



fcibank

**Quarterly Report
March 31,
2017**

FIRST CREDIT AND INVESTMENT BANK LTD.

Major Joint Venture Partners:





Vision

*Be a preferred investment bank enhancing value
for the stakeholders and contributing to the
National goals.*

Mission Statement

*Contributing through innovative financing and
investment in quality portfolio, advisory services
delivered in an environment of trust and
customer confidence supported by a team of
professionals.*



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FIRST CREDIT AND INVESTMENT BANK LIMITED

BOARD OF DIRECTORS



Mr. Wajahat A. Baqai
Chairman



Mr. Ahsanullah Khan
President & CEO



Mr. Anwar-ul-Haq
Director



Mr. Asad Ullah Saleem
Director



Mr. Muhammad Naeemuddin
Director



Mr. Muhammad Iqbal Hussain
Director



Mr. Javed Rashid
Director



Mr. Jehangir Akber
Director
(subject to approval from SECP)



Mr. Naveed Asghar
Director
(subject to approval from SECP)



Mr. Muhammad Ameen
Director

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FIRST CREDIT AND INVESTMENT BANK LIMITED

COMPANY INFORMATION

AUDIT COMMITTEE:

Mr. Muhammad Naeemuddin Chairman
Mr. Anwar-ul-Haq
Mr. Javed Rashid
Mr. Muhammad Ameen

HR AND REMUNERATION COMMITTEE:

Mr. Asad Ullah Saleem Chairman
Mr. Muhammad Naeemuddin
Mr. Ahsanullah Khan

RISK MANAGEMENT COMMITTEE

Mr. Muhammad Iqbal Hussain Chairman
Mr. Asad Ullah Saleem
Mr. Ahsanullah Khan

COMPANY SECRETARY:

Mr. Muhammad Mohsin Ali

AUDITORS:

Grant Thornton Anjum Rahman
Chartered Accountants

LEGAL ADVISOR:

Ahmed & Qazi

BANKERS:

National Bank of Pakistan
MCB Bank Limited
Allied Bank Limited
FINCA Microfinance Bank Limited
NRSP Microfinance Bank Limited
Tameer Microfinance Bank Limited
Khushhali Bank Limited

SHARE REGISTRAR:

THK Associates (Pvt.) Limited
1st Floor, 40-C, Block-6,
P.E.C.H.S.,
KARACHI - 75400.
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HEAD OFFICE / REGISTERED OFFICE:

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Stratchen Road, Karachi - 74200
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FIRST CREDIT AND INVESTMENT BANK LIMITED

DIRECTORS' REVIEW

On behalf of the Board of Directors, I have the privilege of presenting condensed interim financial statements (unaudited) of **First Credit & Investment Bank Limited** for the 3rd quarter ended March 31, 2017.

Operating Results

Total income of the Company for the nine months period ended March 31, 2017 reduced to Rs.54.32 million as compared to Rs.85.63 million for the nine months period ended March 31, 2016. The Company reports operating profit of Rs.7.37 million during the period ended March 31, 2017 as compared to operating profit of Rs.52.99 million for the corresponding period of last year. Further, after taking effect of provision/reversals of against nonperforming investments, the Company was able to report profit before tax of Rs.13.09 million during the nine months period of FY2016-17 as against Rs.81.13 million reported for the same period of previous year. Similarly, the Company closed subject nine months period with a profit after tax of Rs.9.24 million as compared to profit after tax of Rs.55.18 million for the corresponding nine months of last year. As a result, shareholders equity increased by Rs.9.24 million to Rs.726.20 million as at March 31, 2017 from Rs.716.96 million as at June 30, 2016. Total balance sheet footing as at March 31, 2017 is Rs.1,084.65 million as against Rs.1,012.25 million as at June 30, 2016. The increase in balance sheet footing is mainly due to increase in borrowings.

Credit Rating

JCR-VIS Credit Rating Company Limited vide its report dated December 30, 2016 reaffirmed the medium to long-term entity rating of the Company at 'A-' (Single A Minus) and Short-term rating at 'A-2' (A-Two). The outlook of the rating is 'Stable'.

