



fcibank

QUARTERLY
REPORT
MARCH 31,
2022

Major Joint Venture Partners:



FIRST CREDIT AND INVESTMENT BANK LTD.



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. Faisal Ahmed Topra
Chairman



Mr. Muhammad Mohsin Ali
President & CEO



Mr. Naveed Asghar Chaudhry
Director



Mr. Asad Ullah Saleem
Director



Syed Irfan Husnain Rizvi
Director



Mr. Muhammad Naeemuddin
Director



Mrs. Nina Afridi
Director



Mr. Jamal Nasim
Director

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FIRST CREDIT AND INVESTMENT BANK LIMITED

COMPANY INFORMATION

AUDIT COMMITTEE:

Mr. Muhammad Naeemuddin Chairman
Syed Irfan Husnain Rizvi
Mrs. Nina Afridi

HR AND REMUNERATION COMMITTEE:

Mr. Muhammad Naeemuddin Chairman
Mr. Naveed Asghar Chaudhry
Mr. Asad Ullah Saleem
Mr. Muhammad Mohsin Ali

RISK MANAGEMENT COMMITTEE:

Mr. Asad Ullah Saleem Chairman
Mr. Naveed Asghar Chaudhry
Mr. Muhammad Naeemuddin
Mr. Muhammad Mohsin Ali

COMPANY SECRETARY:

Mr. Muhammad Amin Khatri

AUDITORS:

Crowe Hussain Chaudhry & Co.
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
U Microfinance Bank Limited
The First Microfinance Bank Limited

SHARE REGISTRAR:

THK Associates (Pvt.) Limited
Plot # 32-C, Jami Commercial Street # 2,
D.H.A, Phase-VII, Karachi-75500.
Ph. # +92 (21) 35310191-96
Fax # +92 (21) 35310190

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

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FIRST CREDIT AND INVESTMENT BANK LIMITED

DIRECTORS' REVIEW

On behalf of the Board of Directors, we have the privilege of presenting condensed interim financial statements (un-audited) of **First Credit and Investment Bank Limited**, for the nine months period ended March 31, 2022.

Operating Results

Total income for the nine months ended March 31, 2022 was reduced to Rs.84.65 million as compared to Rs. 121.25 million for the nine months ended March 31, 2021. The Company registered operating profit of Rs.4.03 million, as compared to operating profit of Rs.23.22 million for the corresponding period of last year. Further, after taking effect of reversals of provisions made against non performing investments, the Company earned profit before to Rs.16.67 million during the third quarter of FY 2021-22 as against Rs.32.60 million reported for the corresponding period of last year. Similarly, the Company closed the third quarter by registering after tax profit to Rs.11.50 million as against profit after tax of Rs. 23.71 million posted for the corresponding period of last year. As a result, shareholders equity net of deficit on re-measurement of available for sale investments is reported at Rs.742.47 million, against Rs. 749.95 million, reported as of June 30, 2021. Total balance sheet footing as of March 31, 2022 decreased to Rs.1,188.54 million from Rs.2,272.04 million as of June 30, 2021.

Credit Rating

VIS Credit Rating Company Limited vide its report dated December 31, 2021 has upgraded the medium to long-term rating of the Company from 'A-' (Single A Minus) to 'A' (Single A) and Short-term rating is maintained at 'A-2 (A-Two)'. The outlook of the rating is 'Stable'

Future Outlook

We are diversifying our business focus into new avenues to increase revenue streams, which will be forthcoming with improvement in economic and business conditions of the country. Your Company will continue to improve its assets quality, infrastructure, build capacity through training of existing personnel and engaging professionals to diversify products and services, 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 i.e. the Securities and 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.

MUHAMMAD MOHSIN ALI
President and CEO

MUHAMMAD NAEEMUDDIN
Director

Karachi:
April 26, 2022



ڈائریکٹرز جائزہ

ہم فرسٹ کریڈیٹ اینڈ انویسٹمنٹ بینک لمیٹڈ کے بورڈ آف ڈائریکٹرز کی جانب سے نو ماہ کے اختتام پر غیر آڈٹ شدہ مختصر عبوری مالیاتی تفصیلات کا گوشوارہ بمطابق ۳۱ مارچ ۲۰۲۲ پیش کرتے ہوئے طمانیت محسوس کرتے ہیں۔

آپریٹنگ نتائج:

۳۱ مارچ ۲۰۲۲ کو ختم ہونے والے نو ماہ کے اختتام پر کمپنی کی کل آمدنی کم ہو کر ۸۴.۶۵ ملین روپے رہی جو کہ پچھلے سال ۳۱ مارچ ۲۰۲۱ کو ختم ہونے والی اسی مدت میں ۱۲۱.۲۵ ملین روپے تھی۔ کمپنی نے سال کے پہلی نو ماہ کے اختتام پر ۴.۰۳ ملین روپے آپریٹنگ منافع حاصل کیا جو پچھلے سال اسی عرصہ میں ۲۳.۲۲ ملین روپے آپریٹنگ منافع تھا۔ مزید یہ کہ کچھ صارفین کے اکاؤنٹ میں نقصان کے خدشات کو ملحوظ خاطر لاتے ہوئے رقم مختص کی گئی تھی ان اکاؤنٹ میں بہتری کی وجہ سے وہ رقم واپس شامل کر لی گئی ہے جس کی وجہ سے کمپنی نے سال ۲۰۲۱-۲۲ کی موجودہ تیسری سہ ماہی کے اختتام پر قبل از ٹیکس منافع ۱۶.۶۷ ملین روپے ریکارڈ کیا جبکہ پچھلے سال اسی مدت میں ۲۳.۶۰ ملین روپے قبل از ٹیکس منافع ظاہر کیا گیا تھا اسی طرح رواں مالی سال کی تیسری سہ ماہی کے اختتام پر بعد از ٹیکس منافع ۱۱.۵۰ ملین روپے ریکارڈ کیا گیا جبکہ پچھلے سال اسی مدت میں بعد از ٹیکس منافع ۲۳.۷۱ ملین روپے تھا۔ اسکے نتیجے میں شیر ہولڈرز ایکویٹی سرمایہ کاری کی موجودہ مالیت کے مطابق اکاؤنٹ میں لینے کے بعد ۷۴۲.۴۷ ملین روپے ہو گئی جبکہ ۳۰ جون ۲۰۲۱ کو شیر ہولڈرز ایکویٹی ۷۴۹.۹۵ ملین روپے تھی۔ ۳۱ مارچ ۲۰۲۲ کو کمپنی کے کل اثاثہ جات کم ہو کر ۱,۱۸۸.۵۴ ملین روپے ہو گئے جو کہ ۳۰ جون ۲۰۲۱ کو ۲,۲۷۲.۰۴ ملین روپے تھے۔

کریڈٹ ریٹنگ:

VIS کریڈٹ ریٹنگ کی رپورٹ بتاریخ ۳۱ دسمبر ۲۰۲۱ کے مطابق کمپنی نے درمیانے سے طویل مدتی ریٹنگ کو 'A' کے 'A' (سنگل A منفی) سے (سنگل A) کر دیا ہے اور مختصر مدتی ریٹنگ کو 'A-2' پر برقرار رکھا ہے۔ ریٹنگ کا آؤٹ لک مستحکم ہے۔

مستقبل کے امکانات:

ہماری تمام کاروباری سرگرمیاں آمدنی کے نئے ذرائع کو متعارف کرانے پر مرکوز ہیں جو ملک کے اقتصادی و کاروباری حالات میں بہتری کے ساتھ آگے بڑھیں گے۔ آپ کی کمپنی اپنے اثاثوں کے معیار کو بہتر کرنے، اور، موجودہ عملہ اور اہم پیشہ ورانہ عملہ کی خدمات حاصل



FIRST CREDIT AND INVESTMENT BANK LIMITED

کر کے ان کو ٹریڈنگ کے ذریعہ اپنے انفراسٹرکچر میں بہتری لانے، مختلف النوع پروڈکٹس کو بروئے کار لانے کی مناسب کوشش کر رہی ہے، اور نئے مواقع اور نئے چیلنجز کا سامنا کرنے کے لئے اپنی پالیسیاں اور طریقہ کار کو اپ ڈیٹ کر رہی ہیں۔

اظہار تشکر:

ڈائریکٹر اپنے اسٹیک ہولڈرز، قابل قدر صارفین اور مالیاتی اداروں کا ان کے مسلسل اعتماد اور سرپرستی کے لئے تشکر کا اظہار کرتے ہیں۔ ریگولیٹری اداروں خاص طور پر سیکوریٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اسٹیٹ بینک آف پاکستان اور پاکستان اسٹاک ایکسچینج کی رہنمائی اور حوصلہ افزائی کے بھی شکر گزار ہیں۔ ہم انتظامیہ اور ملازمین کی محنت اور لگن سے کام کرنے کے معترف ہیں۔

