

Half Yearly Report December 31, 2013



fcibank

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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BOARD OF DIRECTORS



Mr. Ziaullah Khan
Chairman



Mr. Wajahat A. Baqai
Director



Mr. Najib Tariq
Director



Mr. Imdad Ali Shaikh
Director



Mr. Shahzad Akhtar Shami
Director
(subject to approval from SECP)



Mr. Anwar-ul-Haq
Director



Mr. Muhammad Mohsin Ali
Acting Chief Executive



FIRST CREDIT AND INVESTMENT BANK LIMITED

COMPANY INFORMATION

AUDIT COMMITTEE:

Mr. Najib Tariq
Mr. Wajahat A. Baqai
Mr. Anwar -ul- Haq
Mr. Imdad Ali Shaikh

HR AND REMUNERATION COMMITTEE:

Mr. Imdad Ali Shaikh
Mr. Wajahat A. Baqai
Mr. Anwar-ul-Haq
Mr. Muhammad Mohsin Ali

INVESTMENT AND CREDIT COMMITTEE:

Mr. Najib Tariq
Mr. Wajahat A. Baqai
Mr. Imdad Ali Shaikh

COMPANY SECRETARY:

Mr. Muhammad Mohsin Ali

AUDITORS:

Rahman Sarfaraz Rahim Iqbal Rafiq
Chartered Accountants

LEGAL ADVISOR:

Mohsin Tayebaly & Company

BANKERS:

MCB Bank Limited
National Bank of Pakistan

SHARE REGISTRAR:

THK Associates (Pvt.) Limited
Ground Floor, State Life Building-3
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Karachi. 75530
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HEAD OFFICE / REGISTERED OFFICE:

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FIRST CREDIT AND INVESTMENT BANK LIMITED

DIRECTORS' REVIEW

On behalf of the directors of **First Credit & Investment Bank Limited** I have the honour to present the Directors' Review along with unaudited condensed interim financial statements of the Bank for the half-year ended December 31, 2013, duly reviewed by the auditors.

Operating Results

Financial results of the Bank are as under:

	For the half year ended	
	Dec 31, 2013	Dec 31, 2012
	(Unaudited)	
	(Rupees in thousand)	
Profit & Loss Account		
Total revenue	29,615	49,242
Operating profit	2,163	2,520
Profit/(loss) before tax	2,628	(2,191)
Profit after tax	2,120	866
Earning per share-basic & diluted (Rs.)	0.03	0.01

	As at	
	Dec 31, 2013	June 30, 2013
	(Unaudited)	(Audited)
Balance Sheet		
Shareholders' equity	652,572	650,452
Total assets	766,270	837,336

Due to slow down in the economic and investment activities, total income for the half year ended December 31, 2013 declined to Rs.29.615 million as compared to Rs.49.242 million for the half year ended December 31, 2012. However, due to reduction in financial expenses and admin expenses the Bank reports operating profit of Rs.2.16 million during the first half of the year ended December 31, 2013 as compared to operating profit of Rs. 2.52 million for the corresponding period last year. Further, after taking effect of provisions against nonperforming investments, the Bank was able to report profit before tax of Rs.2.63 million as against loss before tax of Rs.2.19 million for the corresponding period of previous year. Similarly, the Bank closed subject six months period with a profit after tax of Rs.2.12 million as compared to profit after tax of Rs.0.87 million for the corresponding half year last year. As a result, shareholders equity increased by Rs.2.12 million to Rs.652.57 million as at December 31, 2013 from Rs.650.45 million as at June 30, 2013. Total balance sheet footing as at December 31, 2013 was Rs.766.27 million as against Rs.837.34 million as at June 30, 2013. The decrease was mainly due to repayment of borrowed funds due to non-availability of viable business opportunities to deploy the funds with reasonable spread.



FIRST CREDIT AND INVESTMENT BANK LIMITED

Credit Rating

JCR-VIS Credit Rating Company Limited vide its report dated December 31, 2013 has maintained the medium to long-term entity rating of the Bank at 'A-' (Single A Minus). Short-term rating has been maintained at 'A-2' (A-Two).

