
Treasury Stocks Trading	0	0
Proceeds from Stocks Premium	0	0
Dividends Paid	0	0
Financial Facilities Received	87,500,000	38,498,094
Repayment of Financial Facilities Principal	(46,907,382)	(3,450,000)
<b>Net Cash Inflow from Financing Activities</b>	<b>40,592,618</b>	<b>35,048,094</b>
Net (Decrease) in Cash Funds	(63,206,777)	(59,126,971)
Cash at the Beginning of the Year	211,898,067	251,188,111
Effects of Exchange Rate Changes on Cash	8,926,123	19,836,927
Cash at the End of the Year	157,617,413	211,898,067
Non-cash Transactions	280,251,767	380,129,839

"The notes to the financial statements are an integral part of the financial statements."



## Notes to the Financial Statements

### 1. History

#### 1.1. General

The Bank Group, including Bank Keshavarzi and the subsidiaries, subject to resolution of Banks' General Assembly dated December 20, 1979, was established through merger of Iran Agricultural Cooperation Bank and Iran Agricultural Development Bank on September 13, 1980 and was registered under number 37596 in Companies Registration Organization. The Bank's Headquarters is based in Tehran.

#### 1.2. Scope of Business

The Bank is administered subject to the statutory bill approved by the Islamic Revolution Council on September 25, 1979, as well as the Banking and Monetary Rules and Regulations, and the Bank's Articles of Association. According to Paragraph 18, Article 5 of the Articles of Association, activity in other fields of the banking industry is permitted.

#### 1.3. Branches

The following table displays the number of branches in the report year and the year before:

	2020-2021		2019-2020	
	By Year-end	Average	By Year-end	Average
Tehran Province Branches	145	145	146	146
Other Provinces Branches	1,589	1,607	1,625	1,638
Free-trade Zones Branches	19	19	19	19
Overseas Branches	0	0	0	0
<b>Total</b>	<b>1,753</b>	<b>1,771</b>	<b>1,790</b>	<b>1,803</b>

#### 1.4. Employment

The average number of employees in 2017/18 and the preceding year is as follows:

	2021-2022		2020-2021	
	By Year-end	Average	By Year-end	Average
<b>Main Company</b>				
Headquarters and Provincial Directorates	3,006	3,019	3,032	3,061
Tehran Province Branches	1,304	1,321	1,337	1,257
Other Provinces Branches	10,496	10,695	10,893	11,101
Free-trade Zones Branches	125	107	88	92
Overseas Branches	0	0	0	0
<b>Total</b>	<b>14,931</b>	<b>15,142</b>	<b>15,350</b>	<b>15,511</b>
Private Sector Employees	3,646	3,643	3,640	3,637
<b>Total</b>	<b>18,577</b>	<b>18,785</b>	<b>18,990</b>	<b>19,148</b>
<b>Subsidiaries</b>				
Contractual Employees	5,396	5,396	5,562	5,562
<b>Total</b>	<b>23,973</b>	<b>24,181</b>	<b>24,552</b>	<b>24,710</b>

### 2. Basis for Preparation

The financial statements have been prepared in accordance with the prevailing generally accepted accounting principles, along with CBI monetary and banking regulations. The details of accounting procedures, including changes made within the report year, have been presented in Notes 5 and 6.



### 3. Basis for Consolidation

3-1 Consolidated financial statements of the banks have been prepared by consolidating the financial statements of the bank and those of the Subsidiaries, subject to consolidation, after omission of inner-groups transactions and balances as well as the unrealized profit and loss resulted by inner-groups trades.

3-2 Regarding the subsidiaries acquired within the report year, the results of their operations have been included in the Consolidated Income Statement as at the date in which the effective control has been transferred to the Main Company. The results of disposed subsidiaries' operations have been included in the Consolidated Income Statement since the disposal date.

3-3 The fiscal year of the Main Company differs from those of the group companies. Thus, the items included in the consolidated financial statements belong to different periods with different duration. Summaries and duration of fiscal years, and financial statements used in the present financial statements are as follows:

Companies	Fiscal Year Ended on	Financial Statements Included in Consolidation	Status of Financial Statements Used	No. of Companies
<b>A. Subsidiaries</b>				
Mehr 78 Logistics Services <sup>1</sup> Company	December	December 20, 2020	Audited	1
Agricultural Lands Development Company (Land Bank)	December	December 20, 2020	Unaudited	1
Bank Keshavarzi Brokerage Company	December	December 20, 2020	Audited	1
Karun Agro-industry Company	December	December 20, 2020	Unaudited	1
Mehr Exchange Company	December	December 20, 2020	Audited	1
Karun Cattle Feed Company	June	December 20, 2020	Audited	1
Novin Hi-tech Solutions Company	December	December 20, 2020	Audited	2
Hami Mehr Pishgam Company	December	December 20, 2020	Audited	1
Simorgh Company	December	December 20, 2020	Audited	5
Novin Mehr 92 Company	December	December 20, 2020	Audited	1
<b>B. Associated</b>				<b>15</b>
Isfahan Shir Livestock and Agricultural Company	March	March 19, 2021	Unaudited	1
Kowsar Lands Restoration Company	March	March 19, 2020	Audited	1
Iraq Development Cooperation Bank	January	December 30, 2020	Audited	1
				<b>3</b>

3-4 Consolidated Financial Statements are prepared using uniform accounting procedures regarding the transactions and similar events under similar conditions.

### 4. Monetary Unit of Operations and Reporting

All items of the financial statements have been measured by the currency of the primary economic environment in which the bank operates. The figures have been presented in million Rials for better understanding unless stipulated otherwise in financial statements and the notes to the financial statements.

### 5. Judgments and Estimates

In preparation of the financial statements, the bank management has made judgments, estimates and assumptions to determine the most significant effect on the amounts recognized in the financial statements. Real results may differ from the estimates. The judgments and estimates are based on historical events and are regularly reviewed through comparison with the real ones by the management. The main areas for which the judgements and estimates have been used are as follows:

- 5.1. Retirement Benefits Obligations
- 5.2. Contingent Liabilities and Reserves
- 5.3. Control on investee companies

<sup>1</sup> With associated companies subject to consolidation



## 6. Measurement Basis

Except from the following significant items, the financial statements have been prepared in terms of historical cost basis.

6.1. Investment in Stocks and other securities in exchange stock

6.2. Investment in subsidiary companies

6.2. Foreign currency assets and liabilities

## 7. Changes in Accounting Policies

Having observed the consistency of the policies in all report years, the bank has presented the accounting policies in Note 8.

## 8. Summary of Significant Accounting Policies

### 8.1. Investments

	Group Consolidated	Bank (Main Company)
<b>Measurement Methods:</b>		
<b>Long-term Investments:</b>		
Investment in Subsidiaries subject to Consolidation	Subject to Consolidation	Cost Price (less Accumulated Impairment Losses)
Investment in Associates	Equity Method	Cost Price (less Accumulated Impairment Losses)
Other Long-term Investments	Cost Price (less Accumulated Impairment Loss of Each investment)	Cost Price (less Accumulated Impairment Loss of Each investment)
Investment in Real Estates	Cost Price (less Accumulated Impairment Loss of Each investment)	Cost Price (less Accumulated Impairment Loss of Each investment)
<b>Current Investments:</b>		
Marketable Investments	Market Value	Market Value
Other Current Investments	Lower of Cost and Net Selling Price of Each Investment	Lower of Cost and Net Selling Price of Each Investment
<b>Income Recognition Method:</b>		
Investment in Subsidiaries	Subject to Consolidation	On Dividend Approval Date by General Assembly of Investee Company Shareholders (as of Financial Statements Approval Date)
Investment in Associates	Equity Method	On Dividend Approval Date by General Assembly of Investee Company Shareholders (as of Financial Statements Approval Date)
Other Long-term and Current Investments in Companies' Shares	On Dividend Approval Date by General Assembly of Investee Company Shareholders (as of Balance Sheet Date)	On Dividend Approval Date by General Assembly of Investee Company Shareholders (as of Balance Sheet Date)
Investment in Other Securities	Upon Realization of Guaranteed Profit	Upon Realization of Guaranteed Profit

### 8.2. Non-productive Biological Assets

Non-productive biological assets are recognized at fair value less estimated expenses. Estimated expenses to sell include selling commissions, tax and charges. Increases and decreases resulted from recognition of non-productive biological assets at fair value less estimated expenses to sell are considered in profit and loss of incurring period. In case there has been no access to reliable fair value, non-productive biological assets have been calculated at cost price less any impairment.

### 8.3 Non-current Assets Held for Sale (Real Estates)

Non-current assets, whose book values are mainly recovered through selling not continued use, are categorized as "Held for Sale".



#### 8.4. Productive Biological Assets

Productive biological assets (Layer Chicken, Broiler Layer Chicken, and fruit tress) are recognized at cost price. Production expenses, related to productive biological assets, are included at cost price by the time they reach the productivity stage.

Asset	Depreciation Rate	Depreciation Method
Layer Chickens	Based on the Flock Age	Declining
Pistachio Tree	99 years	Straight

#### 8.5. Balance of Completed and In-process Projects

Balance of completed and in-process projects are evaluated at lower of cost and net selling price of every item.

#### 8.6. Projects Expenses

Projects expenses include primary studies of penology and topography, renting and land purchase price, contractors', plants and installations purchase and equipment, workshops supervision commissions, as well as interest and baking charges of financial facilities

#### 8.7. Tangible Fixed Assets

**8.7.1.** Tangible fixed assets are recorded at cost in accounts. Substantial repairs and renovation expenses, which significantly increase the capacity or service life of fixed assets or improve their outcome quality, are considered as capital expenses, to be depreciated over the remaining service life. Maintenance and minor repairs expenses, executed in compliance with the standards of primary evaluated performance and incurred aimed at preservation and improvement of expected economic interests of the bank, are considered as current expenses and are displayed under profit and loss account of the report year.

**8.7.2.** Subject to Article 151 of the Direct Taxation Code, depreciation of fixed assets are calculated based on the following table:

Depreciation Calculation Method		
Asset	Depreciation Rate	Depreciation Method
Building	15 & 25 Years	Straight
Plants and Installations	10 & 15 Years	Straight
Machinery	5, 6 & 10 Years	Straight
Administrative Furniture and Fittings	3, 4, 5, 6 & 10 Years	Straight
Computer Equipment (pc)	3 Years	Straight
Motor Vehicles	4 & 6 Years	Straight
Tools	1 & 4 Years	Straight
Software	5 years	Straight

**8.7.3.** Depreciation of fixed assets, acquired and used during the month, is calculated from the beginning of the month and is included in the accounts. For any of the depreciable assets, which are not used for a period of time due to interruption of the business or any other reasons, the depreciation is calculated as 30 percent of the rate displayed in the above table.

#### 8.8. Intangible Assets

Intangible assets, except for goodwill, are recorded at cost. Goodwill is depreciated and the impairment testing is carried out at the end of the fiscal year and necessary reserve is considered if needed. Administrative and operation software are depreciated through straight method.



### 8.9. Recognition of Income from Financial Facilities Granted, Bank Fees and Penalty Funds

Subject to the approval of Monetary and Credit Council, the profit of facilities granted is recognized through accrual method of accounting. No accrual income has been recognized for Doubtful Debts. The following table displays the methods for recognition of incomes.