محمد حسن علی
پریذیڈنٹ ڈی ای او

محمد نعیم الدین
ڈائریکٹر

کراچی۔ ۲۶ اپریل ۲۰۲۲



FIRST CREDIT AND INVESTMENT BANK LIMITED

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2022

		March 31, 2022	June 30, 2021
	Note Rupees (Un-audited) (Audited)
ASSETS			
Non-current Assets			
Property and equipment	6	12,641,195	17,429,948
Long-term investments	7	340,133,219	365,964,739
Long-term loans and finances		216,049,227	273,150,714
Net investment in finance lease	8	-	-
Long-term security deposits		57,500	57,500
Deferred tax asset	9	73,199,513	69,249,846
		642,080,654	725,852,747
Current Assets			
Current portion of non-current assets	10	178,458,356	194,215,555
Short-term investments	11	153,740,842	1,149,472,390
Mark-up/interest accrued		34,236,591	42,647,462
Prepayments and other receivables		7,190,294	4,981,560
Advance taxation - net		20,523,417	15,917,244
Cash and bank balances		152,313,053	138,951,392
		546,462,553	1,546,185,603
		1,188,543,207	2,272,038,350
EQUITY AND LIABILITIES			
SHAREHOLDERS' EQUITY			
Authorized share capital			
75,000,000 (June 30, 2021: 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, 2021: 65,000,000) shares of Rs. 10 each		650,000,000	650,000,000
Accumulated profit			
Deficit on remeasurements of investment-net	12	124,301,183	114,707,652
Total shareholders' equity		(31,835,639)	(14,756,757)
		742,465,544	749,950,895
LIABILITIES			
Non-current liabilities			
Deferred liability - staff gratuity		7,514,062	6,134,957
Lease liability		1,494,792	8,766,345
Security deposit against finance lease		418,600	418,600
		9,427,454	15,319,902
Current liabilities			
Current portion of long-term loan		31,250,000	78,125,000
Current portion of lease liability		5,157,732	4,941,627
Short term running finance facility	13	49,999,933	49,992,033
Short-term repo borrowing		327,416,200	350,000,000
Unpaid dividend		7,348,477	7,348,477
Markup / Interest accrued	14	3,362,862	5,458,268
Accrued expenses and other payables		12,115,005	1,010,902,148
		436,650,209	1,506,767,553
CONTINGENCIES AND COMMITMENTS			
	15	-	-
		1,188,543,207	2,272,038,350

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.


MUHAMMAD KAMRAN
Chief Financial Officer


MUHAMMAD MOHSIN ALI
President & CEO


MUHAMMAD NAEEMUDDIN
Director

QUARTERLY REPORT MARCH 2022



FIRST CREDIT AND INVESTMENT BANK LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT (UN-AUDITED) FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2022

Note	For the nine months period ended		For the three months ended	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
----- Rupees-----				
INCOME				
Income from finance and fund placements	38,833,018	47,761,198	14,074,274	15,826,412
Income from investments	46,725,243	62,647,399	12,691,090	19,703,559
Unrealized gain/(loss) on investment classified as fair value through profit or loss account	(2,549,547)	6,948,363	(1,262,952)	137,607
Fees and commission	1,603,440	3,239,199	1,471,218	3,066,889
Other income	36,658	647,774	11,716	15,085
	84,648,812	121,243,933	26,985,346	38,749,552
LESS: EXPENDITURES				
Finance cost:				
- Mark-up on bank loans	3,327,031	5,640,409	917,842	1,859,178
- Mark-up on short-term running finance	2,213,774	6,034,892	379,366	3,166,578
- Mark-up on repo borrowing	25,669,668	39,681,968	8,586,186	13,032,950
- Others	601,151	697,227	138,357	209,357
	31,811,624	52,054,496	10,021,751	18,268,063
Administrative and operating expenses	48,804,529	45,972,212	15,481,661	13,789,322
	80,616,153	98,026,708	25,503,412	32,057,385
Operating income	4,032,659	23,217,225	1,481,934	6,692,167
(Provision) / Reversals				
Reversal against accrued mark-up	540,621	-	379,775	-
Reversal of provision for non-performing investments	7.1 12,413,319	10,049,876	2,909,712	6,999,876
	16,986,599	33,267,101	4,771,421	13,692,043
Workers welfare fund	(315,312)	(665,342)	33,263	(253,261)
PROFIT FOR THE PERIOD BEFORE TAXATION	16,671,287	32,601,759	4,804,684	13,438,782
Taxation	16 (5,174,913)	(8,890,842)	(1,130,301)	(3,845,254)
PROFIT FOR THE PERIOD AFTER TAXATION	11,496,374	23,710,917	3,674,383	9,593,528
Earnings per share - basic and diluted	0.18	0.36	0.06	0.15

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.