Future Outlook & Strategy

In the backdrop of rate of inflation coupled with other economic indicators, SBP increased the policy rate by 100 bps, to 10.0% since July 1, 2013.

Vigilant to the changing market conditions, your bank has endeavoured to diversify its operations, optimize utilization of resources and increase revenue streams. Your Bank would continue to strive for quality assets, improve its infrastructure, and build capacity through training of existing personnel. To meet new challenges and avail opportunities it will endeavour to diversify products and services and upgrade skills.

Acknowledgement

The directors wish to place on record their gratitude to the shareholders, 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 Karachi Stock Exchange for their continued guidance and support. We acknowledge the hard work and dedication of our employees who are our real assets.

Karachi
February 26, 2014

By order of the Board

**Muhammad Mohsin Ali
Acting Chief Executive**



FIRST CREDIT AND INVESTMENT BANK LIMITED

AUDITORS' REPORT TO THE MEMBERS ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION

INTRODUCTION

We have reviewed the accompanying condensed interim balance sheet of **First Credit and Investment Bank Limited** as at December 31, 2013 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim cash flow statement together with the notes forming part thereof (herein-after referred to as the "condensed interim financial information") for the half year then ended. Management is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

The figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended December 31, 2012 and 2013 have not been reviewed, as we are required to review only the cumulative figures for the half year ended December 31, 2013.

SCOPE OF REVIEW

We conducted our review in accordance with International Standards on Review Engagements 2410, "Review of interim financial information Performed by the Independent Auditor of the Entity". A review of interim financial information consist of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as of and for the half year ended December 31, 2013 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan.

Karachi
Dated: February 26, 2014

Chartered Accountants
Engagement Partner: **Muhammad Waseem**



FIRST CREDIT AND INVESTMENT BANK LIMITED

CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)

AS AT DECEMBER 31, 2013

		December 31, 2013	June 30, 2013
	Note	Rupees (Un-audited)	Rupees (Audited)
ASSETS			
Non-Current Assets			
Property plant and equipment	6	6,854,588	8,272,110
Intangible assets		715,273	1,124,921
Long-term investments	7	263,771,089	265,544,107
Long-term loans and finances		46,125,143	48,224,092
Long-term security deposits		1,050,000	1,050,000
Deferred tax asset		92,612,721	92,717,867
		411,128,814	416,933,097
Current Assets			
Short-term investments	8	77,551,485	79,861,809
Short-term placements	9	125,701,705	170,000,000
Current portion of non current assets			
-Long-term investments		106,697,452	128,669,302
-Long-term loans and finances		8,232,463	7,928,082
Mark-up accrued		11,102,407	11,829,168
Advances prepayments and other receivables		4,567,144	2,342,296
Advance taxation - net		14,050,700	14,137,807
Cash and bank balances		7,237,571	5,634,049
		355,140,927	420,402,513
Total Assets		766,269,741	837,335,610
EQUITIES AND LIABILITIES			
Authorized capital			
		750,000,000	750,000,000
Issued, subscribed and paid-up capital			
Reserves		650,000,000	650,000,000
		2,571,592	451,534
		652,571,592	650,451,534
Deficit on revaluation of investments - net	10	(8,283,624)	(10,212,943)
Non - Current Liabilities			
Long term loan		31,250,000	62,500,000
Long-term certificate of deposit		5,000,000	17,500,000
		36,250,000	80,000,000
Current Liabilities			
Current portion of long-term loan		78,125,000	78,125,000
Short-term certificates of deposit		1,420,000	29,060,000
Accrued markup	11	3,218,638	4,851,743
Accrued expenses and other liabilities		2,968,135	5,060,276
		85,731,773	117,097,019
Contingencies and Commitments			
	12	-	-
Total Equity and Liabilities		766,269,741	837,335,610

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.