Facilities Granted, Bank Fees and Penalty Funds	Recognition Method
<b>Profit of Facilities Granted</b>	
Current	Accrual
Past Due	Accrual
Overdue	Cash/Accrual
Doubtful	Cash
<b>Late Payment Penalties</b>	
Current	Cash
Past Due	Cash
Overdue	Cash
Doubtful	Cash
<b>Banking Charges</b>	
Issued L/Gs	Cash
Other Bank Services	Cash
Qard-al-Hassanah Facilities	Cash

### 8.10. Basis for Share of Depositors from Operating Income

In compliance with Usury-free Banking Operations Law and the executive regulations as well as CBI circulars, the operating income, use of operating resources and the share of depositors from operating income are calculated and reported in the statement of investment deposits.

### 8.11. Classification of Financial Facilities Granted

Based on the regulation for Classification of Credit institutions Assets, approved by the Monetary and Credit Council, financial facilities are categorized based on the duration of default and repayment delay, customer financial status and the of business condition, as follows:

- **Current** (At most 2 months past the maturity or repayment interruption date)
- **Past Due** (Between 2 to 6 months past the maturity or repayment interruption date)
- **Past Due** (Between 6 to 18 months past the maturity or repayment interruption date)
- **Doubtful** (more than 18 months past the maturity or repayment interruption date)

### 8.12. Accumulated Impairment of Doubtful Debts

In compliance with the approval of Monetary and Credit Council and CBI circulars, impairment is calculated and displayed as follows:

- General Accumulated Impairment is calculated and recorded equalling 1.5 percent of the total facility balance at the end of the year, excluding the balances of financial facilities, for which specific reserves have been included.
- Allocated Accumulated Impairment to the balance of past due, Overdue and doubtful classes less updated value of collaterals of each case and applying the following:

Class	Index
Past Due	10%
Overdue	20%
Doubtful	50-100%





- For facilities with more than 5 years past the maturity date of principal and the profit, the allocated impairment is considered equalling 100 percent.

#### **8.13. Reserve for Employment Termination Benefits**

Reserve for employment termination benefits is calculated based on the latest monthly salary of each employee as well as their constant benefits for each year of employment.

#### **8.14. Employees' pension Benefits Obligation**

BK employees are covered by the Banks Retirement Fund and their retirement pension and annuity are paid by the fund. Subject to Article 34 of the Fund's Articles of Association, the fund's deficit will be provided by the member banks.

#### **8.15. Foreign Currency Translation**

##### **8.15.1. Domestic Accounts**

Foreign currency monetary items, on the balance sheet date (CBI Inter-bank Reference Rate) and non-monetary items (included to the value of historical cost based on FX rate), are translated at the official FX rate on the exchange date. Differences from settlement or translation of foreign currency monetary items are recognized as income or cost of the recognition period and are recorded under Income (Profit or Loss) Statement. According to Article 136 of State Supreme Audit Court, loss and profit incurred due to translation of foreign currency debts and assets of state companies are not considered income or cost. The difference, caused by translation of assets and foreign currency debts, must be included in the provision of foreign currency debts and assets. In case the balance of provision account is indebted, the amount will be included in the Income Statement.

##### **8.15.2. Account of Foreign Operations**

The bank does not run any overseas branches. In addition, translation differences of monetary items, which consist parts of the net value of investment in foreign operations, are recognized in the Comprehensive Income (Profit or Loss) and are classified as Shareholders' Equity in the balance sheet by the time they are disposed.

#### **8.16. Treasury Stock**

Since 100 percent of the bank ownership shares belong to the government of the Islamic Republic of Iran and the shares are not presented in the stock market, the treasury stock is not included.

#### **8.17. Other Items in Financial Notes**

Some accounts include the "Others" items which include some less significant entries with value ceiling amounting to 10 percent of note total.



## 9. Cash

	Group Consolidated		Bank (Main Company)	
	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
Cash (in IRR)	5,300,745	3,706,441	5,292,935	3,699,436
Cash (in FC)	2,503,496	2,555,421	2,461,202	2,516,974
Funds In-transfer <sup>1</sup> (in IRR)	0	0	0	0
Funds In-transfer (in FC)	0	0	0	0
Demand Deposits with CBI	2,284,182	8,772,330	2,284,182	8,772,330
Deposits with Other Banks & Credit Institutions	152,181,977	198,127,003	147,579,094	196,909,327
Petty Cash	40	8,531	0	0
	<b>162,270,440</b>	<b>213,169,726</b>	<b>157,617,413</b>	<b>211,898,067</b>

## 10. Due from Banks and Credit Institutions

	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
Due from CBI	1,172,774	6,350,774
Due from Banks and Credit Institutions	32,620,719	20,197,550
	<b>33,792,818</b>	<b>26,548,324</b>

## 11. Due from the Government

	Group and Bank (Main Company)								
	March 20, 2022								March 20, 2021
	Mil. IRR								Mil. IRR
	Balance of Principal and Future-years Profit and Deferred Profit	Balance of Profit and Receivable Service Charges	Balance of Receivable Penalties	Future- years Profit	Subsidy of Government Profit Share – Uniform Facilities Rates	Profit & Payable Service Charges	General Provision for Doubtful Debts	Net	Net
Statutory Facilities <sup>2</sup> upon Government Obligation	206,208,035	214,062,239	0	0	0	0	(6,304,054)	413,966,220	330,154,649
Statutory Facilities upon Government Guarantee	30,338,301	27,857,030	0	0	0	0	(872,930)	57,322,401	34,249,725
Total	236,546,336	241,919,269	0	0	0	0	(7,176,984)	471,288,621	364,404,374

<sup>1</sup> Cash transfers not accomplished yet

<sup>2</sup> Financial Facilities granted to applicants involved with the agriculture sector as per some notes in Budget Law, based on which the government subsidy covers a portion of the interest rate to be paid to the Bank.



## 12. Facilities Granted and Due from Public Persons<sup>1</sup>

	Group and Bank (Main Company)									
	March 20, 2022								March 20, 2021	
	Mil. IRR								Mil. IRR	
	Balance of Principal and Future-years Profit and Deferred Profit	Balance of Profit and Receivable Bank Fees	Balance of Receivable Penalties	Mudharabah Funds Received & Joint Account for Civil Partnership	Future- years Profit	Profit & Deferred Bank Fees	Total	Accumulated Impairment of Doubtful Debts	Net	Net
Installment Sale	174	25	0	0	(8)	0	191	(3)	188	2,565
Jo'alah	0	0	0	0	0	0	0	0	0	0
Hire Purchase	0	6	0	0	0	0	9	0	0	9
Forward	293	172	0	0	0	0	465	(7)	458	290
Mudharabah	311	124	0	0	0	0	435	(7)	428	451
Civil Partnership (Joint Venture)	422	133	0	0	0	0	555	(8)	547	560
Factoring	0	0	0	0	0	0	0	0	0	0
Murabahah (Profit Sharing)	0	0	0	0	0	0	0	0	0	0
Istisna	0	0	0	0	0	0	0	0	0	0
Qard-al-Hassanah	46	1	0	0	0	0	47	(1)	46	52
Other Facilities (in IRR)	0	0	0	0	0	0	0	0	0	0
Other Facilities (in FC)	0	0	0	0	0	0	0	0	0	0
Debtors for L/Cs Paid	0	0	0	0	0	0	0	0	0	0
Debtors for L/Gs Paid	81,571	0	0	0	0	0	81,571	(1,223)	80,348	118,084
Debtors for Bonds & Sukuk Paid	0	0	0	0	0	0	0	0	0	0
Debtors for Paid Credit Cards	0	0	0	0	0	0	0	0	0	0
	82,817	455	0	0	(8)	0	83,264	(1,249)	82,015	122,011

<sup>1</sup> For more information about the Islamic Banking terms, See Islamic Banking Glossary. Public= State or Governmental)



### 13. Facilities Granted and Due from Non-public Persons

	Group Consolidated									
	March 20, 2022								March 20, 2021	
	Mil. IRR								Mil. IRR	
	Balance of Principal and Future-years Profit and Deferred Profit	Balance of Profit and Receivable Bank Fees	Balance of Receivable Penalties	Mudharabah Funds Received & Joint Account for Civil Partnership	Future-years Profit	Profit & Deferred Bank Fees	Total	Accumulated Impairment of Doubtful Debts	Net	Net
Installment Sale	215,053,166	21,412,609	0	0	(48,444,195)	0	188,021,580	(14,504,064)	173,517,516	164,800,522
Jo'alah	1,851,930	57,966	0	0	(533,553)	0	1,376,343	(67,258)	1,309,085	1,831,110
Hire Purchase	190,505,639	12,897,934	0	0	(40,915,684)	0	162,487,889	(5,453,136)	157,034,753	94,491,932
Forward	14,731,454	932,927	0	0	0	0	15,664,381	(484,932)	15,179,449	3,756,175
Mudharabah	6,030,460	708,062	0	0	0	0	6,738,522	(674,268)	6,064,254	6,533,377
Civil Partnership (Joint Venture)	635,333,591	60,614,491	0	(27,209,724)	0	0	668,738,358	(16,217,784)	652,520,574	396,751,048
Factoring	9,170,280	1,434,673	0	0	(1,292,323)	0	9,312,630	(159,554)	9,153,076	5,493,934
Murabahah (Profit Sharing)	323,532,260	88,677,028	0	0	(66,779,236)	0	345,430,052	(9,209,205)	336,220,847	253,323,764
Istisna	0	0	0	0	0	0	0	0	0	0
Qard-al-Hassanah	131,397,857	717,740	0	0	0	0	132,115,597	(4,438,029)	127,677,568	112,517,108
Other Facilities (in IRR)	76,887,495	0	0	0	(29,152,389)	0	47,735,106	(687,890)	47,047,216	28,736,963
Other Facilities (in FC)	76,502,355	8,138,656	0	(12,922,778)	(788,705)	0	70,929,528	(46,267,009)	24,662,519	54,088,869
Debtors for L/Cs Paid	21,198,705	0	0	0	0	0	21,198,705	(690,770)	20,507,935	16,544,015
Debtors for L/Gs Paid	626,088	0	0	0	0	0	626,088	(178,330)	447,758	376,015
Debtors for Bonds & Sukuk Paid	0	0	0	0	0	0	0	0	0	0
Debtors for Paid Credit Cards	112	0	0	0	0	0	112	(7)	105	1,795
	<b>1,702,821,392</b>	<b>195,592,086</b>	<b>0</b>	<b>(40,132,502)</b>	<b>(187,906,085)</b>	<b>0</b>	<b>1,670,374,891</b>	<b>(99,032,236)</b>	<b>1,571,342,655</b>	<b>1,139,246,627</b>