Future Outlook

We are vigilant for diversifying our business focusing on new avenues and increasing revenue streams. Your Company would endeavour to restore reasonable quality of its assets, improve its infrastructure, build capacity through training of existing personnel and engaging professionals, diversify products and services, and updating policies and procedures to meet the requirements of the new challenges and opportunities.

Acknowledgement

The directors wish to express their appreciation to our stakeholders, valued customers and financial institutions for their continued trust and patronage. We are grateful to the regulatory authorities especially the Securities & Exchange Commission of Pakistan, the State Bank of Pakistan and the Pakistan Stock Exchange for their continued guidance and support. We also acknowledge hard work and dedication of the management and employees.

By order of the Board

Ahsanullah Khan
President & Chief Executive

Karachi
April 22, 2017

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ڈائریکٹرز جائزہ

بورڈ آف ڈائریکٹرز کی جانب سے فرسٹ کریڈٹ اینڈ انویسٹمنٹ بینک لمیٹڈ کی تیسری سہ ماہی کے غیر آڈٹ شدہ مختصر عبوری مالیاتی تفصیلات کا گوشوارہ بمطابق 31 مارچ 2017 پیش ہے۔

آپریٹنگ نتائج:

31 مارچ 2017 کو ختم ہونے والی تیسری سہ ماہی میں کمپنی کی کل آمدنی کم ہو کر 54.32 ملین روپے ہو گئی جو کہ پچھلے سال 31 مارچ 2016 کو ختم ہونے والی اسی مدت میں 85.63 ملین روپے تھی۔ رواں سہ ماہی کے اختتام پر کمپنی نے 7.37 ملین روپے آپریٹنگ منافع رپورٹ کیا جو پچھلے سال اسی عرصہ میں 52.99 ملین روپے تھا۔ مزید غیر فعال شدہ قرضہ جات کے حوالے سے کئے گئے پروویژن میں رپورٹل کے بعد کمپنی نے سال 2016-17 کے نو ماہ کے عرصہ میں 13.09 ملین روپے قبل از ٹیکس منافع ظاہر کیا جبکہ پچھلے سال اسی مدت میں 81.13 ملین روپے قبل از ٹیکس منافع ظاہر کیا گیا تھا اسی طرح کمپنی کا تیسری سہ ماہی کے اختتام پر بعد از ٹیکس منافع 9.24 ملین روپے رہا جبکہ پچھلے سال کی تیسری سہ ماہی میں بعد از ٹیکس منافع 55.18 ملین روپے تھا اسکے نتیجے میں شیئرز ہولڈرز ایکویٹی 9.24 ملین روپے اضافہ کے بعد 31 مارچ 2017 کو 726.20 ملین روپے ہو گئی جبکہ 30 جون 2016 کو شیئرز ہولڈرز ایکویٹی 716.96 ملین روپے تھی۔ 31 مارچ 2017 کے مالیاتی گوشوارہ کے مطابق کمپنی کے کل اثاثہ جات 1,084.65 ملین روپے ہیں جو کہ 30 جون 2016 کو 5 1,012.2 ملین روپے تھے۔ بیلنس شیٹ کے حاصل جمع میں اضافے کی بنیادی وجہ قرضوں میں اضافہ ہے۔

کریڈٹ ریٹنگ:

JCR-VIS کریڈٹ ریٹنگ کمپنی نے اپنی رپورٹ مورخہ 30 دسمبر 2016 میں کمپنی کی درمیانے سے طویل مدتی ایئبلیٹی ریٹنگ کو 'A' (سنگل A منفی) اور مختصر مدتی ریٹنگ کو 'A-2' پر برقرار رکھا ہے۔ ریٹنگ کا آڈٹ لگ مستحکم ہے۔

مستقبل کے امکانات:

ہم نئے پراڈکٹ اور آمدنی کے ذرائع بڑھانے پر توجہ مرکوز کرتے ہوئے کاروبار میں تنوع پیدا کرنے کے لیے ہمہ وقت مصروف عمل ہیں۔ آپ کی کمپنی اپنے اثاثوں کے معیار کو بحال کرنے، اور، موجودہ عملہ اور اہم پیشہ ورانہ عملہ کی خدمات حاصل کر کے ان کو ٹریڈنگ کے ذریعہ اپنے انفراسٹرکچر میں بہتری لانے، مختلف النوع پراڈکٹ اور خدمات کی بحالی کی مناسب کوششیں کر رہی ہے، اور نئے مواقع اور نئے چیلنجز کا سامنے کرنے کے لئے اپنی پالیسیاں اور طریقہ کار کو اپ ڈیٹ کر رہی ہے۔

اظہار تشکر:

ڈائریکٹرز اپنے اسٹیک ہولڈرز، قابل قدر صارفین اور مالیاتی اداروں کا ان کے مسلسل اعتماد اور سرپرستی کے لیے تشکر کا اظہار کرتے ہیں۔ ریگولیٹری اداروں خاص طور پر سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اسٹیٹ بینک آف پاکستان اور پاکستان اسٹاک ایکسچینج کی مسلسل رہنمائی اور سپورٹ کے بھی شکرگزار ہیں۔ ہم انتظامیہ اور ملازمین کی محنت اور لگن سے کام کرنے کا اعتراف بھی کرتے ہیں۔

بحکم بورڈ

احسان اللہ خان

پریزیڈنٹ و سی ای او

کراچی

22 اپریل 2017



FIRST CREDIT AND INVESTMENT BANK LIMITED

CONDENSED INTERIM BALANCE SHEET

AS AT MARCH 31, 2017

	Note	March 31, 2017 Rupees (Un-audited)	June 30, 2016 (Audited)
ASSETS			
Non-current Assets			
Fixed assets			
- Property and equipment	6	2,665,449	3,237,549
- Intangible assets		68,642	154,852
Long-term investments	7	86,736,710	85,853,121
Long term investment finance lease-net	8	1,265,379	-
Long-term loans and finances		94,435,278	43,550,106
Long-term security deposits		57,500	57,500
Deferred tax asset -net	9	75,938,850	77,489,307
		261,167,808	210,342,435
Current Assets			
Short-term investments	10	64,362,729	138,679,770
Short-term placements	11	504,000,000	550,000,000
Current maturity of non-current assets	12	58,775,057	44,788,556
Accrued mark-up		61,505,624	47,221,748
Advances prepayments and other receivables		1,375,232	891,025
Advance taxation - net		5,076,497	4,049,015
Cash and bank balances		128,387,811	16,275,509
		823,482,950	801,905,623
		<u>1,084,650,758</u>	<u>1,012,248,058</u>
EQUITY AND LIABILITIES			
SHAREHOLDERS' EQUITY			
Authorized share capital			
75,000,000 (June 30, 2016: 75,000,000) shares of Rs. 10 each		750,000,000	750,000,000
Issued, subscribed and paid-up share capital			
65,000,000 (June 30, 2016: 65,000,000) shares of Rs. 10 each		650,000,000	650,000,000
Statutory reserves		133,166,874	131,318,417
Accumulated loss		(56,968,750)	(64,362,577)
		726,198,124	716,955,840
Deficit on revaluation of investments - net	13	(4,984,725)	(10,524,449)
LIABILITIES			
Non-current liabilities			
Long term security deposit against finance lease	14	333,400	-
Long term loan		203,125,000	190,000,000
Deferred liability - staff gratuity		5,567,711	4,717,766
		209,026,111	194,717,766
Current liabilities			
Short-term repo borrowing		-	100,000,000
Short-term running finance facility		100,000,000	-
Current portion of long-term loan		46,875,000	-
Accrued mark-up	15	1,914,585	1,734,039
Accrued expenses and other liabilities		5,621,663	9,364,862
		154,411,248	111,098,901
CONTINGENCIES AND COMMITMENTS	16	<u>1,084,650,758</u>	<u>1,012,248,058</u>

The annexed notes from 1 to 22 form an integral part of these condensed interim financial information.