MUHAMMAD MOHSIN ALI
Acting Chief Executive


NAJIB TARIQ
Director

HALF YEARLY REPORT DECEMBER 2013



FIRST CREDIT AND INVESTMENT BANK LIMITED

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT –(UN-AUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2013

Note	For the		For the	
	six months period ended December 31, 2013	December 31, 2012	second quarter ended December 31, 2013	December 31, 2012
	----- Rupees -----			
Income				
Income from term finance and fund placements	6,916,080	1,153,393	3,349,081	335,095
Income from investments	19,512,118	45,276,317	9,546,790	19,131,875
Capital gains on disposal of securities	1,892,038	1,656,426	1,607,425	953,340
Dividend income	716,557	646,061	144,000	180,544
Fees and commission	313,387	289,553	109,198	239,553
Other Income	265,291	219,844	176,231	125,769
	29,615,471	49,241,593	14,932,725	20,966,175
Finance costs				
Mark-up on bank loans	5,700,890	10,458,279	2,714,041	4,602,731
Mark-up on other short term borrowings	-	9,198,197	-	2,850,956
Mark-up on short term running finance	141,635	77,831	12,433	(9,105)
Mark-up on certificates of deposits	1,567,575	2,754,074	528,806	1,423,676
Others	13,789	19,877	7,588	16,935
	7,423,889	22,508,258	3,262,868	8,885,193
Administrative and operating expenses	20,028,514	24,213,470	10,660,081	13,414,270
	27,452,403	46,721,728	13,922,949	22,299,463
Operating Profit / (Loss)	2,163,067	2,519,865	1,009,775	(1,333,288)
Provision for markup / income accrued	-	568,129	-	-
Provision for non performing investments	(1,201,679)	(8,303,151)	-	6,486,488
Provision for non performing finances	1,666,670	3,018,334	916,670	750,000
Unrealized loss on re-measurement of investments classified as held-for-trading	-	5,809	-	5,809
Profit / (Loss) before taxation	2,628,058	(2,191,014)	1,926,445	5,909,009
Taxation	13 (508,000)	3,057,301	(311,087)	(2,788,942)
			-	-
Profit / (Loss) after taxation	2,120,058	866,287	1,615,358	3,120,067
Earnings per share / Loss				
- basic and diluted	14 0.03	0.01	0.02	0.05

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.


MUHAMMAD MOHSIN ALI
Acting Chief Executive


NAJIB TARIQ
Director

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FIRST CREDIT AND INVESTMENT BANK LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2013

	December 31, 2013	December 31, 2012
	..... Rupees .....	..... Rupees
(Loss) / Profit after taxation	2,120,058	866,287
Other comprehensive income not transferred to equity		
(Losses) / Gains on remeasuring of investment classified 'as available for sale'	1,929,319	7,504,287
Total Comprehensive (loss) / income for the period	4,049,377	8,370,574

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.