**Bank Keshavarzi**  
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	Bank (Main Company)									
	March 20, 2022									March 20, 2021
	Mil. IRR									Mil. IRR
	Balance of Principal and Future-years Profit and Deferred Profit	Balance of Profit and Receivable Bank Fees	Balance of Receivable Penalties	Mudharabah Funds Received & Joint Account for Civil Partnership	Future-years Profit	Profit & Deferred Bank Fees	Total	Accumulated Impairment of Doubtful Debts	Net	Net
Installment Sale	231,233,269	21,412,609	0	0	(48,444,195)	0	204,201,683	(14,504,064)	189,697,619	177,667,171
Jo'alah	1,851,930	57,966	0	0	(533,553)	0	1,376,343	(67,258)	1,309,085	1,831,110
Hire Purchase	190,505,639	12,897,934	0	0	(40,915,684)	0	162,487,889	(5,453,136)	157,034,753	94,491,932
Forward	14,731,454	932,927	0	0	0	0	15,664,381	(484,932)	15,179,449	3,756,175
Mudharabah	6,030,460	708,062	0	0	0	0	6,738,522	(674,268)	6,064,254	6,533,377
Civil Partnership	635,333,591	60,614,491	0	(27,209,724)	0	0	668,738,358	(16,217,784)	652,520,574	396,751,048
Factoring	9,170,280	1,434,673	0	0	(1,292,323)	0	9,312,630	(159,554)	9,153,076	5,493,934
Murabahah	323,532,260	88,677,028	0	0	(66,779,236)	0	345,430,052	(9,209,205)	336,220,847	253,323,764
Istisna	0	0	0	0	0	0	0	0	0	0
Qard-al-Hassanah	131,397,857	717,740	0	0	0	0	132,115,597	(4,438,029)	127,677,568	112,517,108
Other Facilities (in IRR)	76,887,495	0	0	0	(29,152,389)	0	47,735,106	(687,890)	47,047,216	28,736,963
Other Facilities (in FC)	76,502,355	8,138,656	0	(12,922,778)	(788,705)	0	70,929,528	(46,267,009)	24,662,519	54,088,869
Debtors for L/Cs Paid	21,198,705	0	0	0	0	0	21,198,705	(690,770)	20,507,935	16,544,015
Debtors for L/Gs Paid	626,088	0	0	0	0	0	626,088	(178,330)	447,758	376,015
Debtors for Bonds & Sukuk Paid	0	0	0	0	0	0	0	0	0	0
Debtors for Paid Credit Cards	112	0	0	0	0	0	112	(7)	105	1,795
	1,719,001,495	195,592,086	0	(40,132,502)	(187,906,085)	0	1,688,554,994	(99,032,236)	1,587,522,758	1,152,113,276



#### 14. Investment in Stocks and Other Securities

Group Consolidated						
March 20, 2022			March 20, 2021			
Mil. IRR			Mil. IRR			
Current	Long Term	Total	Current	Long Term	Total	
Investment in Marketable Stocks	620,453	3,467,030	4,087,483	607,830	3,173,956	3,781,786
Investment in Other Stocks	0	5,360,961	5,360,961	0	4,933,738	4,933,738
Investment in Other Securities	5,415,748	25,234,079	30,649,827	3,292,721	26,233,503	29,476,224
<b>6,036,201</b>	<b>34,062,070</b>	<b>40,098,271</b>	<b>3,900,551</b>	<b>34,341,197</b>	<b>38,241,748</b>	

Bank (Main Company)						
March 20, 2022			March 20, 2021			
Mil. IRR			Mil. IRR			
Current	Long Term	Total	Current	Long Term	Total	
Current Investment in Marketable Stocks	0	0	0	0	0	0
Investment in Other Stocks	0	4,156,091	4,156,091	0	3,577,113	3,577,113
Investment in Other Securities	0	25,234,079	25,234,079	0	26,233,503	26,233,503
<b>0</b>	<b>29,390,170</b>	<b>29,390,170</b>	<b>0</b>	<b>29,810,616</b>	<b>29,810,616</b>	

#### 15. Due from Subsidiaries and Associates

Group Consolidated				
March 20, 2022			March 20, 2021	
Mil. IRR			Mil. IRR	
Due Balance	Accumulated Impairment of Doubtful Debts	Net	Net	
Due from Subsidiaries	24,665	(899)	23,766	
Due from Associates	2,030,487	(11)	2,030,476	
<b>2,055,152</b>	<b>(910)</b>	<b>2,054,242</b>	<b>1,792,383</b>	

Bank (Main Company)				
March 20, 2022			March 20, 2021	
Mil. IRR			Mil. IRR	
Due Balance	Accumulated Impairment of Doubtful Debts	Net	Net	
Due from Subsidiaries	16,342,589	(245,139)	16,097,450	
Due from Associates	755	(11)	744	
<b>16,343,344</b>	<b>(245,150)</b>	<b>16,098,194</b>	<b>20,515,376</b>	



## 16. Other Receivable Accounts

	Group Consolidated			
	March 20, 2022			March 20, 2021
	Mil. IRR			Mil. IRR
	Credit Balance	Accumulated Impairment of Doubtful Debts	Net	Net
Dividends Receivable	57,747	0	57,747	23,761
Realized Profit from Partnership Bonds	0	0	0	17
Due form Employees	4,930,034	(69,232)	4,860,802	3,694,835
Temporary Debtors	49,183,751	(605,645)	48,578,106	50,973,465
Receivables	737,136	0	737,136	1,552,856
Profit Receivable from FC Investments	16,911	(253)	16,658	19,470
	<b>54,925,579</b>	<b>(675,130)</b>	<b>54,250,449</b>	<b>56,264,404</b>

	Bank (Main Company)			
	March 20, 2022			March 20, 2021
	Mil. IRR			Mil. IRR
	Credit Balance	Accumulated Impairment of Doubtful Debts	Net	Net
Dividends Receivable	0	0	0	0
Realized Profit from Partnership Bonds	0	0	0	17
Due form Employees	4,694,835	(69,232)	4,546,228	3,543,552
Temporary Debtors	35,666,044	(534,991)	35,131,053	37,549,195
Receivables	0	0	0	0
Profit Receivable from FC Investments	16,911	(253)	16,658	19,470
	<b>40,298,415</b>	<b>(604,476)</b>	<b>39,693,939</b>	<b>41,112,234</b>



## 17. Tangible Fixed Assets (Mil. Rls.)

	Group Consolidated																
	Land	Lands Leveling & Rehabilitation	Roads & Bridges	Building	Electronic & Sports Equipment	Machinery & Equipment	Technical Equipment	Tools	Plants & Installations	Motor Vehicles	Furniture and Fittings	Reconstruction & Improvement of Leased Properties	Assets under Completion Process	Capitalized Orders and Advances	Capitalized Inventory	Consignment Goods with 3 <sup>rd</sup> Parties	Total
<b>Cost</b>																	
Balance as of March 20, 2020	5,114,865	0	0	10,538,989	0	1,592,097	0	86,743	310,461	287,185	5,853,527	91,241	2,514,390	727,938	44,469	10,223	27,172,128
Increase within Fiscal Year	52,993	0	0	582,504	23,854	179,066	0	4,498	20,503	76,655	640,077	58,673	1,615,964	2,360,880	2,424	3,991	5,622,081
Increase (Decrease) due to Revaluation	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Disposals	(12,918)	0	0	(27,439)	0	(3,148)	0	(3)	(7)	(12,774)	(1,749)	0	0	0	0	0	(58,038)
Transfer and Other Changes	(2,956)	0	0	277,258	0	33,456	0	0	6,541	51,041	881	(54,367)	(1,009,394)	(545,669)	(3,220)	(989)	(1,247,418)
Balance as of March 20, 2021	5,151,984	0	0	11,371,312	23,854	1,801,471	0	91,238	337,498	402,107	6,492,736	95,546	3,120,960	2,543,149	43,672	13,225	31,488,753
Increase within Fiscal Year	40,095	0	0	28,458	0	2,089,124	0	5,796	169,476	232,158	2,947,402	94,391	3,525,439	1,062,873	1,477	16,437	10,213,126
Increase (Decrease) due to Revaluation	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Disposals	(51,559)	0	0	(17,185)	0	(856)	0	(43)	(3,371)	(30,584)	(3,941)	0	0	0	(4,536)	0	(112,075)
Transfer and Other Changes	1,014,616	0	0	1,259,147	0	255,315	0	0	25,473	(2,837)	(43,358)	(72,370)	(1,634,472)	(473,517)	(1,257)	0	326,740
Balance as of March 20, 2022	6,155,136	0	0	12,641,732	23,854	4,145,054	0	96,991	529,076	600,844	9,392,839	117,567	5,011,927	3,132,505	39,357	29,662	41,916,544
<b>Accumulated Depreciation and Impairment</b>																	
Balance as of March 20, 2020	0	0	0	3,284,648	0	875,420	0	53,051	132,203	198,883	3,435,425	0	0	32,744	0	0	8,012,374
Year Depreciation and Impairment	0	0	0	437,745	6,871	157,180	0	1,361	27,523	53,582	709,494	0	0	0	0	0	1,393,764
Disposals	0	0	0	(3,373)	0	(3,084)	0	(3)	(7)	(9,247)	(63)	0	0	0	0	0	(15,777)
Transfer and Other Changes	0	0	0	(83,022)	11,929	3,335	0	0	(350)	22,939	(16,770)	0	0	0	0	0	(61,939)
Balance as of March 20, 2021	0	0	0	3,635,998	18,800	1,032,851	0	54,417	159,369	266,157	4,128,086	0	0	32,744	0	0	9,328,422
Year Depreciation and Impairment	0	0	0	483,536	1,352	197,352	0	2,339	37,653	70,632	854,425	0	0	0	0	0	1,647,289
Disposals	0	0	0	(9,776)	0	(851)	0	(40)	(181)	(33,305)	(54,810)	0	0	0	0	0	(98,963)
Transfer and Other Changes	0	0	0	(669)	0	0	0	0	0	1,364	(1,602)	0	0	0	0	0	(907)
Balance as of March 20, 2022	0	0	0	4,109,089	20,152	1,229,352	0	56,716	196,841	304,848	4,926,099	0	0	32,744	0	0	10,875,841
<b>Book Value</b>																	
On March 20, 2020	5,114,865	0	0	7,254,341	0	716,676	0	33,692	178,258	88,301	2,418,102	91,241	2,514,390	695,194	44,469	10,223	19,159,752
On March 20, 2021	5,151,984	0	0	7,735,314	5,054	768,620	0	36,821	178,129	135,950	2,364,650	95,546	3,120,960	2,510,405	43,673	13,225	22,160,331
On March 20, 2022	6,155,136	0	0	8,532,643	3,702	2,915,702	0	40,275	332,235	295,996	4,466,740	117,567	5,011,927	3,099,761	39,357	29,662	31,040,703





Bank (Main Company)

