

Quarterly  
Report  
March 31,  
**2015**



**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. Wajahat A. Baqai**  
Chairman



**Mr. Ahsanullah Khan**  
President & CEO



**Mr. Najib Tariq**  
Director



**Mr. Asad Ullah Saleem**  
Director



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



**Mr. Anwar-ul-Haq**  
Director



**Mr. Muhammad Naeemuddin**  
Director



**Mr. Saghir Ahmed**  
Director  
(subject to approval from SECP)



## **FIRST CREDIT AND INVESTMENT BANK LIMITED**

### **COMPANY INFORMATION**

#### **AUDIT COMMITTEE:**

Mr. Najib Tariq Chairman  
Mr. Anwar-ul-Haq  
Mr. Muhammad Naeemuddin

#### **HR AND REMUNERATION COMMITTEE:**

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

#### **COMPANY SECRETARY:**

Mr. Muhammad Mohsin Ali

#### **AUDITORS:**

M/s. Anjum Asim Shahid Rahman  
Chartered Accountants

#### **LEGAL ADVISOR:**

Ahmed & Qazi

#### **BANKERS:**

MCB Bank Limited  
National Bank of Pakistan

#### **SHARE REGISTRAR:**

THK Associates (Pvt.) Limited  
Second Floor, State Life Building-3  
Dr. Ziauddin Ahmed Road,  
Karachi. 75530  
Ph. # +92 (21) 111-000-322  
Fax # +92 (21) 35655595

#### **HEAD OFFICE / REGISTERED OFFICE:**

2nd Floor, Sidco Avenue Centre,  
Stratchen Road, Karachi - 74200  
Pakistan.  
Ph. # : 35658750-1, 35670452, 35688490  
Fax. # : 35689331, 35686310  
E-mail: info@fcibank.com.pk  
Website: www.fcibank.com.pk

**QUARTERLY REPORT MARCH 2015**



## FIRST CREDIT AND INVESTMENT BANK LIMITED

### DIRECTORS' REVIEW

On behalf of the Board of Directors, I have the honour of presenting the un-audited financial statements of **First Credit & Investment Bank Limited** for the nine-months ended March 31, 2015.

#### Operating Results

Financial results of the Bank are as under:

	For the nine months period ended	
	March 31, 2015	March 31, 2014
	(Unaudited)	
	(Rupees in thousand)	
<b>Profit &amp; Loss Account</b>		
Total revenue	68,491	45,028
Operating profit	27,070	4,265
Profit before tax	30,063	5,231
Profit after tax	25,656	4,020
Earning per share (Rs.)	0.39	0.06

	As at	
	March 31, 2015	June 30, 2014
	(Unaudited)	(Audited)

#### Balance Sheet

Shareholders' equity	675,074	649,418
Total assets	708,608	737,554

Despite slowdown in investment activities and restriction imposed by SECP on raising deposits, total income for the nine months ended March 31, 2015 increased to Rs.68.49 million as compared to Rs.45.03 million for the nine months ended March 31, 2014. Similarly, the Company reports operating profit of Rs.27.07 million during the period ended March 31, 2015 as compared to operating profit of Rs. 4.27 million for the corresponding period last year showing a significant increase of Rs.22.80 million. Further, after taking net effect of provisions and reversals against nonperforming investments, the Company was able to report profit before tax of Rs.30.06 million as against Rs.5.23 million for the corresponding period of previous year. Similarly, the Company closed subject nine months period with a profit after tax of Rs.25.66 million as compared to profit after tax of Rs.4.02 million for the corresponding nine months of last year. As a result, shareholders equity increased by Rs.25.66 million to Rs.675.07 million as at March 31, 2015 from Rs.649.42 million as at June 30, 2014. Total balance sheet footing as at March 31, 2015 is Rs.708.61 million as against Rs.737.55 million as at June 30, 2014. The decrease is mainly due to the net effect of profit after tax and repayment of bank borrowings.



## FIRST CREDIT AND INVESTMENT BANK LIMITED

### **Credit Rating**

JCR-VIS Credit Rating Company Limited vide its report dated December 24, 2014 maintained 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 improved from 'Negative' to 'Stable'.

### **Future Outlook**

In the backdrop of the low inflation figures and substantial reduction in international oil prices, State Bank of Pakistan has reduced the policy rate by 200 bps since July 2014.