MUHAMMAD MOHSIN ALI
Acting Chief Executive

NAJIB TARIQ
Director




FIRST CREDIT AND INVESTMENT BANK LIMITED

CONDENSED INTERIM CASH FLOW STATEMENT - (UN-AUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2013

	December 31, 2013	December 31, 2012
Note	..... Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	2,628,058	(2,191,014)
Less: Dividend income	(716,557)	(646,061)
Realised gain on sale of investment	-	-
Adjustments for:		
Depreciation	1,405,518	1,445,771
Amortisation	409,648	467,114
(Gain) on disposal of asset	(99,993)	(25,000)
Provision for the gratuity	150,000	397,096
Provision for interest/markup accrued	-	(568,129)
Provision for non performing finances	(1,666,670)	(3,018,334)
Provision for non performing investment	1,201,679	8,303,151
Unrealised loss on held- for- trading investments	-	(5,809)
	<u>1,400,182</u>	<u>6,995,860</u>
	3,311,683	4,158,785
(Increase) / decrease in current assets		
- Short-term Investments	4,239,643	157,661,764
- Short term placements	44,298,295	-
- Markup accrued	726,761	15,353,744
- Advances prepayments and other receivables	(2,374,848)	(3,554,349)
	<u>46,889,851</u>	<u>169,461,159</u>
Increase / (decrease) in current liabilities		
- Short-term borrowings	-	(129,162,800)
- Short-term investments	-	-
- Accrued markup	(1,633,105)	(6,348,000)
- Accrued and other liabilities	(2,092,141)	(5,629,259)
	<u>(3,725,246)</u>	<u>(141,140,059)</u>
Cash generated from operations	46,476,288	32,479,885
Gratuity contribution paid	-	(469,758)
Deferred cost paid	-	-
Income tax paid	(315,751)	(304,126)
	<u>(315,751)</u>	<u>(773,884)</u>
Net cash generated from operating activities	46,160,537	31,706,001
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions in property and equipment	-	(68,634)
Short-Term investment acquired	-	-
Sale proceeds from disposal of assets	112,000	25,000
Long-term investments proceeds	22,543,189	32,483,415
Dividend income received	716,557	646,061
Long-term loans and finances	3,461,239	(5,956,969)
Net cash (used in) investing activities	<u>26,832,985</u>	<u>27,128,873</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayments of long term loan	(31,250,000)	(31,250,000)
Long term certificate of deposit	(12,500,000)	3,300,000
Short-term running finance	-	(37,415,695)
Short term Certificate of deposit	(27,640,000)	5,425,000
Net cash (used in) financing activities	<u>(71,390,000)</u>	<u>(59,940,695)</u>
Net (decrease)/ increase in cash and cash equivalents	1,603,522	(1,105,821)
Cash and cash equivalents at the beginning of the period	<u>5,634,049</u>	<u>4,514,160</u>
Cash and cash equivalents at the end of the period	<u>7,237,571</u>	<u>3,408,339</u>

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.



MUHAMMAD MOHSIN ALI
Acting Chief Executive



NAJIB TARIQ
Director

HALF YEARLY REPORT DECEMBER 2013



FIRST CREDIT AND INVESTMENT BANK LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY - (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2013

	Issued, subscribed and paid-up capital	Revenue reserve		Total
		Statutory reserve	Unappro- priated profit	
..... (Rupees)				
Balance as at July 01, 2012	650,000,000	117,663,484	(110,880,633)	656,782,851
Total comprehensive income for the period				
Profit for the period	-	-	866,287	866,287
Transfer to statutory reserve	-	-	-	-
Balance as at December 31, 2012	650,000,000	117,663,484	(110,014,346)	657,649,138
Balance as at January 01, 2013	650,000,000	117,663,484	(110,014,346)	657,649,138
Total comprehensive income for the period				
Loss for the period			(7,197,604)	(7,197,604)
Transfer to statutory reserve				
Balance as at June 30, 2013	650,000,000	117,663,484	(117,211,950)	650,451,534
Balance as at July 01, 2013	650,000,000	117,663,484	(117,211,950)	650,451,534
Total comprehensive income for the period				
Profit for the period	-	-	2,120,058	2,120,058
Transfer to statutory reserve	-	-	-	-
Balance as at December 31, 2013	650,000,000	117,663,484	(115,091,892)	652,571,592

The annexed notes from 1 to 17 form an integral part of these condensed interim financial statements.



MUHAMMAD MOHSIN ALI
Acting Chief Executive



NAJIB TARIQ
Director

HALF YEARLY REPORT DECEMBER 2013



FIRST CREDIT AND INVESTMENT BANK LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS - (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2013

1 STATUS AND NATURE OF BUSINESS

First Credit and Investment Bank Limited ("the Company") was incorporated in Pakistan on August 31, 1989 as a private limited company under the name of First Credit and Discount Corporation (Private) Limited. Subsequently, the name of the Company was changed to First Credit and Investment Bank Limited. During the year 2008-09, the Company was listed on the Karachi Stock Exchange by way of issue of shares to general public. The Company is an associated undertaking of Water and Power Development Authority (WAPDA) and National Bank of Pakistan (NBP).

