



## AUDITORS' REPORT TO THE MEMBERS

We have audited the annexed balance sheet of Mobilink Microfinance Bank Limited - formerly Waseela Microfinance Bank Limited, (the Bank) as at December 31, 2016 and the related profit and loss account, statement of comprehensive income, cash flow statement and statement of changes in equity together with the notes forming part thereof, for the year then ended and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit.

It is the responsibility of the Bank's management to establish and maintain a system of internal control, and prepare and present the above said statements in conformity with the approved accounting standards and the requirements of the Companies Ordinance, 1984, Microfinance Institutions Ordinance, 2001 and the directives issued by the State Bank of Pakistan. Our responsibility is to express an opinion on these statements based on our audit.

We conduct our audit in accordance with the auditing standards as applicable in Pakistan. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the above said statements are free of any material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the above said statements. An audit also includes assessing the accounting policies and significant estimates made by the management, as well as, evaluating the overall presentation of the above said statements. We believe that our audit provides a reasonable basis for our opinion and, after due verification, we report that:

- a) In our opinion, proper books of accounts have been kept by the Bank as required by the Companies Ordinance, 1984;
- b) in our opinion -
  - i) the balance sheet, profit and loss account and statement of comprehensive income together with the notes thereon have been drawn up in conformity with the Companies Ordinance, 1984, the Microfinance Institutions Ordinance, 2001 and the directives issued by the State Bank of Pakistan, and are in agreement with the books of accounts and are further in accordance with accounting policies consistently applied;
  - ii) the expenditure incurred during the year was for the purpose of the Bank's business; and
  - iii) the business conducted, investments made and the expenditure incurred during the year were in accordance with the objects of the Bank;

*A.F.Ferguson*



- c) in our opinion and to the best of our information and according to the explanations given to us, the balance sheet, profit and loss account, statement of comprehensive income, cash flow statement and statement of changes in equity together with the notes forming part thereof conform with approved accounting standards as applicable in Pakistan, and, give the information required by the Companies Ordinance, 1984, the Microfinance Institutions Ordinance, 2001 and the directives issued by the State Bank of Pakistan, in the manner so required and respectively give a true and fair view of the state of the Bank's affairs as at December 31, 2016 and of the profit, its cash flows and changes in equity for the year then ended; and
- d) in our opinion, Zakat deductible at source under the Zakat and Ushr Ordinance, 1980 (xviii of 1980), was deducted by the Bank and deposited in the Central Zakat Fund established under section 7 of that Ordinance.

*A.F. Ferguson & Co.*

Chartered Accountants  
Islamabad: March 24, 2017

Engagement partner: JehanZeb Amin

**MOBILINK MICROFINANCE BANK LIMITED**  
**(Formerly Waseela Microfinance Bank Limited)**  
**BALANCE SHEET**  
**AS AT DECEMBER 31, 2016**

<b>ASSETS</b>	<b>Note</b>	<b>2016 (Rupees)</b>	<b>2015 (Rupees)</b>
Cash and Balances with SBP and NBP	6	747,930,012	266,578,027
Balances with other Banks/NBFIs/MFBs	7	4,742,891,348	2,402,370,277
Lending to financial Institutions		-	-
Investments – net of provisions	8	1,495,053,230	125,271,966
Advances – net of provisions	9	5,858,824,209	1,342,557,145
Operating fixed assets	10	388,447,521	289,234,838
Other assets	11	853,361,423	270,088,401
Deferred tax asset	12	147,349,687	194,455,975
<b>Total Assets</b>		<b>14,233,857,430</b>	<b>4,890,556,629</b>
 <b>LIABILITIES</b>			
Deposits and other accounts	13	10,306,362,467	3,197,311,437
Borrowings		-	-
Subordinated debts		-	-
Other liabilities	14	2,697,001,907	692,909,346
Deferred tax liabilities		-	-
<b>Total Liabilities</b>		<b>13,003,364,374</b>	<b>3,890,220,783</b>
<b>Net assets</b>		<b>1,230,493,056</b>	<b>1,000,335,846</b>
 <b>REPRESENTED BY:</b>			
Share Capital	15	1,451,753,600	1,451,753,600
Statutory reserves	5.8	46,151,566	-
Depositor's protection fund	5.8	11,537,892	-
Accumulated losses		(278,950,002)	(452,018,374)
		<b>1,230,493,056</b>	<b>999,735,226</b>
Surplus on revaluation of assets	16	-	600,620
Deferred grants		-	-
<b>Total Capital</b>		<b>1,230,493,056</b>	<b>1,000,335,846</b>
 <b>MEMORANDUM / OFF-BALANCE SHEET ITEMS</b>	 17		

The annexed notes from 1 to 35 form an integral part of these financial statements.

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President/ CEO

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Chairman

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Director

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Director