We are vigilant for diversifying our business and increasing revenue streams, which hopefully will be forthcoming with improvement in economic and business conditions of the country. Your Company would endeavour to restore reasonable quality of its assets, improve its infrastructure, recover non-performing assets, build capacity through training of existing personnel and hiring key 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 Karachi Stock Exchange for their continued guidance and support. We also acknowledge hard work and dedication of the employees.

**By order of the Board**

**Ahsanullah Khan**  
**President & Chief Executive**

Karachi  
April 25, 2015



## FIRST CREDIT AND INVESTMENT BANK LIMITED

### CONDENSED INTERIM BALANCE SHEET

AS AT MARCH 31, 2015

	Note	March 31, 2015 ..... Rupees (Un-audited)	June 30, 2014 ..... (Audited)
<b>ASSETS</b>			
<b>Non -Current Assets</b>			
Fixed assets			
- Property and equipment	6	5,847,477	6,101,657
- Intangible assets		211,454	496,727
Long-term investments	7	206,369,087	413,543,663
Long-term loans and finances		36,347,591	41,983,792
Long-term security deposits		50,000	50,000
Deferred tax assets -net		94,195,333	92,526,192
		<b>343,020,942</b>	554,702,031
<b>Current Assets</b>			
Short-term investments	8	55,247,873	71,319,699
Short-term placements		235,000,000	-
Current portion of			
- Long-term investments		41,765,526	63,127,188
- Long-term loans and finances		7,461,878	9,380,833
Accrued Mark-up		10,850,069	23,742,603
Advances prepayments and other receivables		1,618,943	1,111,621
Advance taxation - net		9,302,415	13,788,017
Cash and bank balances		4,340,957	381,619
		<b>365,587,661</b>	182,851,580
		<b>708,608,603</b>	737,553,611
<b>EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS' EQUITY</b>			
<b>Authorized share capital</b>			
75,000,000 (June 30, 2014: 75,000,000) shares of Rs. 10 each		<b>750,000,000</b>	750,000,000
Issued, subscribed and paid-up share capital			
65,000,000 (June 30, 2014: 65,000,000) shares of Rs. 10 each		650,000,000	650,000,000
Reserves		25,073,536	(582,510)
		675,073,536	649,417,490
<b>Deficit on revaluation of investments - net</b>	9	<b>(11,692,874)</b>	(10,385,063)
<b>LIABILITIES</b>			
<b>Non-Current Liabilities</b>			
Long-term certificate of deposit		5,000,000	5,000,000
Deferred liability - staff gratuity		3,382,358	3,168,454
		<b>8,382,358</b>	8,168,454
<b>Current Liabilities</b>			
Short-term running finance		-	3,238,403
Current portion of long-term loan		31,250,000	78,125,000
Accrued markup	10	1,917,701	2,784,511
Accrued expenses and other liabilities		3,677,882	6,204,816
		36,845,583	90,352,730
<b>CONTINGENCIES AND COMMITMENTS</b>			
	11	-	-
		<b>708,608,603</b>	737,553,611

The annexed notes from 1 to 16 form an integral part of these condensed interim financial information.