The Company is licensed to undertake business of investment finance services as a Non-Banking Finance Company ("NBFC") under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 ("the NBFC Rules") issued by the Securities and Exchange Commission of Pakistan (SECP) [previously described under SRO 585(1)/87 dated July 13, 1987 issued by the Ministry of Finance, Government of Pakistan.

The medium to long term credit rating of the company rated dated 31 December, 2013 by JCR-VIS Credit Rating Company limited is 'A-' with a negative outlook. Short term rating of the Company is 'A-2'.

2 STATEMENT OF COMPLIANCE

This condensed interim financial information of the company for the six months period ended December 31, 2013 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 directives issued by 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 have been followed.

The SECP has deferred the applicability of International Accounting Standards, IAS-39, 'Financial Instruments: Recognition and measurement' and IAS-40, 'Investment Property' through Circular No.19 dated August 13, 2003 to NBFCs providing investment finance services, discounting services and housing finances services. The SECP has also deferred the applicability of International Financial Reporting Standard, IFRS-7, 'Financial Instruments: Disclosures' through Circular No. 411(1)/2008 dated April 28, 2008 to NBFCs providing investment finance services, discounting services and housing finance services. Accordingly, the requirements of these standards have not been considered in preparation of these condensed interim financial statements.

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 as at June 30, 2013.

3 ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements for the year ended as on June 30, 2013 except as follows:

3.1 Adoption of new accounting standards

The company has adopted the following amended IFRS and related interpretations which became effective during the period:



FIRST CREDIT AND INVESTMENT BANK LIMITED

- IFRS 7 - Financial Instruments: Disclosures
- IAS 24 - Related Party Disclosures Revised)
- IFRIC 14 - Prepayments of a Minimum funding Requirement (Amendment)

In May 2010, International Accounting Standards Board (IASB) issued amendments to various standards primarily with a view to removing inconsistencies and clarifying wording. These improvements are listed below:

- IFRS 7 - Financial Instruments Disclosures
 - Clarification of disclosures
- IAS 1 - Presentation of Financial Statements
 - Clarification of Statement of changes in equity
- IFRIC 13 - Presentation of Financial Statements
 - Fair Value of award credits

The adoption of the above standards, amendments, interpretations and improvements did not have any effect on these condensed interim financial statements.

4 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended June 30, 2013.

5 ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of this condensed interim financial information is in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Actual results may differ from these estimates.

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 were the same as those that applied to the preceding published financial statements as at and for the year ended June 30, 2013.

6 PROPERTY PLANT AND EQUIPMENT

	31-Dec-13		30-June-13	
	Additions	Disposals	Additions	Disposals
	Rupees		Rupees	
- Furniture and fixtures	-	218,920	-	79,200
- Office Equipments	-	39,000	16,820	195,799
- Computers	-	93,108	196,583	445,395
- Air conditioner	-	1,277	-	-
- Leasehold property	-	665,218	-	-
- Vehicles	-	-	-	1,112,560
	-	1,017,523	213,403	1,832,954



FIRST CREDIT AND INVESTMENT BANK LIMITED

	Note	31-Dec-13	30-Jun-13
		..... Rupees	
7. LONG-TERM INVESTMENTS			
Held-to-maturity			
- Term finance certificates - unquoted		442,203,917	462,886,644
- Term finance certificates - quoted		49,828,752	49,839,330
		492,032,669	512,725,974
Less : Provision against investments	7.1	(193,196,273)	(193,196,273)
Available-for-sale			
- Government securities-PIB's	7.2	49,655,293	49,619,700
- Term finance certificates - quoted		21,313,375	22,261,014
- Investment in shares-Listed		3,066,835	2,802,994
Less : Provision against Investments		(2,403,358)	-
Less : Current portion of Investments		(106,697,452)	(128,669,302)
		263,771,089	265,544,107
7.1 Provision for non-performing TFC's /Sukuk			
Opening balance		193,196,273	182,993,496
Charge during the period/year		-	10,202,777
		193,196,273	193,196,273
7.2 These include investment in government securities to comply with the requirement of regulation 14(4) (i) of NBFC Regulations.			
8 SHORT-TERM INVESTMENTS			
Available for sale			
- Pre- IPO TFCs	8.1	50,000,000	50,000,000
- Investment in shares-Listed		19,813,140	21,488,475
- Investments in mutual funds		17,738,345	18,373,334
- Investment in preference shares		15,000,000	15,000,000
		102,551,485	104,861,809
Less: Provision against investment		(25,000,000)	(25,000,000)
		77,551,485	79,861,809
8.1 This Pre-IPO investment was made for a period of five years at the rate of 6- months Kibor + 2% and secured by way of first pari passu charge over assets of the investee company. The company has made provision in respect thereof in accordance with the NBFC Regulations.			
9 SHORT TERM PLACEMENT			
Unsecured placements		-	170,000,000
Secured under reverse repurchase agreement of securities	9.1	125,701,705	-
		125,701,705	170,000,000
9.1 This represents funds placement under repurchase agreement with National Bank of Pakistan, (June 30, 2013: Nil) an associated undertaking.			