**Cost**

	Land	Building	Plants & Installations	Motor Vehicles	Furniture and Fittings	Reconstruction & Improvement of Leased Properties	Assets under Completion Process	Capitalized Orders and Advances	Capitalized Inventory	Total
<b>Balance as of March 20, 2020</b>	100,288,072	8,356,297	23,573	94,049	5,444,077	91,241	2,265,523	459,546	0	117,022,378
Increase within Fiscal Year	21,859	559,948	409	0	586,963	58,672	1,237,448	2,299,709	0	4,765,008
Increase (Decrease) due to Revaluation	0	0	0	0	0	0	0	0	0	0
Disposals	(12,918)	(17,632)	0	0	(1,547)	0	0	0	0	(32,097)
Transfer and Other Changes	(2,956)	207,521	0	(919)	(28,185)	(54,367)	(476,727)	(474,397)	0	(830,030)
<b>Balance as of March 20, 2021</b>	<b>100,294,057</b>	<b>9,106,134</b>	<b>23,982</b>	<b>93,130</b>	<b>6,001,308</b>	<b>95,546</b>	<b>3,026,244</b>	<b>2,284,858</b>	<b>0</b>	<b>120,925,259</b>
Increase within Fiscal Year	0	0	11,171	44	2,844,301	94,391	2,912,800	424,092	0	6,284,799
Increase (Decrease) due to Revaluation	0	0	0	0	0	0	0	0	0	0
Disposals	(39,216)	(5,380)	0	(19,942)	(1,683)	0	0	0	0	(66,221)
Transfer and Other Changes	778,021	1,098,179	0	(2,974)	(43,996)	(72,370)	(954,061)	(466,751)	0	(236,048)
<b>Balance as of March 20, 2022</b>	<b>101,032,862</b>	<b>10,198,933</b>	<b>35,153</b>	<b>70,258</b>	<b>8,799,930</b>	<b>117,567</b>	<b>4,984,983</b>	<b>2,242,199</b>	<b>0</b>	<b>127,481,885</b>

**Accumulated Depreciation and Impairment**

<b>Balance as of March 20, 2020</b>	0	2,652,946	12,466	64,240	3,172,558	0	0	0	0	5,902,210
Year Depreciation and Impairment	0	348,244	2,815	10,582	659,264	0	0	0	0	1,020,905
Disposals	0	0	0	0	0	0	0	0	0	0
Transfer and Other Changes	0	(16,783)	(620)	(5,665)	(33,750)	0	0	0	0	(56,818)
<b>Balance as of March 20, 2021</b>	<b>0</b>	<b>2,984,407</b>	<b>14,661</b>	<b>69,157</b>	<b>3,798,072</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6,866,297</b>
Year Depreciation and Impairment	0	389,477	2,254	5,501	806,908	0	0	0	0	1,204,140
Disposals	0	(5,380)	0	(23,916)	(52,980)	0	0	0	0	(81,276)
Transfer and Other Changes	0	(669)	0	1,603	(1,602)	0	0	0	0	(668)
<b>Balance as of March 20, 2022</b>	<b>0</b>	<b>3,367,835</b>	<b>16,915</b>	<b>53,345</b>	<b>4,550,398</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>7,988,493</b>

**Book Value**

On March 20, 2020	100,288,072	5,703,351	11,107	29,809	2,271,519	91,241	2,265,523	459,546	0	111,120,168
On March 20, 2021	100,294,057	6,121,727	9,321	23,973	2,203,236	95,546	3,026,244	2,284,858	0	114,058,962
On March 20, 2022	101,032,862	6,831,098	18,238	16,913	4,249,532	117,567	4,984,983	2,224,199	0	119,493,392



## 18. Intangible Assets (Mil. Rls.)

### Group Consolidated

	Goodwill of Business Site	Software	Software Development	Permits and Licenses of Activities	Rights of Using General Services	Other Tangible Assets	Total
<b>Cost</b>							
<b>Balance as of March 20, 2020</b>	505,055	358,705	0	0	81,506	17,251	962,517
Increase within Fiscal Year	5,320	8,361	0	0	2,176	692	16,549
Interior Development	0	0	0	0	0	0	0
Increase (Decrease) due to Revaluation	0	0	0	0	0	0	0
Disposals	(3,151)	0	0	0	(54)	0	(3,205)
Transfer and Other Changes	(9,548)	307	0	0	(323)	0	(9,564)
<b>Balance as of March 20, 2021</b>	<b>497,676</b>	<b>367,373</b>	<b>0</b>	<b>0</b>	<b>83,305</b>	<b>17,943</b>	<b>966,297</b>
Balance as of March 20, 2022	497,676	367,373	0	0	83,305	17,943	966,297
Increase within Fiscal Year	5,320	39,727	0	0	13,595	130,627	183,949
Interior Development	0	0	0	0	0	0	0
Increase (Decrease) due to Revaluation	0	0	0	0	0	0	0
Disposals	(669)	0	0	0	(54)	0	(723)
Transfer and Other Changes	(2)	783	0	0	(8,933)	0	(8,152)
<b>Balance as of March 20, 2022</b>	<b>497,005</b>	<b>407,883</b>	<b>0</b>	<b>0</b>	<b>87,913</b>	<b>148,570</b>	<b>1,141,371</b>
<b>Accumulated Depreciation and Impairment</b>							
<b>Balance as of March 20, 2022</b>	<b>0</b>	<b>268,718</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>113</b>	<b>268,831</b>
Year Depreciation	0	38,864	0	0	0	0	38,864
Impairment Loss	0	0	0	0	0	0	0
Disposals	0	0	0	0	0	0	0
Transfer and Other Changes	0	(1,202)	0	0	0	0	(1,202)
<b>Balance as of March 20, 2021</b>	<b>0</b>	<b>268,718</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>113</b>	<b>306,493</b>
Balance as of March 20, 2022	0	268,718	0	0	0	113	306,493
Year Depreciation	0	38,864	0	0	0	0	42,122
Impairment Loss	0	0	0	0	0	0	0
Disposals	0	0	0	0	0	0	0
Transfer and Other Changes	0	(1,202)	0	0	0	0	(670)
<b>Balance as of March 20, 2022</b>	<b>0</b>	<b>306,380</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>113</b>	<b>347,945</b>
<b>Book Value</b>							
On March 20, 2020	505,055	89,987	0	0	81,506	17,138	693,686
On March 20, 2021	497,676	60,993	0	0	83,305	17,830	659,804
On March 20, 2022	497,005	60,051	0	0	87,913	148,457	793,426



Bank (Main Company)					
	Goodwill	Software	Software Development	Rights of Using General Services	Total
<b>Cost</b>					
<b>Balance as of March 20, 2020</b>	448,803	340,472	0	40,214	829,489
Increase within Fiscal Year	5,320	6,797	0	0	12,117
Interior Development	0	0	0	0	0
Increase (Decrease) due to Revaluation	0	0	0	0	0
Disposals	(3,151)	0	0	(46)	(3,197)
Transfer and Other Changes	(9,548)	(43)	0	847	(8,744)
<b>Balance as of March 20, 2021</b>	<b>441,424</b>	<b>347,226</b>	<b>0</b>	<b>41,015</b>	<b>829,665</b>
Balance as of March 21, 2021	441,424	347,226	0	41,015	829,665
Increase within Fiscal Year	0	38,999	0	10,952	49,951
Interior Development	0	0	0	0	0
Increase (Decrease) due to Revaluation	0	0	0	0	0
Disposals	(669)	0	0	(54)	(723)
Transfer and Other Changes	(2)	0	0	(5,223)	(5,225)
<b>Balance as of March 20, 2022</b>	<b>440,753</b>	<b>386,225</b>	<b>0</b>	<b>46,690</b>	<b>873,668</b>
<b>Accumulated Depreciation and Impairment</b>					
<b>Balance as of March 20, 2020</b>	<b>0</b>	<b>256,065</b>	<b>0</b>	<b>0</b>	<b>256,065</b>
Year Depreciation	0	36,156	0	0	36,150
Impairment Loss	0	0	0	0	0
Disposals	0	0	0	0	0
Transfer and Other Changes	0	(1,202)	0	0	(1,202)
<b>Balance as of March 20, 2021</b>	<b>0</b>	<b>291,019</b>	<b>0</b>	<b>0</b>	<b>291,019</b>
Balance as of March 21, 2021	0	291,019	0	0	291,019
Year Depreciation	0	38,904	0	0	38,904
Impairment Loss	0	0	0	0	0
Disposals	0	0	0	0	0
Transfer and Other Changes	0	0	0	0	0
<b>Balance as of March 20, 2022</b>	<b>0</b>	<b>329,923</b>	<b>0</b>	<b>0</b>	<b>329,923</b>
<b>Book Value</b>					
On March 20, 2020	448,803	84,407	0	40,214	573,424
On March 20, 2021	441,424	56,207	0	41,015	538,646
On March 20, 2022	440,753	56,302	0	46,690	543,745

## 19. Legal and Governmental Deposits

Group and Bank (Main Company)		
	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
Legal Deposit - Deposits with Primary Inland Branches (in IRR)	193,219,484	150,124,728
Legal Deposit - Deposits with Primary Inland Branches (in FC)	0	0
Legal Deposit - Deposits with Free-trade Zone Branches (in IRR)	1,208,780	1,195,692
Legal Deposit - Deposits with Free-trade Zone Branches (in FC)	0	0
Legal Deposit with Central Banks of Other Countries (in FC)	0	0
Total Legal Deposits of Public Deposits	0	0
	<b>194,428,264</b>	<b>151,320,924</b>



## 20. Other Assets

	Group Consolidated		Bank (Main Company)	
	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
Customers' Net Debts for Term L/Cs (in IRR)	10,673	2,697,855	10,673	2,697,855
Non-operating Properties and Real Estates	3,893,656	3,722,814	0	0
Repossessing Collateral	11,543,042	11,350,679	11,543,042	11,350,679
Prepayments for Leased Buildings	1,583,854	1,349,750	1,582,994	1,349,250
Prepayments for Assets Insurance	13,489	34,737	0	0
Prepayments for Branches Leasing	0	0	0	0
Supplies Inventory	516,817	348,073	516,817	348,073
Non-productive Biological Assets	1,355,404	1,322,959	0	0
Productive Biological Assets	2,142,391	2,333,523	0	0
Materials and Goods Inventory	10,149,483	4,393,555	0	0
Gold and Silver	1,432	1,567	1,432	1,567
Tax Stamp	74,115	46,422	74,115	46,422
Prepayments for Purchases	475,600	1,399,911	0	0
Prepayments for Contractors	433,140	437,675	0	0
Foreign Orders	77,271	74,177	0	0
Prepayments for Supervision of Properties and Real Estates	0	215,232	0	0
Prepayments for Tax	215,232	215,232	0	0
Real Estates Repossessed	39,603	39,603	0	0
Frozen Bank Funds	143,603	151,542	0	0
Deposits for Banking L/Gs	34,885	31,349	0	0
Projects Completed and In-process	2,639,729	2,098,763	0	0
Consolidated Goodwill	11,824	12,513	0	0
Others	128,323	95,343	105,257	89,965
	<b>35,268,113</b>	<b>32,168,042</b>	<b>13,834,230</b>	<b>15,883,811</b>