AHSANULLAH KHAN  
President & CEO

MUHAMMAD NAEEMUDDIN  
Director

QUARTERLY REPORT MARCH 2015





## FIRST CREDIT AND INVESTMENT BANK LIMITED

### CONDENSED INTERIM INCOME STATEMENT

FOR THE PERIODS ENDED MARCH 31, 2015

Note	For the nine months period ended		For the three month ended	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
(Un-audited) Rupees				
<b>INCOME</b>				
Income from finances and fund placements	15,110,808	11,627,876	7,964,418	4,711,796
Income from investments	50,336,510	32,642,044	7,721,140	10,521,331
Fees and commission	306,645	413,006	102,135	99,619
Other income	2,736,768	344,662	1,142,094	79,371
	<b>68,490,731</b>	<b>45,027,588</b>	<b>16,929,787</b>	<b>15,412,117</b>
<b>EXPENDITURES</b>				
<b>Finance cost</b>				
Mark-up on bank loan	3,701,382	8,156,956	777,153	2,456,066
Mark-up on repo borrowings	4,571,084	-	1,830,774	-
Mark-up on short term running finance	513,648	141,635	-	-
Mark-up on certificates of deposits	431,644	1,747,347	141,781	179,772
Others	21,852	31,505	4,028	17,716
	<b>9,239,610</b>	<b>10,077,443</b>	<b>2,753,736</b>	<b>2,653,554</b>
Administrative and operating expenses	32,181,120	30,684,757	8,632,935	10,656,243
	<b>41,420,730</b>	<b>40,762,200</b>	<b>11,386,671</b>	<b>13,309,797</b>
<b>Operating income</b>	<b>27,070,001</b>	<b>4,265,388</b>	<b>5,543,116</b>	<b>2,102,320</b>
<b>(Provision) / Reversals</b>				
(Provision)/reversal for non performing investments net	(1,900,000)	(618,349)	(1,075,000)	583,330
Reversal of provision for non performing finances net	-	1,666,670	-	-
Reversal of provision for accrued mark-up	8,789,832	-	-	-
Unrealized loss on re-measurement of investments classified as held-for-trading	(596,540)	(82,915)	(613,567)	(82,915)
Impairment in investments classified as available-for-sale	(2,686,952)	-	-	-
	<b>30,676,341</b>	<b>5,230,794</b>	<b>3,854,549</b>	<b>2,602,735</b>
Workers welfare fund	(613,436)	-	(77,000)	-
<b>INCOME BEFORE TAXATION</b>	<b>30,062,905</b>	<b>5,230,794</b>	<b>3,777,549</b>	<b>2,602,735</b>
Taxation	12 (4,406,859)	(1,211,001)	(2,255,406)	(703,001)
<b>INCOME FOR THE PERIOD</b>	<b>25,656,046</b>	<b>4,019,793</b>	<b>1,522,143</b>	<b>1,899,734</b>
<b>Earnings per share -basic and diluted</b>	13 <b>0.39</b>	0.06	<b>0.02</b>	0.03

The annexed notes from 1 to 16 form an integral part of these condensed interim financial information



AHSANULLAH KHAN  
President & CEO



MUHAMMAD NAEEMUDDIN  
Director

QUARTERLY REPORT MARCH 2015



## FIRST CREDIT AND INVESTMENT BANK LIMITED

### CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIODS ENDED MARCH 31, 2015

	For the nine months period ended		For the three months ended	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
	----- (Un-audited) ----- ----- Rupees -----			
<b>INCOME FOR THE PERIOD</b>	<b>25,656,046</b>	<b>4,019,793</b>	<b>1,522,143</b>	<b>1,899,734</b>
Other comprehensive income				
<b>Items that may be reclassified to profit and loss account subsequently:</b>				
Loss on remeasurement of investment classified as 'available for sale'	<b>(1,307,811)</b>	<b>(1,055,234)</b>	<b>(723,620)</b>	<b>(2,984,553)</b>
<b>Items that will not be subsequently reclassified to profit and loss account:</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b><u>24,348,235</u></b>	<b><u>2,964,559</u></b>	<b><u>798,523</u></b>	<b><u>(1,084,819)</u></b>

The annexed notes from 1 to 16 form an integral part of these condensed interim financial information.

AHSANULLAH KHAN  
President & CEO

MUHAMMAD NAEEMUDDIN  
Director

QUARTERLY REPORT MARCH 2015



## FIRST CREDIT AND INVESTMENT BANK LIMITED

### CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

AS AT MARCH 31, 2015

	Issued, subscribed and paid-up capital	Reserves		Total	Total shareholders' equity
		Capital Statutory reserve	Revenue Unappropriated profit		
<u>Un-audited</u>					
<u>Rupees</u>					
Balance as at July 01, 2013	650,000,000	117,663,484	(117,211,950)	451,534	650,451,534
Transactions with other than owners of equity:					
- Income for the period	-	-	4,019,793	4,019,793	4,019,793
- Transfer to statutory reserve	-	803,959	(803,959)	-	-
Balance as at March 31, 2014	650,000,000	118,467,443	(113,996,116)	4,471,327	654,471,327
<b>Balance as at July 01, 2014</b>	<b>650,000,000</b>	<b>118,274,313</b>	<b>(118,856,823)</b>	<b>(582,510)</b>	<b>649,417,490</b>
Transactions with other than owners of equity:					
- Income for the period	-	-	25,656,046	25,656,046	25,656,046
- Transfer to statutory reserve	-	5,131,209	(5,131,209)	-	-
<b>Balance as at March 31, 2015</b>	<b>650,000,000</b>	<b>123,405,522</b>	<b>(98,331,986)</b>	<b>25,073,536</b>	<b>675,073,536</b>

The annexed notes from 1 to 16 form an integral part of these condensed interim financial information.