FIRST CREDIT AND INVESTMENT BANK LIMITED

	31-Dec-13	30-Jun-13
	..... Rupees .....	..... Rupees
10 Deficit on Revaluation of Investments - net Available-for-sale - Quoted Securities		
Shares	(8,836,162)	(10,197,587)
Term finance certificates	58,987	51,375
Mutual funds	893,628	528,618
Available-for-sale - Quoted Securities		
Government Securities PIBs	(615,503)	(915,921)
Deferred tax on surplus on PIBs	215,426	320,572
	(400,077)	(595,349)
	<u>(8,283,624)</u>	<u>(10,212,943)</u>
	Note	
	31-Dec-13	30-Jun-13
	..... Rupees .....	..... Rupees
11 ACCRUED MARKUP		
Secured		
- Loans and borrowings including running finances	11.1 2,722,413	3,528,644
Unsecured		
- Certificates of deposit	496,225	1,323,099
	<u>3,218,638</u>	<u>4,851,743</u>
11.1 This amount due to National Bank of Pakistan, (June 30, 2013: Rs.3,528,644/-) an associated undertaking.		
	31-Dec-13	30-Jun-13
	..... Rupees .....	..... Rupees
12 CONTINGENCIES AND COMMITMENTS		
Commitments		
Bank guarantee	5,000,000	5,000,000
Stand-by letter of credit facility	60,691,250	56,375,712
12.1 There are no contingencies existed at the balance sheet date.		
	31-Dec-13	31-Dec-12
	..... Rupees .....	..... Rupees
13 TAXATION		
- Current	508,000	304,126
- Deferred taxation	-	(3,361,427)
	<u>508,000</u>	<u>(3,057,301)</u>
14 EARNINGS/(LOSS) PER SHARE - BASIC AND DILUTED		
Earnings for the period	2,120,058	866,287
Weighted average number of shares	65,000,000	65,000,000
Earnings per share - basic and diluted	<u>0.03</u>	<u>0.01</u>

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15 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 of the related party with the company	Nature of Transaction	31-Dec-13 Rupees	31-Dec-12 Rupees
Associate	Mark-up accrued on long-term loan	5,700,890	10,458,279
	Mark-up on short-term running finance	141,635	77,831
	Mark-up on Repo Borrowing	-	8,289,291
	Rent Paid	1,055,672	1,055,672
	Balance at period ended	109,375,000	271,875,000
Key management personnel	Salaries, benefits and other allowances	3,896,993	7,192,108
	Retirement benefits	411,834	962,651
	Return on long-term loans	118,440	192,837
	Balance at period ended	8,962,185	14,941,121
FCIBL Provident and Gratuity Fund	Contributions made to staff retirement plans	612,134	1,378,975

16 DATE OF AUTHORIZATION FOR ISSUE

This interim financial information were authorized for issue on February 26, 2014 by the Board of Directors of the .Company

17 GENERAL

- Figures have been rounded off to the nearest rupee.

MUHAMMAD MOHSIN ALI
Acting Chief Executive

NAJIB TARIQ
Director