## 21. Due to Banks and Other Credit Institutions

	Group Consolidated		Bank (Main Company)	
	March 20, 2022	March 20, 2021	March 20, 2022	March 20, 2021
	Mil. IRR	Mil. IRR	Mil. IRR	Mil. IRR
Central Bank of I.R. Iran				
Deposit (in IRR)	0	0	0	0
Sight Deposit (in FC)	45,865,608	44,228,297	45,865,608	44,228,297
Time Deposit (in FC)	854,142	8,595,026	854,142	8,595,026
Due for Checking Account Overdraft	14,753,728	0	14,753,728	0
Exchange Differences Due	0	0	0	0
Due to FXRA	0	508,842	0	508,842
Inter-banks Account (SHETAB)	14,023,607	5,083,736	14,023,607	5,083,736
Financial Facilities Received (in IRR)	101,054,062	60,426,870	101,054,062	60,426,870
Financial Facilities Received (in FC)	0	0	0	0
Total Due to Central Bank	176,551,147	118,842,771	176,551,147	118,842,771
Banks and Domestic Credit Institutions				
Sight Deposit (in IRR)	145,896	98,135	145,896	98,135
Sight Deposit (in FC)	64,359,694	77,506,836	64,359,694	77,506,836
Payment of BK-issued Checks by Other Banks	0	0	0	0
Inter-banks Fund Unused	0	0	0	0
Financial Facilities Received (in IRR)	1,873,100	1,533,647	550,920	585,494
Financial Facilities Received (in FC)	0	0	0	0
	66,378,690	79,138,618	65,056,510	78,190,465
Foreign Banks				
Sight Deposit (in IRR)	0	0	0	0
Sight Deposit (in FC)	188,383	151,259	188,383	151,259
Financial Facilities Received (in FC)	0	0	0	0
Due for Checking Account Overdraft	0	0	0	0
	188,383	151,259	188,383	151,259
	243,118,220	198,132,648	241,796,040	197,184,495



## 22. Customers' Deposits

	Group Consolidated		Bank (Main Company)	
	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
<b>Real Customers</b>				
Sight Deposit and the Like	325,444,354	240,909,209	325,444,354	240,909,209
Saving Deposits and the Like	146,003,768	107,886,351	146,003,768	107,886,351
Other Deposits and Advance Payments	2,442,529	1,458,049	2,442,529	1,458,049
	<b>473,890,651</b>	<b>350,253,609</b>	<b>473,890,651</b>	<b>350,253,609</b>
<b>Legal Customers</b>				
Sight Deposit and the Like	125,242,110	173,927,462	125,242,110	173,927,462
Saving Deposits and the Like	12,585,871	4,047,254	18,429,035	14,872,797
Other Deposits and Advance Payments	45,423	2,579,607	45,423	2,579,607
	<b>137,873,404</b>	<b>180,554,323</b>	<b>143,716,568</b>	<b>191,379,866</b>
	<b>611,764,055</b>	<b>530,807,932</b>	<b>617,607,219</b>	<b>541,633,475</b>

**23. Dividends Payable:** No Dividends Payable Account is included in the Bank's financial statements.

**24. Bonds:** No balance has been reported in the bank's financial statements during the report year.

## 25. Performance (Income) Tax Provision

	Group Consolidated		Bank (Main Company)	
	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
Balance at the Beginning of the Year	4,019,306	1,602,844	2,535,979	1,081,444
Provision for Year Income Tax	550,042	1,440,078	0	0
Amendment of Prior Years Income Tax	10,683	3,464,490	0	3,321,166
Paid during the Year	(3,484,068)	(2,472,381)	(2,362,775)	(1,866,631)
	<b>1,095,963</b>	<b>4,035,031</b>	<b>173,204</b>	<b>2,535,979</b>
Tax Advance Payments	(13,364)	(15,725)	0	0
Balance at the End of the Year	<b>1,082,599</b>	<b>4,019,306</b>	<b>173,204</b>	<b>2,535,979</b>



## 26. Provisions and Other Liabilities

	Group Consolidated		Bank (Main Company)	
	March 20, 2022	March 20, 2021	March 20, 2022	March 20, 2021
	Mil. IRR	Mil. IRR	Mil. IRR	Mil. IRR
Financial Facilities Received from NDF	32,352,337	29,238,205	32,352,337	29,238,205
Dues to Government	0	0	0	0
Bank's Debts for Term L/Cs (in IRR)	0	0	0	0
Bank's Debts for Term L/Cs (in FC)	10,836	3,648,830	10,836	3,648,830
Profit and Fees Payable	20,474,491	18,643,433	20,474,491	18,643,433
Payables of Group's Companies from Real and Corporate Persons	6,908,699	9,852,806	0	0
Insurance Premium Payable	794,889	749,323	0	0
Payable and Withholding Taxes	2,217	1,253	0	0
Notes Payable	59,147	198,776	0	0
Provision for Expenses Payable	4,181,534	2,246,376	3,017,885	1,196,916
Membership Fees Payable to Deposits Guarantee Fund	2,984,779	1,998,980	2,984,779	1,998,980
Facilities Received from FXRA	22,326,395	18,676,597	22,326,395	18,676,597
Funds In-transfer	15,549,732	1,364,393	15,549,732	1,364,393
Provision for Good Performance	424,511	344,134	0	0
Deposits for Insurance	209,466	209,831	0	0
Deposits for Mortgage	34,887	36,900	0	0
VAT	161,028	162,130	0	0
Salary Tax Payable	54,540	52,040	0	0
Other Liabilities (Money Orders with Branches)	9,660	11,724	9,660	11,724
Advance Receipts	205,749	579,467	0	0
Grant Obligations Received	0	0	0	0
Received Obligations Transferable to Farmers	216,230	205,440	0	0
Others	200,221	390,275	0	0
<b>Total Provisions and Other Liabilities</b>	<b>107,161,348</b>	<b>88,610,913</b>	<b>96,726,115</b>	<b>74,779,078</b>

## 27. Retirement Fund

	Group Consolidated					
	March 20, 2022			March 20, 2021		
	Mil. IRR			Mil. IRR		
	Reserve for Employment Termination Benefits	Reserve for Employees Retirement Benefits Obligations	Total	Reserve for Employment Termination Benefits	Reserve for Employees Retirement Benefits Obligations	Total
Balance at the Beginning of the Year	19,222,224	14,287,476	33,509,710	16,484,124	10,717,125	27,201,249
Paid during the Year	(436,664)	(16,574,362)	(17,011,026)	(931,830)	(8,796,588)	(9,728,418)
Provision Provided during the Year	6,938,365	7,808,256	14,746,621	3,669,940	12,366,939	16,036,879
Balance at the End of the Year	<b>25,723,935</b>	<b>5,521,370</b>	<b>31,245,305</b>	<b>19,222,224</b>	<b>14,287,476</b>	<b>33,509,710</b>



**Bank (Main Company)**

	March 20, 2022 Mil. IRR			March 20, 2021 Mil. IRR		
	Reserve for Employment Termination Benefits	Reserve for Employees Retirement Benefits Obligations	Total	Reserve for Employment Termination Benefits	Reserve for Employees Retirement Benefits Obligations	Total
Balance at the Beginning of the Year	18,730,071	14,287,476	33,017,547	16,087,071	10,717,125	26,804,196
Paid during the Year	(384,137)	(16,574,362)	(16,958,499)	(855,000)	(8,796,588)	(9,651,588)
Provision Provided during the Year	6,742,679	7,808,256	14,550,935	3,498,000	12,366,939	15,864,939
Balance at the End of the Year	<b>25,088,613</b>	<b>5,521,270</b>	<b>30,609,983</b>	<b>18,730,071</b>	<b>14,287,476</b>	<b>33,017,547</b>

**28. Customers' Investment Deposits**

	Group Consolidated		Bank (Main Company)	
	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
<b>Term Investment Deposits</b>				
Long-term Investment Deposits	924,274,900	703,972,613	924,304,900	706,722,615
Short-term Investment Deposits	559,748,121	435,028,588	559,748,121	435,028,588
Special Short-term Investment Deposits	1,464,152	1,653,903	1,464,152	1,653,903
Investment Deposits Received from Banks and Credit Institutions	37,688,392	7,318,000	37,688,392	7,318,000
	<b>1,523,175,565</b>	<b>1,147,973,104</b>	<b>1,523,175,565</b>	<b>1,150,723,106</b>
<b>Profit Payable to Term Investment Deposits</b>				
Long-term Investment Deposits	28,355	12,522	28,355	12,522
Short-term Investment Deposits	0	0	0	0
Special Short-term Investment Deposits	0	0	0	0
Investment Deposits Received from Banks and Credit Institutions	0	0	0	0
	<b>28,355</b>	<b>12,522</b>	<b>28,355</b>	<b>12,522</b>
	<b>1,523,203,920</b>	<b>1,147,985,626</b>	<b>1,523,223,920</b>	<b>1,150,735,628</b>

**29. Capital:** The Bank's Capital at establishment amounted to Rls. 103,749 million (including Rls. 103,749 thousand shares, Rls. 1000 each, which increased to Rls. 199,898,359 million (including 199,898 million shares, Rls. 1000 each, at the end of fiscal year ending on Mar. 20, 2021.

Date of Capital Increase Registration	Capital Increase %	Capital Increase Amount Mil. IRR	New Capital Amount	Capital Increase Resource
1981	0	-	103,749	- Establishment Capital
2004	2557	2,652,462	2,756,211	- Revaluation of Immovable Properties
2005	191	5,264,908	8,021,119	- Revaluation of Fixed Assets
2015	91	7,261,400	15,282,519	- Code of Productivity Increase (FXRA Facilities)
2016	18	2,738,365	18,020,884	- Code of Natural Resources Productivity Increase
2017	239	43,000,000	61,020,884	- 2016 Budget Law and 2017 Budget Amendment
2018	49	30,000,000	91,020,884	- 2018 Budget Law
2019	22	20,000,000	111,020,884	- 2019 Budget Law
2021	80	88,877,475	199,898,359	- As per article 14 of Law on Maximum Utilization of Service and Production Capacity and Note 1, Article 149 of Direct Tax Amendment Law.





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2022	5	10,000,000	209,898,359	2020 Budget Law
2022	-10	(20,000,000)	189,898,359	Cancellation of Capital Increase
2022	18	35,000,000	224,898,359	2021 Budget Law
Year Ended on March 20, 2022			<b>224,898,359</b>	

### 30. Flowing Capital Increase

During the report year, the bank's flowing capital, equaling Rls. 5,470,261 million, was provided out of assigned funds.

### 31. Stocks Premium Reserve

Since 100 percent of the bank's shares belong to the government of I.R. Iran, Stocks Premium Reserve is not included in the bank's financial statements.

### 32. Legal Reserve

	Group Consolidated		Bank (Main Company)	
	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
Balance at the Beginning of the Year	1,033,517	1,017,296	770,317	770,317
Transfer from Allocable Profit	6,648	3,691	0	0
Not Subject to Consolidation	(2,000)	0	0	0
Minority Share	(3,949)	12,530	0	0
Balance at the End of the Year	<b>1,034,216</b>	<b>1,033,517</b>	<b>770,317</b>	<b>770,317</b>

### 33. Other Reserves

At the end of the report year, there is no balance for Main Company's "Other Reserves".

	Group Consolidated	
	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
Balance at the Beginning of the Year	1,405,417	982,170
Decrease	0	0
Increase	161,524	423,247
Balance at the End of the Year	<b>1,566,941</b>	<b>1,405,417</b>

### 34. Assets Revaluation Surplus

	March 20, 2022 Mil. IRR			March 20, 2021 Mil. IRR
	Assets Revaluation	Disposed, Depreciated and Retired/Capital Increase	Balance of Assets Revaluation	Balance of Assets Revaluation
2005	3,450,112	(3,450,112)	0	0
2020	97,576,384	(88,877,475)	8,698,909	8,698,909
	<b>101,026,496</b>	<b>(92,327,587)</b>	<b>8,698,909</b>	<b>8,698,909</b>



### 35. Foreign Currency Translation Differences

	Group Consolidated	
	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
FC Translation Differences of Foreign Operations		
Operations of Development Cooperation Bank in Iraq	624,260	1,055,579
	624,260	1,055,579
Results of Legal Changes in FX Rate	0	0
Foreign Currency Translation Differences	<b>624,260</b>	<b>1,055,579</b>

### 36. Treasury Stocks

Since 100 percent of the bank shares belong to the government of the Islamic Republic of Iran and the shares are not presented in the stock market, the treasury stock items are not included in the bank's financial statements.