AHSANULLAH KHAN
President & CEO

MUHAMMAD NAEEMUDDIN
Director

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FIRST CREDIT AND INVESTMENT BANK LIMITED

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2017

Note	For the nine months period ended		For the Three months ended	
	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
----- (Un-audited) ----- ----- Rupees -----				
INCOME				
Income from finance and fund placements	44,210,718	41,590,535	14,380,026	33,785,359
Income from investments	8,355,529	42,868,041	2,495,171	9,110,815
Fees and commission	372,782	985,260	161,201	280,336
Other income	1,378,560	186,303	1,287,732	76,282
	54,317,589	85,630,139	18,324,130	43,252,792
EXPENDITURES				
Finance cost:				
- Mark-up on bank loans	11,882,877	3,592	4,227,945	-
- Mark-up on repo borrowings	2,754,003	1,147,260	-	1,147,260
- Mark-up on short term running finance	167,052	-	167,052	-
- Mark-up on certificates of deposits	-	271,302	-	74,794
- Others	133,693	73,617	108,983	49,282
	14,937,625	1,495,771	4,503,980	1,271,336
Administrative and operating expenses	32,008,224	31,144,383	10,410,932	10,209,474
	46,945,849	32,640,154	14,914,912	11,480,810
Operating income	7,371,740	52,989,985	3,409,218	31,771,982
(Provision) / Reversals				
Provision for non performing investments	7.1 (1,700,962)	(3,305,409)	-	-
Reversal of provision for non-performing investments	7.1 6,560,000	18,069,617	-	-
Reversal of provision for accrued mark-up	-	3,088,110	-	4,469,577
Reversal of provision for non-performing finances	-	14,149,088	-	-
Unrealized gain / (loss) on re-measurement of investments classified as held-for-trading	1,131,197	(2,204,262)	-	(309,590)
	13,361,975	82,787,129	3,409,218	35,931,969
Workers Welfare Fund	(267,000)	(1,654,905)	(70,000)	(717,802)
PROFIT BEFORE TAXATION	13,094,975	81,132,224	3,339,218	35,214,167
Taxation	17 (3,852,691)	(25,955,965)	(962,602)	(9,940,001)
PROFIT FOR THE PERIOD	9,242,284	55,176,259	2,376,616	25,274,166
Earnings per share - basic and diluted	19 0.14	0.85	0.04	0.39

The annexed notes from 1 to 22 form an integral part of these condensed interim financial information.



AHSANULLAH KHAN
President & CEO



MUHAMMAD NAEEMUDDIN
Director

QUARTERLY REPORT MARCH 2017



FIRST CREDIT AND INVESTMENT BANK LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2017

	For the nine months period ended		For the three months period ended	
	March 31, 2017	March 31, 2016	March 31, 2017	March 31, 2016
	----- (Un-audited) -----			
	----- Rupees -----			
PROFIT FOR THE PERIOD	9,242,284	55,176,259	2,376,616	25,274,166
Other comprehensive income				
Items that may be reclassified to profit and loss account subsequently:				
Gain / (Loss) on remeasurement of investment classified as 'available for sale'	5,539,724	(792,986)	(568,121)	(1,178,601)
Items that will not be subsequently reclassified to profit and loss account:				
Remeasurement of defined benefit obligations	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>14,782,008</u>	<u>54,383,273</u>	<u>1,808,495</u>	<u>24,095,565</u>

The annexed notes from 1 to 22 form an integral part of these condensed interim financial information.

AHSANULLAH KHAN
President & CEO

MUHAMMAD NAEEMUDDIN
Director

QUARTERLY REPORT MARCH 2017



FIRST CREDIT AND INVESTMENT BANK LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2017