AHSANULLAH KHAN  
President & CEO

MUHAMMAD NAEEMUDDIN  
Director

QUARTERLY REPORT MARCH 2015



## FIRST CREDIT AND INVESTMENT BANK LIMITED

### CONDENSED INTERIM CASH FLOW STATEMENT

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2015

	March 31, 2015	March 31, 2014
	Un-audited	Un-audited
	Rupees	Rupees
<b>Cash flows from operating activities</b>		
Income before taxation	30,062,905	5,230,794
<b>Adjustments for non-cash and other items:</b>		
Depreciation	2,105,316	2,109,681
Amortisation	285,273	614,471
Reversal of provision for accrued mark-up	(8,789,832)	-
Reversal of provision for non-performing finances	-	(1,666,670)
Provision for non performing investment	1,900,000	618,349
Unrealised loss on held-for-trading investments	596,540	82,915
Impairment in investments classified as available-for-sale	2,686,952	-
Dividend income	(963,261)	(940,307)
Gain on disposal of property and equipment	(2,546,000)	(99,993)
Provision for gratuity	213,904	300,000
Workers welfare fund	613,436	-
	(3,897,672)	1,018,446
	<u>26,165,233</u>	<u>6,249,240</u>
<b>(Increase) / decrease in current assets</b>		
Short-term investments	15,475,286	4,593,244
Short-term placements	(235,000,000)	170,000,000
Accrued mark-up	21,682,366	(876,350)
Advances, prepayments and other receivables	(507,322)	(772,327)
	(198,349,669)	172,944,567
<b>Increase / (decrease) in current liabilities</b>		
Short-term running finance	(3,238,403)	-
Accrued mark-up	(866,810)	(1,772,223)
Accrued expenses and other liabilities	(3,140,371)	(504,552)
	(7,245,584)	(2,276,775)
<b>Cash (used in) / generated from operations</b>	<u>(179,430,020)</u>	<u>176,917,032</u>
Income tax paid	(1,590,398)	(278,673)
<b>Net cash (used in) / generated from operating activities</b>	<u>(181,020,418)</u>	<u>176,638,359</u>
<b>Cash flows from investing activities</b>		
Additions in property and equipments	-	(165,379)
Proceeds from disposal of property and equipment	694,864	112,000
Proceeds from disposal of investments	224,541,475	(94,527,226)
Dividend received	963,261	731,531
Long-term loans and finances recovered - net of disbursement	5,655,156	1,419,139
<b>Net cash generated from investing activities</b>	<u>231,854,756</u>	<u>(92,429,935)</u>
<b>Cash flows from financing activities</b>		
Long-term loan repaid	(46,875,000)	(46,875,000)
Short-term certificate of deposit repaid	-	(12,500,000)
Long term certificate of deposit repaid	-	(28,040,000)
<b>Net cash used in financing activities</b>	<u>(46,875,000)</u>	<u>(87,415,000)</u>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<u>3,959,338</u>	<u>(3,206,575)</u>
<b>Cash and cash equivalents at the beginning of the period</b>	<u>381,619</u>	<u>5,634,049</u>
<b>Cash and cash equivalents at the end of the period</b>	<u>4,340,957</u>	<u>2,427,474</u>

The annexed notes from 1 to 16 form an integral part of these condensed interim financial information.

AHSANULLAH KHAN  
President & CEO

MUHAMMAD NAEEMUDDIN  
Director

QUARTERLY REPORT MARCH 2015



## FIRST CREDIT AND INVESTMENT BANK LIMITED

### NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION

FOR THE NINE-MONTH PERIOD ENDED MARCH 31, 2015

#### 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); who, each at the period-end holds 30.67% and 30.67% of the total outstanding shares as at the period end.

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).

The medium-to-long term credit rating of the Company as at December 24, 2014 by JCR-VIS Credit Rating Company Limited is 'A-' with a stable outlook. Whereas, short-term credit rating of the Company is 'A-2'.