### 37. Income from Financial Facilities Granted, Deposits and Debt Securities

	Group Consolidated					
	March 20, 2022 Mil. IRR			March 20, 2021 Mil. IRR		
	Operating	Non-operating	Total	Operating	Non-operating	Total
Income from Facilities Granted	255,579,347	436,780	256,016,127	189,774,383	1,916,229	191,690,612
Income from Deposits and Debt Securities	9,360,757	1,797,240	11,157,997	5,666,711	1,715,385	7,382,096
Total Income from Facilities and Deposits	<b>264,940,104</b>	<b>2,234,020</b>	<b>267,174,124</b>	<b>195,441,094</b>	<b>3,631,614</b>	<b>199,072,708</b>

	Bank (Main Company)					
	March 20, 2022 Mil. IRR			March 20, 2021 Mil. IRR		
	Operating	Non-operating	Total	Operating	Non-operating	Total
Income from Facilities Granted	255,499,096	436,780	255,935,876	189,975,743	1,916,229	191,891,972
Income from Deposits and Debt Securities	9,078,453	1,797,240	10,875,693	5,154,111	1,715,385	6,869,496
Total Income from Facilities and Deposits	<b>264,577,549</b>	<b>2,234,020</b>	<b>266,811,569</b>	<b>195,129,854</b>	<b>3,631,614</b>	<b>198,761,468</b>

### 38. Net Investments Profit (Loss)

	Group Consolidated					
	March 20, 2022 Mil. IRR			March 20, 2021 Mil. IRR		
	Operating	Non-operating	Total	Operating	Non-operating	Total
<b>Investments Realized Profit</b>						
Profit (Loss) from Investment Funds' and Companies' Stocks	289,298	0	289,298	633,699	0	633,699
Profit from Disposal of Investment Funds' and Companies' Stocks	98,291	0	98,391	3,830,550	0	3,830,550
Total Investments Realized Profit (Loss)	387,689	0	387,689	4,464,249	0	4,464,249
<b>Investments Impairment Loss</b>						
Net Investments Impairment Loss	(154,933)	0	(154,932)	64	0	64
<b>Investments Net Profit</b>	<b>232,756</b>	<b>0</b>	<b>232,756</b>	<b>4,464,313</b>	<b>0</b>	<b>4,464,313</b>



	Bank (Main Company)					
	March 20, 2022			March 20, 2021		
	Mil. IRR			Mil. IRR		
	Operating	Non-operating	Total	Operating	Non-operating	Total
<b>Investments Realized Profit</b>						
Profit from Investment Funds' and Companies' Stocks	1,256,314	0	1,256,314	528,994	0	528,994
Profit from Disposal of Investment Funds' and Companies' Stocks	0	0	0	0	0	0
Total Investments Realized Profit	1,256,314	0	1,256,314	528,994	0	528,994
<b>Investments Impairment Loss</b>						
Net Investments Impairment Loss	0	0	0	0	0	0
<b>Investments Net Profit</b>	<b>1,256,314</b>	<b>0</b>	<b>1,256,314</b>	<b>528,994</b>	<b>0</b>	<b>528,994</b>

### 39. Cost of Deposits Interests

	Group Consolidated		Bank (Main Company)	
	March 20, 2022	March 20, 2021	March 20, 2022	March 20, 2021
	Mil. IRR	Mil. IRR	Mil. IRR	Mil. IRR
Interest of Investment Deposits (in IRR)	167,585,553	129,026,574	168,913,865	129,497,192
Interest of Deposits (in FC)	52,830	116,708	52,830	116,708
	<b>167,638,383</b>	<b>129,143,282</b>	<b>168,966,695</b>	<b>129,613,901</b>

### 40. Comparison of On-account and Finalized Interest Paid to Deposits (in IRR)

	Group Consolidated		Bank (Main Company)	
	March 20, 2022	March 20, 2021	March 20, 2022	March 20, 2021
	Mil. IRR	Mil. IRR	Mil. IRR	Mil. IRR
Finalized Interest Paid to Deposits	162,888,929	128,877,323	162,888,929	129,347,942
On-account Interest Paid to Deposits	(167,585,553)	(129,026,574)	(167,585,553)	(129,497,193)
Difference	<b>(4,696,624)</b>	<b>(149,251)</b>	<b>(4,696,624)</b>	<b>(149,251)</b>

### 41. Fee Income

	Group Consolidated		Bank (Main Company)	
	March 20, 2022	March 20, 2021	March 20, 2022	March 20, 2021
	Mil. IRR	Mil. IRR	Mil. IRR	Mil. IRR
Net Fees of Qard-al-Hassanah Operations	4,595,951	2,939,056	4,595,951	2,939,056
Letter of Credit Opened	96,372	206,083	96,372	206,083
Letters of Guarantees Issued	264,586	164,915	264,586	164,915
Foreign Exchange Operation	3,656,662	1,519,307	3,656,662	1,519,307
Assigned Funds	507,585	5,297	507,585	5,297
Bank Drafts	23,254	22,488	23,254	22,488
Collateral Evaluation	528,669	440,018	528,669	440,018
Review of Customers' Credit Files	531,181	546,286	531,181	546,286
SHETAB Project	2,653,370	1,848,417	2,653,370	1,848,417
Fees of Banking Services	3,865,841	964,927	3,865,841	964,927
Fees of Resources Involved with Agricultural Insurance Fund	1,957,091	1,740,512	1,957,091	1,740,512
Income from Using Repossessed Properties	16,013	11,540	16,013	11,540
Fees of Drafts	245,294	855	245,294	855



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Fees for Sent Messages	851	369,070	851	369,070
Fees of Issuing Non-payment Certificate	47,423	56,511	47,423	56,511
Fees of Records Cleaning	54,274	58,202	54,274	58,202
Fees of RTGS <sup>1</sup> and ACH <sup>2</sup>	400,671	77,062	400,671	77,062
Fees of Renting Deposit Boxes	24,630	4,276	24,630	4,276
Fees of Other Services of Deposit Boxes	674	28	674	28
Other Services	1,003,131	1,315,007	1,003,131	1,315,007
	<b>20,473,523</b>	<b>12,289,857</b>	<b>20,473,523</b>	<b>12,289,857</b>

#### 42. Fee Expenses

	Group and Bank (Main Company)	
	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
SHETAB Charges	1,831,483	1,612,303
POS Charges	4,517,648	3,170,828
Clearing House Charges	4,794	3,569
Fees Paid to Foreign Banks	10,870	62,866
	<b>6,364,795</b>	<b>4,849,566</b>

#### 43. Net Profit (Loss) of Foreign Exchange and Transactions

	Group Consolidated		Bank (Main Company)	
	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
Foreign Exchange Profit (Loss)	159,294	2,184,802	0	0
FX Translation profit (Loss)	8,926,123	19,836,927	8,926,123	19,836,927
	<b>9,085,417</b>	<b>22,021,729</b>	<b>8,926,123</b>	<b>19,836,927</b>

#### 44. Other Operating Income

Within the report year, no "Other Operating Income" has been reported for the Group and the Bank.

#### 45. Net Other Income and Expenses

	Group Consolidated		Bank (Main Company)	
	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
Gain on Disposal of Tangible and Intangible Fixed Assets	570,381	283,929	442,425	34,533
Gain on Disposal of Productive Biological Assets	123,537	39,103	0	0
Gain (loss) on Disposal of Collaterals Repossessed	2,047,504	2,500,904	2,047,504	2,500,904
Income from Rent of Branch Managers' Residential Units	11,004	5,879	11,004	5,879
Services Offering Income	1,678,809	2,510,153	0	0
Gain on Sale of Products	13,912,662	7,342,456	0	0
Loss on Translation of Non-operating Liabilities and Assets	(26,935)	(94,987)	0	0
Others	(406,692)	(266,238)	0	0

<sup>1</sup> Real-time Gross Settlement, known as SATNA in Iran.

<sup>2</sup> Automated Clearing House, known as PAYA in Iran.



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Loss Incurred due to Facilitation Law	(1,349,483)	(1,033,008)	(1,349,483)	(1,033,008)
Miscellaneous	666,552	26,496	666,552	26,496
	<b>18,040,723</b>	<b>11,314,687</b>	<b>1,,818,002</b>	<b>1,534,804</b>

#### 46. Administrative and General Expenses

	Group Consolidated		Bank (Main Company)	
	March 20, 2022	March 20, 2021	March 20, 2022	March 20, 2021
	Mil. IRR	Mil. IRR	Mil. IRR	Mil. IRR
Personnel Expenses	67,026,670	56,059,354	65,187,004	55,475,200
Administrative Expenses	18,095,597	15,882,183	17,705,513	15,455,259
	<b>85,122,267</b>	<b>72,339,537</b>	<b>82,892,517</b>	<b>70,930,459</b>

#### 47. Doubtful Debts Expenses

	Group Consolidated		Bank (Main Company)	
	March 20, 2022	March 20, 2021	March 20, 2022	March 20, 2021
	Mil. IRR	Mil. IRR	Mil. IRR	Mil. IRR
Specific Cost of Doubtful Debts of Facilities Granted and Claims	18,059,282	13,891,289	18,059,282	13,891,289
General Cost of Facilities Granted and Claims	7,841,670	4,852,307	7,774,345	4,838,528
	<b>25,900,952</b>	<b>18,743,596</b>	<b>25,833,627</b>	<b>18,729,817</b>

#### 48. Financial Cost

	Group Consolidated		Bank (Main Company)	
	March 20, 2022	March 20, 2021	March 20, 2022	March 20, 2021
	Mil. IRR	Mil. IRR	Mil. IRR	Mil. IRR
Profit of Facilities from Other Banks and Credit Institutions	3,904,259	1,506,421	631,022	1,336,952
Profit and Penalties of Facilities Received from CBI	12,105,760	6,956,200	12,105,760	6,956,200
Penalties Paid	0	0	0	0
Financial Cost of Debt Securities	0	0	0	0
Penalties for Overdraft from Checking Account with CBI	1,017,213	6,401	1,017,213	6,401
	<b>17,027,232</b>	<b>8,469,022</b>	<b>13,753,995</b>	<b>8,299,553</b>

#### 49. Depreciation Expenses

	Group Consolidated		Bank (Main Company)	
	March 20, 2022	March 20, 2021	March 20, 2022	March 20, 2021
	Mil. IRR	Mil. IRR	Mil. IRR	Mil. IRR
Depreciation of Tangible Fixed Assets	1,276,867	1,117,331	1,204,140	1,020,905
Depreciation of Intangible Assets	42,026	38,861	38,904	36,156
	<b>1,318,893</b>	<b>1,156,192</b>	<b>1,243,044</b>	<b>1,057,061</b>