	Issued, subscribed and paid-up capital	Reserves		Total	Total shareholders' equity
		Capital Statutory reserve	Revenue Accumulated loss		
Un-audited Rupees					
Balance as at July 01, 2015	650,000,000	122,545,534	(99,769,501)	22,776,033	672,776,033
Transactions with other than owners of equity:					
Net profit for the period	-	-	55,176,259	55,176,259	55,176,259
Other comprehensive income	-	-	-	-	-
- Total comprehensive income	-	-	55,176,259	55,176,259	55,176,259
- Transfer to statutory reserve	-	11,035,252	(11,035,252)	-	-
Balance as at March 31, 2016	650,000,000	133,580,786	(55,628,494)	77,952,292	727,952,292
Balance as at July 01, 2016	650,000,000	131,318,417	(64,362,577)	66,955,840	716,955,840
Transactions with other than owners of equity:					
Net profit for the period	-	-	9,242,284	9,242,284	9,242,284
Other comprehensive income	-	-	-	-	-
- Total comprehensive income	-	-	9,242,284	9,242,284	9,242,284
- Transfer to statutory reserve	-	1,848,457	(1,848,457)	-	-
Balance as at March 31, 2017	650,000,000	133,166,874	(56,968,750)	76,198,124	726,198,124

The annexed notes from 1 to 22 form an integral part of these condensed interim financial information.

AHSANULLAH KHAN
President & CEO

MUHAMMAD NAEEMUDDIN
Director

QUARTERLY REPORT MARCH 2017



FIRST CREDIT AND INVESTMENT BANK LIMITED

CONDENSED INTERIM CASH FLOW STATEMENT

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2017

	March 31, 2017	March 31, 2016
Note	Un-audited	Un-audited
	Rupees	
Cash flows from operating activities		
Profit before taxation	13,094,975	81,132,224
Adjustments for non-cash and other items:		
Depreciation	1,341,299	2,417,993
Amortisation	86,210	86,211
Gratuity	849,945	928,147
Dividend income	(378,174)	(1,049,074)
Finance cost	14,937,625	1,495,771
Gain on disposal of property and equipment	(1,240,000)	-
Reversal of provision for accrued markup	-	(3,088,110)
Reversal of provision for non-performing finances - net	-	(14,149,088)
Reversal of provision for non-performing investments-net	(4,859,038)	(14,764,208)
Unrealised (gain)/loss on held-for-trading investments	(1,131,197)	2,204,262
	<u>9,606,670</u>	<u>(25,918,096)</u>
Operating cash flows before working capital changes	<u>22,701,645</u>	<u>55,214,128</u>
(Increase) / decrease in current assets		
Short-term investments	75,448,238	(5,261,959)
Prepayments and other receivables	(484,207)	(665,504)
Accrued mark-up	(14,283,876)	(27,226,840)
	<u>60,680,155</u>	<u>(33,154,303)</u>
Increase / (decrease) in current liabilities		
Accrued expenses and other liabilities	(3,743,199)	1,045,322
	<u>(3,743,199)</u>	<u>1,045,322</u>
Cash (used in)/ generated from operations	<u>79,638,601</u>	<u>23,105,147</u>
Income tax paid	(3,329,716)	78,187
Dividend received	378,174	1,049,074
Disposal of property and equipment	1,240,000	-
Markup paid	(14,757,079)	(404,046)
	<u>(16,468,621)</u>	<u>723,215</u>
Cash generated from operating activities	<u>63,169,980</u>	<u>23,828,362</u>
Cash flows from investing activities		
Acquisition of property and equipment	(769,199)	(98,666)
Long term deposits paid	-	(7,500)
Long term investments-net	(4,193,267)	134,463,037
Long-term loan and finances (payment/ acquisition - net)	(50,758,294)	5,838,516
Long-term finances lease	(1,670,318)	-
Net cash (used in) / generated from investing activities	<u>(57,391,078)</u>	<u>140,195,387</u>
Cash flows from financing activities		
Long term security deposit against finance lease	333,400	-
Long-term loan obtained /(repaid)	60,000,000	(15,625,000)
Net cash generated from / (used in) financing activities	<u>60,333,400</u>	<u>(15,625,000)</u>
Net increase in cash and cash equivalents	<u>66,112,302</u>	<u>148,398,749</u>
Cash and cash equivalents at the beginning of the period	<u>466,275,509</u>	<u>220,379,700</u>
Cash and cash equivalents at the end of the period	<u>532,387,811</u>	<u>368,778,449</u>

The annexed notes from 1 to 22 form an integral part of these condensed interim financial information.