**1.2** Minimum equity requirement as per Non-Banking Finance Companies & Notified Entities Regulations 2008 for the companies undertaking investment finance services as at December 31, 2014 is Rs. 1.0 billion (December 31, 2013: Rs. 1.0 billion). The Non-Banking Financial Sector Reform Committee of the SECP in its report issued for public comments in March 2013 has suggested that the minimum equity for companies undertaking investment finance services be fixed at Rs. 300 million for the time being, and to be enhanced to Rs. 600 million by June 30, 2016 and to further enhance to Rs.1.0 billion by June 30, 2018. In view of the above, the Company awaits finalization of the minimum equity requirement to be complied by, and has therefore, not applied to SECP for seeking relaxation regarding meeting the minimum equity requirement under regulation 4 of Non-Banking Finance Companies & Notified Entities Regulations 2008.

Subsequent to the period end, the SECP has granted permission to raise deposits through issue of certificate of deposits to investors which are other than individuals and charitable institutions.

#### 2 STATEMENT OF COMPLIANCE

This condensed interim financial information of the Company for the nine months period ended March 31, 2015 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, 2014.

#### 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, 2014.



## FIRST CREDIT AND INVESTMENT BANK LIMITED

### 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, 2014.

### 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, 2014.

### 6 PROPERTY AND EQUIPMENT

Additions and disposals for the period/year are as under:

	For the nine months period ended March 31, 2015		For the year ended June 30, 2014	
	Additions (cost)	Disposals (book value)	Additions (cost)	Disposals (book value)
	Un-audited		Audited	
	Rupees		Rupees	
Furniture and fixtures	-	-	-	7,730
Office Equipments	-	-	127,305	-
Computers	-	-	452,898	-
Air conditioner	-	-	81,000	4,279
Vehicles	<b>1,851,137</b>	-	-	-
	<b>1,851,137</b>	-	661,203	12,009

Fully depreciated assets having cost of Rs. 3,173,230/- have been disposed off during the nine months period ended March 31, 2015.

Note	As at March 31, 2015 Un-audited	As at June 30, 2014 Audited
	..... Rupees .....	

### 7 LONG-TERM INVESTMENTS

#### Held-to-maturity

Term finance certificates and Sukuk - unquoted	<b>375,171,027</b>	427,951,399
Term finance certificates - quoted	<b>49,801,611</b>	49,818,173
	<b>424,972,638</b>	477,769,572
Less: Provision against investments	<b>(194,262,942)</b>	(192,362,942)
	<b>230,709,696</b>	285,406,630
Government securities (Pakistan Investment Bonds)	-	172,266,812
	<b>230,709,696</b>	457,673,442

#### Available-for-sale

Term finance certificates - quoted	<b>20,416,221</b>	21,313,376
Less: Provision against investments	<b>(4,806,716)</b>	(4,806,716)
	<b>15,609,505</b>	16,506,660
Investment in shares - quoted	<b>1,815,412</b>	2,490,749
Total long-term investments	<b>17,424,917</b>	18,997,409
Less: Current portion of long-term investments	<b>(41,765,526)</b>	(63,127,188)
	<b>206,369,087</b>	413,543,663



## FIRST CREDIT AND INVESTMENT BANK LIMITED

	Note	As at March 31, 2015 Un-audited ..... Rupees .....	As at June 30, 2014 Audited
<b>7.1 Provision against investments</b>			
Opening balance		(192,362,942)	(193,196,272)
(Charged) / Reversed during the period/year		(1,900,000)	833,330
Closing balance		<u>(194,262,942)</u>	<u>(192,362,942)</u>

### 8 SHORT-TERM INVESTMENTS

#### Held-to-maturity

- Government securities-T-Bills	8.1	914,424	-
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#### Available for sale

Pre- IPO term finance certificates	8.2	50,000,000	50,000,000
Less: Provision against investment	8.2	(25,000,000)	(25,000,000)
		<b>25,000,000</b>	<b>25,000,000</b>

Investment in shares - quoted		11,597,200	16,609,022
Investments in mutual funds		-	11,588,802
Investment in preference shares		15,000,000	15,000,000

#### Held-for-trading

Investment in shares - quoted		2,736,249	3,121,875
		<u>55,247,873</u>	<u>71,319,699</u>

**8.1** These represents investments in government securities to comply with the requirement of regulation 14(4)(i) of the Non-Banking Finance Companies and Notified Entities Regulation, 2008.