## 50. Yearly Adjustments

	Group Consolidated		Bank (Main Company)	
	March 20, 2022	March 20, 2021	March 20, 2022	March 20, 2021
	Mil. IRR	Mil. IRR	Mil. IRR	Mil. IRR
Accumulated Effects of Changes in Accounting Policies	0	0	0	0
Correction of Errors	(3,529,047)	164,665	(3,562,244)	0
	<b>(3,529,047)</b>	<b>164,665</b>	<b>(3,562,244)</b>	<b>-</b>

## 51. Consolidated Statement of Net Profit

	Group Consolidated	
	March 20, 2022	March 20, 2021
	Mil. IRR	Mil. IRR
Net Profit (Loss)	11,678,381	11,730,062
Depreciation Expenses	1,318,893	1,156,192
Doubtful Debts Expenses	25,900,952	18,743,596
Net Increase (Decrease) of Provision for Benefits of Service Termination and Retirement Obligations	(2,264,405)	6,308,461
Gain (Loss) on Disposal of Tangible Fixed Assets and Intangible Assets	(570,381)	(283,929)
Net (Profit) Loss of FX Translation in Cash	(9,085,417)	(22,021,729)
Total	15,299,642	3,902,591
<b>Net Increase (Decrease) of Operating Liabilities</b>		
Due to Banks and Other Credit Institutions	29,018,927	(50,254,668)
Customers' Deposits	80,956,123	186,840,487
Dividends Payable	0	0
Debt Securities	0	0
Operating Portion of Provisions and other Liabilities	15,649,741	(15,725,099)
Investment Deposits	375,218,294	232,806,937
	500,843,085	353,667,657
<b>Net Increase (Decrease) of Operating Assets</b>		
Due from Banks and Other Credit Institutions	(7,244,494)	5,735,915
Due from Government	(106,884,247)	(96,223,496)
Facilities Granted and Due from Public Persons	39,996	(25,833)
Facilities Granted and Due from Non-public Persons	(460,102,835)	(277,778,942)
Investment in Stocks and Other Securities	(2,287,842)	(28,406,850)
Due from Subsidiaries and Associates	(261,859)	568,709
Other Accounts Receivable	2,013,955	(15,318,915)
Required Reserve	(43,107,844)	(46,842,496)
Operating Portion of Other Assets	(994,216)	(3,358,294)
	(618,829,386)	(461,650,202)
<b>Net Cash Inflow (Outflow) from Operating Activities</b>	<b>(91,008,277)</b>	<b>(92,349,892)</b>



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	<b>Bank (Main Company)</b>	
	<b>March 20, 2022</b>	<b>March 20, 2021</b>
	Mil. IRR	Mil. IRR
Net Profit (Loss)	230,858	(2,891,081)
Depreciation Expenses	1,243,044	1,057,061
Doubtful Debts Expenses	25833,627	18,729,817
Net Increase (Decrease) of Provision for Benefits of Service Termination and Retirement Obligations	(2,407,564)	6,213,351
Gain (Loss) on Disposal of Tangible Fixed Assets and Intangible Assets	(442,425)	(34,533)
Net (Profit) Loss of FX Translation in Cash	(8,926,123)	(19,836,927)
Total	15,300,559	6,128,769
<b>Net Increase (Decrease) of Operating Liabilities</b>		
Due to Banks and Other Credit Institutions	29,018,927	(50,254,668)
Customers' Deposits	75,973,744	195,282,052
Dividends Payable	0	0
Debt Securities	0	0
Operating Portion of Provisions and other Liabilities	19,552,674	(19,538,153)
Investment Deposits	372,498,292	234,713,114
	497,043,637	360,202,345
<b>Net Increase (Decrease) of Operating Assets</b>		
Due from Banks and Other Credit Institutions	(7,244,494)	5,735,915
Due from Government	(106,884,247)	(96,223,496)
Facilities Granted and Due from Public Persons	39,996	(25,833)
Facilities Granted and Due from Non-public Persons	(463,348,964)	(279,406,671)
Investment in Stocks and Other Securities	420,446	(27,039,695)
Due from Subsidiaries and Associates	4,417,181	902,177
Other Accounts Receivable	1,418,295	(15,349,175)
Required Reserve	(43,107,844)	(46,842,496)
Operating Portion of Other Assets	4,155,336	4,560,719
	(610,134,295)	(453,688,555)
<b>Net Cash Inflow (Outflow) from Operating Activities</b>	<b>(97,559,241)</b>	<b>(90,248,522)</b>



## 52. Non-cash Transactions

	Group and Main Company	
	March 20, 2022	March 20, 2021
	Mil. IRR	Mil. IRR
Assets Repossession in lieu of Facilities Granted	2,105,855	2,579,148
Settlement of Due from Government with Facilities from CBI	0	0
Trade-off of Assets with Facilities Granted	0	0
Facilities Granted for Settlement of Preceding Years Facilities (Extension)	253,145,912	288,673,217
Assets Exchange	0	0
Capital Increase from Shareholders' Matured Claims	0	0
Capital Increase from Assets Revaluation Surplus	0	0
Non-cash Capital Increase	0	88,877,474
Settlement for Execution of 2018 Budget Act (Article F, Note 5)	0	0
	<b>280,251,767</b>	<b>380,129,839</b>





### 53. Off-balance Sheet Items

#### 53.1 Obligations for IRR and Foreign Currency L/Cs (Mil. IRR)

##### 53.1.1 Statement of Obligations for Foreign Currency L/Cs in the Main Company

	Balance at the Beginning of the Year			Opened within the Year			Deposited Within the Year			Effects of Rate Changes within the Period	Balance at the End of the Year		
	No.	FC Amount	IRR Equivalent	No.	FC Amount	IRR Equivalent	No.	FC Amount	IRR Equivalent	IRR Equivalent	No.	FC Amount	IRR Equivalent
<b>Sight L/Cs</b>													
US Dollar	0	0	0	0	0	0	0	0	0	0	0	0	0
Euro	23	375,325,227	71,311,794	9	193,027,149	9,555,742	(25)	(427,654,038)	(47,131,594)	(2,780,108)	7	140,708,338	30,955,834
Swiss Franc	32	2,381,694	409,599	0	0	0	0	0	0	(297,813)	0	-	0
South Korean Won	3	8,102,016,447	1,144,272	1	152	5,503	(4)	(8,254,022,846)	(238,342)	(911,433)	0	-	0
Japanese Yen	1	193,996,470	282,911	2	266,857,068	101,168	(2)	(355,765,892)	(135,365)	(73,107)	1	105,087,646	175,607
Chinese Yuan	7	433,266,972	10,599,876	18	104,262,705	682,697	(24)	(176,146,664)	(1,080,779)	1,117,084	1	361,383,013	11,318,878
Indian Rupee	2	120,206,725	263,734	0	0	0	(2)	(117,482,652)	(66,848)	(989,741)	1	2,724,073	7,145
Russian Ruble	6	3,431,251,158	7,397,777	1	35,270,768	74,457	(7)	(3,466,521,926)	(1,970,311)	(5,501,922)	0	-	0
<b>Total Sight L/Cs</b>	<b>75</b>		<b>91,409,963</b>	<b>31</b>		<b>10,419,567</b>	<b>(96)</b>		<b>(50,735,026)</b>	<b>(8,637,039)</b>	<b>10</b>		<b>42,457,464</b>
<b>Term L/Cs</b>													
US Dollar	0	0	0	0	0	0	0	0	0	0	0	0	0
Euro	0	0	0	0	0	0	0	0	0	0	0	0	0
Swiss Franc	0	0	0	0	0	0	0	0	0	0	0	0	0
Turkish Lira	0	0	0	0	0	0	0	0	0	0	0	0	0
South Korean Won	0	0	0	0	0	0	0	0	0	0	0	0	0
Japanese Yen	0	0	0	0	0	0	0	0	0	0	0	0	0
Chinese Yuan	0	0	0	0	0	0	0	0	0	0	0	0	0
Emirates Dirham	0	0	0	0	0	0	0	0	0	0	0	0	0
Indian Rupee	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total Term L/Cs</b>	<b>0</b>		<b>0</b>	<b>0</b>		<b>0</b>	<b>0</b>		<b>0</b>	<b>0</b>	<b>0</b>		<b>0</b>
<b>Total</b>	<b>75</b>		<b>91,409,963</b>	<b>31</b>		<b>10,419,567</b>	<b>(96)</b>		<b>(50,735,026)</b>	<b>(8,637,039)</b>	<b>10</b>		<b>43,457,464</b>



#### 54. Capital Commitments, Contingent Assets and Liabilities (Mil. IRR)

##### 54.1 Capital Commitments incurred by signed and approved contracts on balance sheet date, include:

	Group Consolidated and Bank	
	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
Purchase of Auto Vehicles	11,144	355,220
Construction	997,520	634,042
Purchase of Chillers	0	326,031
	<b>1,008,664</b>	<b>1,315,293</b>

#### 55. Earnings Per Share (Mil. IRR)

	Group Consolidated		Bank (Main Company)	
	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
Earnings/Loss before Taxes	12,235,230	15,372,863	230,858	(528,307)
Less:				
Income Tax	(556,849)	(3,642,801)	0	(2,362,774)
Net Profit (Loss)	11,678,381	11,730,062	230,858	(2,891,081)
Weighted Average Number	204,090,139,627	187,821,856,073	204,090,139,627	187,821,856,073
Basic Earnings Per Share	57	62	1.13	(15.39)

#### 56. Events after the Reporting Period:

- No changes in the registered capital of the bank, members of the board of directors, managing director, and chairperson have been reported.
- There were no restrictions or disciplinary measures, executed by CBI, on the business operation of the bank during the reporting period.
- There was no case of acquisition, merger or split-off during the reporting period.
- There was no damage or loss due to theft, embezzlement or unprecedented disasters during the reporting period.