AHSANULLAH KHAN
President & CEO

MUHAMMAD NAEEMUDDIN
Director

QUARTERLY REPORT MARCH 2017



FIRST CREDIT AND INVESTMENT BANK LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS - (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2017

1 STATUS AND NATURE OF BUSINESS

- 1.1 First Credit and Investment Bank Limited ("the Company") was incorporated in Pakistan on August 31, 1989 as a private company with its liability limited by shares under the name of 'First Credit and Discount Corporation (Private) Limited', converted in to a public company. Subsequently, the name of the Company was changed to First Credit and Investment Bank Limited. During the year ended June 30, 2009, the Company was listed on the Karachi Stock Exchange limited by way of issue of shares to general public. The registered office of the Company is situated at 2nd floor, Sidco Avenue Centre, Stratchen Road, R.A. Lines, Karachi, Pakistan. The Company is an associated undertaking of Water and Power Development Authority (WAPDA) and National Bank of Pakistan (NBP) which each holds 30.77% holding in the Company.
- 1.2 The Company was licensed to undertake business of investment finance services as a Non-Banking Finance Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 ("the NBFC Rules") issued by the Securities and Exchange Commission of Pakistan (SECP). The license has been renewed and is valid till January 15, 2020. The medium to long term credit rating of the Company, rated by JCR-VIS Credit Rating Company, on December 30, 2016 is 'A-' and Short term rating of the Company is 'A-2'. The outlook of the rating is stable.
- 1.3 SECP vide SRO # 1160/(1)/2015 dated November 25, 2015 has made certain amendments in NBFCs & Notified Entities Regulations 2008 which inter alia also specify the minimum equity requirement for the companies undertaking business of deposit taking investment finance companies as Rs.750 million and non-deposit taking investment finance services as Rs.100 million. The Company has opted to act as deposit taking investment bank. SECP has granted extension till June 30, 2017 in meeting minimum equity requirement of Rs 750 million. However FCIBL can only raise Institutional deposit from its Sponsor i.e WAPDA and NBP till time it meets the Minimum Equity Requirement.

2 STATEMENT OF COMPLIANCE

This condensed interim financial information of the Company for the nine months period ended March 31, 2017 has been prepared in accordance with the requirements of the International Accounting Standard - 34 "Interim Financial Reporting Standards", provisions of and directives issued under the Companies Ordinance, 1984, the NBFC Rules, the Non-Banking Finance Companies and Notified Entities Regulations, 2008 ("the NBFC Regulations") and the other directives issued by the SECP. Wherever the requirements of the Ordinance, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP differ with the requirements of IFRS, the requirements of the Ordinance, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP shall prevail.

This condensed interim financial information does not include all the information required for full annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended June 30, 2016.

3 ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are same as those applied in the preparation of the annual financial statements for the year ended June 30, 2016.



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4 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are same as disclosed in the annual financial statements for the year ended June 30, 2016.

5 ACCOUNTING ESTIMATES AND JUDGMENTS

In preparing this condensed interim financial information, the significant judgments made by management in applying the Company's accounting policies and key sources of estimation are same as those applied by the Company in the annual financial statements for the year ended June 30, 2016.

6 PROPERTY AND EQUIPMENT

Additions and disposal during the period & year ended are as under:

	For the nine months period ended March 31, 2017		As at June 30, 2016	
	Unaudited		Audited	
	Additions (cost)	Disposal (book value)	Additions (cost)	Disposal (book value)
	----- Rupees -----			
Office Equipments	-	-	32,467	157,278
Computers	48,499	-	153,706	145,785
Air conditioner	-	-	80,628	210,956
Vehicles	720,700	1,506,800	-	-
	<u>769,199</u>	<u>1,506,800</u>	<u>266,801</u>	<u>514,019</u>

Note	As at March 31, 2017 Un-audited	As at June 30, 2016 Audited
 Rupees	

7 LONG-TERM INVESTMENTS

Held-to-maturity

Term Finance Certificates (TFCs) and Sukuk - unquoted		246,520,167	237,770,167
TFCs - quoted		69,929,059	69,933,653
		316,449,226	307,703,820
Less: Provision against investments	7.1	(196,412,943)	(202,972,943)
		120,036,283	104,730,877