MUHAMMAD KAMRAN
 Chief Financial Officer


MUHAMMAD MOHSIN ALI
 President & CEO


MUHAMMAD NAEEMUDDIN
 Director

QUARTERLY REPORT MARCH 2022



FIRST CREDIT AND INVESTMENT BANK LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED MARCH 31, 2022

	For the nine months period ended		For the three months ended	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
	----- Rupees -----			
PROFIT FOR THE PERIOD AFTER TAXATION	11,496,374	23,710,917	3,674,384	9,593,528
Other comprehensive income				
<i>Items that may be reclassified to statement of profit or loss subsequently:</i>				
(Loss)/Gain on remeasurement of investment classified as 'fair value through other comprehensive income'	(17,078,882)	(25,590,724)	1,231,527	(9,644,196)
<i>Items that will not be reclassified to statement of profit or loss subsequently:</i>				
Remeasurement of defined benefit obligations	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	(5,582,508)	(1,879,807)	4,905,911	(50,668)

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

MUHAMMAD KAMRAN
Chief Financial Officer

MUHAMMAD MOHSIN ALI
President & CEO

MUHAMMAD NAEEMUDDIN
Director

QUARTERLY REPORT MARCH 2022



FIRST CREDIT AND INVESTMENT BANK LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

	Issued, subscribed and paid-up share capital	Revenue Reserves Accumulated (loss)/profit	Deficit on remeasurement of investment classified as fair value through other comprehensive income	Total share- holders' equity
	Rupees			
Balance as at July 01, 2020 as previously reported	650,000,000	95,027,077	(6,236,650)	738,790,427
Transactions with other than owners of equity:				
Net profit for the period	-	23,710,917	-	23,710,917
Transfer from OCI on disposal	-	(1,869,464)	-	(1,869,464)
Other comprehensive income	-	-	(25,590,724)	(25,590,724)
Total comprehensive income	-	21,841,453	(25,590,724)	(3,749,271)
Balance as at March 31, 2021	650,000,000	116,868,530	(31,827,374)	735,041,156
Balance as at July 01, 2021	650,000,000	114,707,652	(14,756,757)	749,950,895
Transactions with other than owners of equity:				
Net profit for the period	-	11,496,374	-	11,496,374
Transfer from OCI on disposal	-	(1,902,843)	-	(1,902,843)
Other comprehensive income	-	-	(17,078,882)	(17,078,882)
Total comprehensive income	-	9,593,531	(17,078,882)	(7,485,351)
Balance as at March 31, 2022	650,000,000	124,301,183	(31,835,639)	742,465,544

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.

MUHAMMAD KAMRAN
Chief Financial Officer

MUHAMMAD MOHSIN ALI
President & CEO

MUHAMMAD NAEEMUDDIN
Director

QUARTERLY REPORT MARCH 2022



FIRST CREDIT AND INVESTMENT BANK LIMITED

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

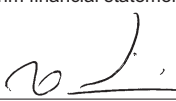
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

	Note	March 31, 2022	March 31, 2021
		Rupees	
Cash flows from operating activities			
Profit for the period before taxation		16,671,287	32,601,759
Adjustments for non-cash and other items:			
Depreciation		2,415,849	2,263,841
Amortization		3,415,394	3,796,768
Gain on disposal of property and equipment		-	(197,821)
Gratuity expense		1,379,105	1,024,239
Dividend income		(3,953,063)	(1,768,366)
Finance cost		31,811,624	52,054,496
Reversal against accrued mark-up		(540,621)	-
Reversal of provision for non-performing investments		(12,413,319)	(10,049,876)
		22,114,969	47,123,281
Operating cash flows before working capital changes		38,786,256	79,725,040
(Increase) / decrease in current assets			
Prepayments and other receivables		2,208,734	(3,081,570)
Mark-up/interest accrued		(8,951,492)	31,670,482
		(6,742,758)	28,588,912
Increase / (decrease) in current liabilities			
Accrued expenses and other payables		(998,787,143)	940,990,235
		(998,787,143)	940,990,235
Cash generated from operations		(966,743,645)	1,049,304,187
Income tax paid		(13,730,753)	(22,316,793)
Dividend received		3,953,063	1,768,366
Markup on finance cost paid		(29,716,218)	(52,148,118)
		(39,493,908)	(72,696,545)
Cash generated/ (used in) from operating activities		(1,006,237,553)	976,607,642
Cash flows from investing activities			
Acquisition of property and equipment		(691,386)	(289,790)
Sale proceeds on disposal of property and equipment		-	280,727
Long-term investments - net		21,165,957	27,756,480
Short-term investments - net		995,716,857	(1,015,597,632)
Long-term loan and finances (payment) / received		72,858,686	79,910,876
Net cash (used in) / generated from investing activities		1,089,050,114	(907,939,339)
Cash flows from financing activities			
Long-term loan repaid		(46,875,000)	-
Cash dividend paid		-	(2,375)
Net cash used in financing activities		(46,875,000)	(2,375)
Net decrease in cash and cash equivalents		35,937,561	68,665,928
Cash and cash equivalents at the beginning of the period		(261,040,641)	(664,632,471)
Cash and cash equivalents at the end of the period	18	(225,103,080)	(595,966,543)