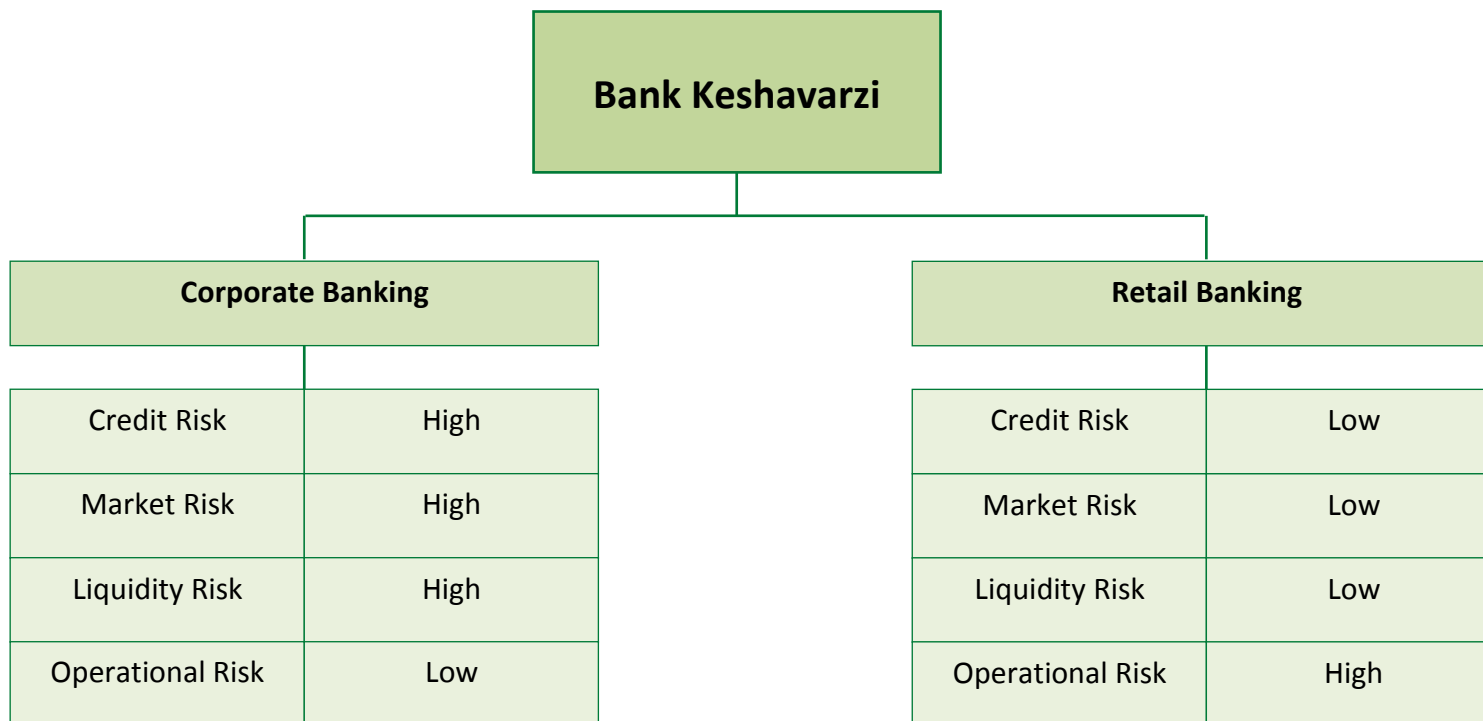
#### 57. Bad Debts (Mil. IRR)

	Due to Financial Facilities	Other Claims	Total
Bad Debts at the Beginning of the Year	53,820	984	54,804
Bad Debts during the Year	0	0	21
Bad Debts Collected during the Year	0	0	0
Bad Debts at the End of the Year	53,820	984	54,804



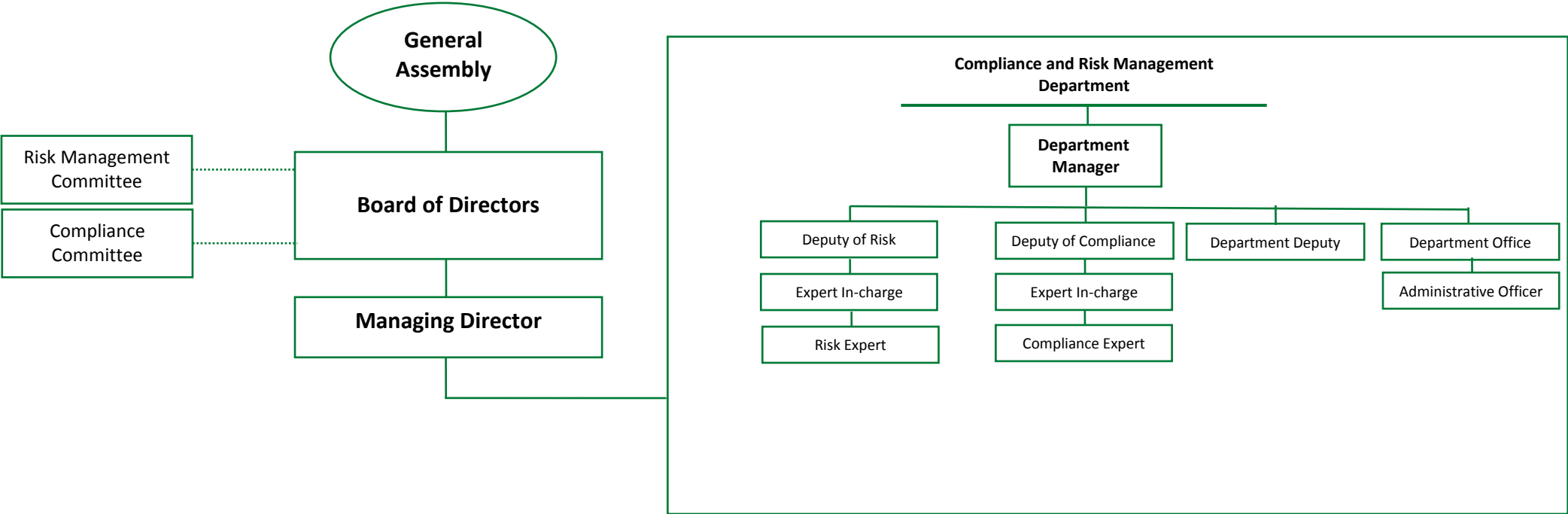
## 58. Risks Description

### 58.1 Exposure of Departments to Risks:





58.2 Framework and Organizational Chart of Risk Management:





### 58-3 Credit Quality Analysis

58-3-1 Table of Credit Quality Analysis for granted financial facilities, obligations and investments based on the bank's internal credit rating.

Credit Quality Analysis								
	Facilities Granted to Banks		Facilities Granted to Customers		Investments		Obligations under LGs & LCs	
	2022	2021	2022	2021	2022	2021	2022	2021
Level 1 – Low Risk	6,906	6,906	309,970,107	177,634,799	29,340,011	29,795,606	64,493,941	105,690,911
Level 2 – Medium Risk	0	0	1,237,393,719	932,485,977	35,105	10	0	0
Level 3 – High Risk	0	0	123,038,284	103,749,231	7,392	15,000	0	0
Level 4 – Going Bad	0	0	16,236,148	13,063,032	7,662	0	0	0
Total Gross	6,906	6,906	1,686,638,258	1,226,933,039	29,810,616	29,810,616	64,493,941	105,690,911
Impairment Reserve	(104)	(104)	(99,033,485)	(74,697,752)	0	0	0	0
Net Book Value	6,802	6,802	1,587,604,773	1,152,235,287	29,390,170	29,810,616	64,493,941	105,690,911

58-3-2 Table of Credit Quality Analysis for granted financial facilities, obligations and investments based on assets categories

	Facilities Granted to Banks		Facilities Granted to Customers		Obligations under LGs & LCs	
	2022	2021	2022	2021	2022	2021
Current	6,906	6,906	1,500,205,894	1,086,629,718	64,493,941	105,690,911
Past-due	0	0	41,393,009	18,497,863	0	0
Overdue	0	0	36,143,061	23,377,312	0	0
Doubtful	0	0	108,896,294	98,428,146	0	0
Total Gross	6,906	6,906	1,686,638,258	1,226,933,039	64,493,941	105,690,911
Impairment Reserve	(104)	(104)	(99,033,485)	(74,697,752)	0	0
Net Book Value	6,802	6,802	1,587,604,773	1,152,235,287	64,493,941	105,690,911

### 58-4 Capital Adequacy Ratio

The bank capital adequacy for the fiscal year ending on March 19th, 2020 is **3.81 percent**.

	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
Regulatory Capital	93,647,282	43,427,962
Credit-Risk-Weighted Assets	1,698,197,154	1,233,966,227
Market-Risk-Weighted Assets	43,589,409	34,901,730
Operational-Risk-Weighted Assets	184,729,288	121,169,246
Total Risk-weighted Assets	1,926,515,851	1,390,037,203

### 58-5 Degree of Financial Leverage: Degree of Total Equity to Total Assets

	March 20, 2022 Mil. IRR	March 20, 2021 Mil. IRR
Total Shareholders' Equity	153,639,178	128,439,915
Total Assets	2,663,785,659	2,128,326,117
DFL	5.77	6.03



## Islamic Banking Glossary

### Civil Partnership

Civil Partnership contract involves mixing the capital of one or more partners with the capital of the bank on a joint-venture basis to do a specific job in the fields of production, trade ... for a limited period.

### Hire purchase

Hire purchase or leasing is a type of asset finance that allow firms or individuals to possess and control an asset during an agreed term, while paying rent or installments covering depreciation of the asset, and interest to cover capital cost.

### Istisna

Istisna is a contract of Partnership, whereby the funding party agrees to deliver a commodity or an asset at a pre-determined future time at an agreed pre-determined future time at an agreed price.

### Jo'aleh

Under Jo'aleh contract, one party purchases another party's services for a specified commission. The bank functions as either Ja'el or contractor depending on the situation and the customers' needs.

### Mudharabah

Mudharabah is a profit sharing contract in which one party provides capital (funds) and the other (the managing trustee) provides labor and management expertise.

### Murabahah

Murabahah is a type of sales contract where the bank buys a product on behalf of a client and resells the product to the same client by clearly mentioning the cost incurred in buying the product and the margin or the mark-up when reselling the product to the client.

### Sukuk

Sukuk is a type of financial certificate, whose characteristics are similar to those of a conventional bond with the key difference being that they are assets backed. Sukuk represent proportionate beneficial ownership in the underlying tangible asset(s) of particular projects or investment activity.



## Abbreviations and Acronyms

**ADFIMI:** Association of National Development Finance Institutions in Member Countries of IDB

**AIF:** Agricultural Products Insurance Fund

**AML:** Anti-money Laundering

**ATM:** Automated Teller Machine

**APRACA:** Asia Pacific Rural and Agricultural Credit Association

**BK:** Bank Keshavarzi

**BKSC:** Bank Keshavarzi Securities Company

**bn:** billion

**CBI:** The Central Bank of the Islamic Republic of Iran

**CD:** Certificate of Deposit

**CICA:** Confederation Internationale Du Credit Agricole

**CRM:** Customer Relation Management

**Dept.:** Department

**DC:** Documentary Credit

**E-banking:** Electronic Banking

**ECSDP:** Economic, Cultural and Social Development Plan

**FC:** Foreign Currency

**Forex:** Foreign Exchange

**FYDP:** Five-year Development Plan

**FXRA:** Foreign Exchange Reserve Account

**GDP:** Gross Domestic Product

**ha:** hectare

**I.C. Bank:** Islamic Cooperation Bank for Investment

**ICD:** Islamic Corporation for the Development of the Private Sector

**IDB:** Islamic Development Bank

**IFSB:** Islamic Financial Services Board

**Info.:** Information

**Int'l:** International

**IRFIU:** Iran Financial Intelligence Unit

**IRR:** Iran Rial

**ITFC:** International Islamic Trade Finance Corporation

**JCPOA:** Joint Comprehensive Plan of Action

**KYC:** Know Your Customer

**L/C:** Letter of Credit

**L/G:** Letter of Guarantee

**LSU:** Livestock Unit

**MBAI:** Monetary and Banking Act of Iran

**MCC:** Money and Credit Council

**Mil.:** million

**NDF:** National Development Fund

**NENARACA:** Near East and North Africa Regional Agricultural Credit Association

**POS:** Point of Sale

**QH:** Qard-al-Hassanah

**IRR:** Rials

**ROA:** Return on Assets

**ROE:** Return on Equity

**SAO:** State Audit Organization

**SHETAB:** Shabakeh Tabādol Etelā'āt Bain Bānki (Inter-bank Information Transfer Network)

**SME:** Small and Medium Enterprises

**SMS:** Short Message System

**STR:** Suspicious Transaction Reports

**USD:** United States Dollar



**Bank Keshavarzi**  
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