Available-for-sale

TFCs - quoted		19,729,227	19,729,227
Less: Provision against investments	7.1	(19,729,227)	(18,028,265)
		-	1,700,962
Investment in shares - quoted		3,066,838	2,079,253
Total long-term investments		123,103,121	108,511,092
Less: Current portion of long-term investments		(36,366,411)	(22,657,971)
		86,736,710	85,853,121

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	Note	As at March 31, 2017 Un-audited Rupees	As at June 30, 2016 Audited
7.1 Provision against investments			
Opening balance		221,001,207	201,219,659
Provision/(Reversed) during the period/year		(4,859,038)	19,781,548
Closing balance		<u>216,142,169</u>	<u>221,001,207</u>
8 Long Term finance lease -net			
Lease rental receivable		1,528,704	-
Add:residual value of lease assets		333,400	-
Gross investment in finance lease		1,862,104	-
Less:Unearned finance lease Income		(191,786)	-
Net investment in finance lease		1,670,318	-
Less:Current maturity of investment in finance lease		(404,939)	-
		<u>1,265,379</u>	<u>-</u>
9 DEFERRED TAX ASSET			
<p>The management of the company has prepared financial projections the said projections are based on certain key assumptions made for the estimation of the recovery against provision. The determination of future taxable profit and recoveries are most sensitive to certain key assumption. A significant change in the key assumption and estimate may have an effect on the recovery of deferred tax asset. The management believes that the company will be able to achieve the recovery and profit projected in the financial projection and consequently the deferred tax asset accounted for in the financial statement will be fully realized in the future.</p>			
	Note	As at March 31, 2017 Un-audited Rupees	As at June 30, 2016 Audited
10 SHORT-TERM INVESTMENTS			
Available for sale			
Dewan Cement Limited -Pre- IPO TFCs	10.1	50,000,000	50,000,000
(Provision)TFC-Dewan Cement Limited	10.1	(6,930,383)	(6,930,383)
		<u>43,069,617</u>	<u>43,069,617</u>
Investment in shares - listed		21,293,112	13,497,707
Held-for-trading			
Investment in shares - listed		-	7,982,986
Investment in shares - Ready Future		-	74,129,460
		<u>64,362,729</u>	<u>138,679,770</u>
10.1 This investment has been calssified under loss category and accordingly made 100% provision after considering FSV of the collateral held as per NBFC and NE regulations.			
	Note	As at March 31, 2017 Un-audited Rupees	As at June 30, 2016 Audited
11 SHORT TERM PLACEMENT			
Placement -secured		-	100,000,000
Term Deposit Receipts		504,000,000	450,000,000
		<u>504,000,000</u>	<u>550,000,000</u>

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	As at March 31, 2017 Un-audited Rupees	As at June 30, 2016 Audited
12 CURRENT MATURITY OF NON-CURRENT ASSETS		
Long-term investments	36,366,411	22,657,971
Long-term Lease finance	404,939	-
Long-term loans and finances	22,003,707	22,130,585
	<u>58,775,057</u>	<u>44,788,556</u>
13 DEFICIT ON REVALUATION OF INVESTMENTS - net		
Available-for-sale investments		
<i>Listed Securities</i>		
Shares	<u>(4,984,725)</u>	<u>(10,524,449)</u>
14 LONG TERM SECURITY DEPOSIT AGAINST FINANCE LEASE	<u>333,400</u>	<u>-</u>
These represent lessee against finance lease and are adjustable against the residual value of the asset leased at the expiry of respective lease term.		
15 ACCRUED MARK-UP		
Secured		
Loans and borrowings including running finances and short-term borrowings	15.1 354,448	173,902
Unsecured		
Long-term certificate of deposit	<u>1,560,137</u>	<u>1,560,137</u>
	<u>1,914,585</u>	<u>1,734,039</u>
15.1	This include amount of Rs 187,396 (Jun 2016: Rs 106,504) due to National Bank of Pakistan, an associated undertaking.	
16 CONTINGENCIES AND COMMITMENTS		
16.1	There are no contingencies as at the balance sheet date.	
16.2 Commitments		
Stand-by letter of credit facility amounting to USD 575,000 to Hub Power Company Limited	<u>29,022,656</u>	<u>60,403,750</u>
	For the nine-months period ended March 31, 2017	For the nine-months period ended March 31, 2016
	Un-audited	Un-audited
 Rupees	
17 TAXATION		
Current	2,302,234	13,725,042
Deferred - net	<u>1,550,457</u>	<u>12,230,923</u>
	<u>3,852,691</u>	<u>25,955,965</u>
18 CASH AND CASH EQUIVALENTS		
Cash and bank balances	128,387,811	3,778,449
Short-term placements	504,000,000	465,000,000
Short-term running finance	(100,000,000)	-
Short-term repo borrowings	-	(100,000,000)
	<u>532,387,811</u>	<u>368,778,449</u>