**8.2** The investment was made for a period of five years at the rate of six-months Kibor + 2%. This is 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.

	Note	As at March 31, 2015 Un-audited ..... Rupees .....	As at June 30, 2014 Audited
<b>9 DEFICIT ON REVALUATION OF INVESTMENTS - net</b>			

Available-for-sale investments			
Listed Securities			
Shares		(11,751,861)	(11,188,136)
Term finance certificates		58,987	58,987
Mutual funds		-	744,086
		<u>(11,692,874)</u>	<u>(10,385,063)</u>



## FIRST CREDIT AND INVESTMENT BANK LIMITED

	Note	As at March 31, 2015 Un-audited ..... Rupees .....	As at June 30, 2014 Audited
<b>10 ACCRUED MARK-UP</b>			
<b>Secured</b>			
Loans including running finances	10.1	777,153	2,075,607
<b>Unsecured</b>			
Long-term certificate of deposit		<u>1,140,548</u>	<u>708,904</u>
		<u>1,917,701</u>	<u>2,784,511</u>
<b>10.1</b> This amount is due to National Bank of Pakistan, an associated undertaking.			
	Note	As at March 31, 2015 Un-audited ..... Rupees .....	As at June 30, 2014 Audited
<b>11 CONTINGENCIES AND COMMITMENTS</b>			
<b>11.1 Commitments</b>			
Bank guarantee - secured by way of lien on long-term certificate of deposit		<u>5,000,000</u>	<u>5,000,000</u>
Stand-by letter of credit facility amounting to USD 575,000 to Hub Power Company Limited		<u>58,908,750</u>	<u>57,183,750</u>
<b>11.2</b> There are no contingencies at the balance sheet date.			
		For the nine-month period ended March 31, 2015 Un-audited ..... Rupees .....	For the nine-month period ended March 31, 2014 Un-audited
<b>12 TAXATION</b>			
Current		<u>6,076,000</u>	1,211,001
Deferred - net		<u>(1,669,141)</u>	-
		<u>4,406,859</u>	<u>1,211,001</u>
<b>13 EARNINGS PER SHARE (EPS)</b>			
<b>13.1 Basic EPS</b>			
Earnings for the period		<u>25,656,046</u>	<u>4,019,793</u>
Weighted average number of shares outstanding		<u>65,000,000</u>	<u>65,000,000</u>
Earnings per share - basic		<u>0.39</u>	<u>0.06</u>





## FIRST CREDIT AND INVESTMENT BANK LIMITED

### 13.2 Diluted EPS

There is no dilution effect on the basic earnings per share as the Company has no convertible dilutive potential ordinary shares outstanding on March 31, 2015.

### 14 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-month period ended and as at March 31, 2015 Rupees	For the nine-month period ended March 31, 2014 and as at June 30, 2014 Rupees
<b>Associate</b>	<b>Transactions for the nine-month period:</b>		
	Rent paid	1,979,449	1,583,508
	Mark-up paid on long-term loan	2,924,229	5,705,098
	Mark-up paid on short-term running finance	513,648	141,635
	Mark-up paid on Repo Borrowing	4,571,084	-
	Brokerage expense paid	3,050	29,578
	<b>Balances at period-end/year-end:</b>		
	Accrued mark-up on long-term loan	777,153	2,060,745
	Accrued mark-up running finance	-	14,862
	Balance of term loan and running finance	31,250,000	81,363,403
<b>Key management personnel</b>	<b>Transactions for the nine-month period:</b>		
	Salaries, benefits and allowances	9,418,730	6,079,013
	Retirement benefits	819,130	628,454
	Return on long-term loans	91,184	174,077
<b>Post employment benefit scheme</b>	<b>Transactions for the nine-month period:</b>		
	Contributions made to staff retirement fund	465,131	617,618

### 15 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information are authorized for issue on April 25, 2015 by the Board of Directors of the Company.

### 16 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 income statement, condensed interim statement of other comprehensive income, condensed interim statement of changes in equity and condensed interim cash flow statement has been compared with the balances of comparable period of immediately preceding financial year.

AHSANULLAH KHAN  
President & CEO

MUHAMMAD NAEEMUDDIN  
Director

QUARTERLY REPORT MARCH 2015