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	For the nine-months period ended March 31, 2017 Un-audited Rupees	For the nine-months period ended March 31, 2016 Un-audited Rupees
19 EARNINGS PER SHARE (EPS)		
19.1 Basic EPS		
Earnings for the period	<u>9,242,284</u>	<u>55,176,259</u>
Weighted average number of shares outstanding	<u>65,000,000</u>	<u>65,000,000</u>
Earnings per share - basic	<u>0.14</u>	<u>0.85</u>

19.2 Diluted EPS

There is no dilution effect on the basic earning per share as the Company has no convertible dilutive potential ordinary shares outstanding on March 31, 2017.

20 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated undertaking, key management personnel and post employment benefit scheme. The Company in the normal course of business carries out transactions with various related parties.

Nature of relationship with related party	Nature of transactions and balances	For the nine-months period ended and as at March 31, 2017 Rupees	For the nine-months period ended March 31, 2016 and as at June 30, 2016 Rupees
Associate Undertakings	Transactions for the nine-months period:		
	National Bank of Pakistan		
	Markup - paid on long term loan	<u>11,882,877</u>	<u>3,592</u>
	Markup - paid on repo borrowing	<u>1,831,500</u>	<u>1,147,260</u>
	Rent paid	<u>2,468,062</u>	<u>2,177,529</u>
	Capital Gain on listed Shares	<u>305,680</u>	<u>-</u>
	Taurus Securities Limited		
	Brokerage expenses	<u>-</u>	<u>2,670</u>
	NBP Fullerton Asset Management Ltd (NAFA)		
	Capital gain on mutual fund	<u>-</u>	<u>240,671</u>



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Nature of relationship with related party	Nature of transactions and balances	For the nine-months period ended and as at March 31, 2017 Rupees	For the nine-months period ended March 31, 2016 and as at June 30, 2016 Rupees
Associate Undertakings	Transactions for the nine-months period:		
	Balances as at period-end/year - end		
	National Bank of Pakistan		
	Investment in shares at cost	<u>2,636,846</u>	<u>3,573,569</u>
	Long term Loan	<u>250,000,000</u>	<u>190,000,000</u>
Key management personnel	Transactions for the nine-month period:		
	Salaries, benefits and allowances	<u>9,975,828</u>	<u>10,075,903</u>
	Retirement benefits	<u>921,484</u>	<u>845,886</u>
	Return on long-term loans	<u>54,012</u>	<u>71,274</u>
	Balances as at period-end/year - end	<u>3,273,574</u>	<u>3,715,228</u>
Staff Retirement Plans	Transactions for the nine-month period:		
	Contributions made to staff retirement fund	<u>410,449</u>	<u>385,382</u>

21 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information are authorized for issue on April 22, 2017 by the Board of Directors of the Company.

22 CORRESPONDING FIGURES

In order to comply with the requirements of IAS 34 'Interim financial reporting', the condensed interim balance sheet has been compared with the balance of annual audited financial statements of preceding financial year. Whereas, the condensed interim profit and loss account, condensed interim statement of other comprehensive income, condensed interim statement of statement of changes in equity and condensed interim cash flow statement has been compared with the balances of comparable period of immediately preceeding financial year.

AHSANULLAH KHAN
President & CEO

MUHAMMAD NAEEMUDDIN
Director

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