The annexed notes from 1 to 21 form an integral part of these condensed interim financial statements.


MUHAMMAD KAMRAN
 Chief Financial Officer


MUHAMMAD MOHSIN ALI
 President & CEO


MUHAMMAD NAEEMUDDIN
 Director

QUARTERLY REPORT MARCH 2022



FIRST CREDIT AND INVESTMENT BANK LIMITED

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

1 STATUS AND NATURE OF BUSINESS

- 1.1 First Credit and Investment Bank Limited ("the Investment Bank") 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 Investment Bank was changed to First Credit and Investment Bank Limited. During the year ended June 30, 2009, the Investment Bank was listed on the Karachi Stock Exchange (now Pakistan Stock Exchange) limited by way of issue of shares to general public. The registered office of the Investment Bank is situated at 2nd floor, Sidco Avenue Centre, Strachan Road, R.A. Lines, Karachi, Pakistan. The Investment Bank 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 Investment Bank.
- 1.2 The Investment Bank is 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 Investment Bank has changed its status from Deposit taking Investment Bank to Non-Deposit taking Investment Bank from July 01, 2018.

The JCR-VIS has up-graded the Investment Bank credit rating to 'A' (A) from 'A-' (A-minus) for long & medium term and maintained short term at 'A-2' (A Two) on December 31, 2021. The outlook of the rating is stable.

2 STATEMENT OF COMPLIANCE

These condensed interim financial statement of the Investment Bank for the nine months period ended March 31, 2022 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 Act 2017, the NBFC Rules 2003, 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 Act, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP differ with the requirements of IFRS, the requirements of the Act, the NBFC Rules, the NBFC Regulations or the directives issued by the SECP shall prevail.

This condensed interim financial statement does not include all the information required for full annual financial statements, and should be read in conjunction with the Investment Bank's annual financial statements for the year ended June 30, 2021.

3 ACCOUNTING POLICIES

In preparing this condensed interim financial information, the significant judgments made by management in applying the Investment Bank accounting policies and key sources of estimation are same as those applied by the Investment Bank in the annual financial statements for the year ended June 30, 2021

4 FINANCIAL RISK MANAGEMENT

The Investment Bank's financial risk management objectives and policies are same as disclosed in the annual financial statements for the year ended June 30, 2021.



FIRST CREDIT AND INVESTMENT BANK LIMITED

5 ACCOUNTING ESTIMATES AND JUDGMENTS

In preparing this condensed interim financial statement, the significant judgments made by management in applying the Investment Bank's accounting policies and key sources of estimation are same as those applied by the Investment Bank in the annual financial statements for the year ended June 30, 2021.

	Note	March 31, 2022 Un-audited Rupees	June 30, 2021 Audited
6 PROPERTY AND EQUIPMENT			
Operating fixed assets	6.1	6,929,540	8,302,899
Right of use assets		5,711,655	9,127,049
		<u>12,641,195</u>	<u>17,429,948</u>

6.1 Additions during the period ended March 31, 2022 are as under:

	For the nine-months period ended March 31, 2022		For the year ended June 30, 2021	
	Unaudited		Audited	
	Additions (cost)	Disposal (cost)	Additions (cost)	Disposal (cost)
	----- Rupees -----			
Furniture & fixture	237,276	-	-	-
Office Equipment	113,828	-	157,746	-
Computer	322,800	-	577,840	106,590
Air Conditioners	368,586	-	54,000	-
Vehicles	-	-	-	1,851,137
	<u>691,386</u>	<u>-</u>	<u>789,586</u>	<u>1,957,727</u>

	Note	March 31, 2022 Un-audited Rupees	June 30, 2021 Audited
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7 LONG-TERM INVESTMENTS

At amortised cost

Term Finance Certificates/Sukuk - listed		32,415,276	32,415,276
Term Finance Certificates/Sukuk - unlisted		183,570,167	190,185,167
		<u>215,985,443</u>	<u>222,600,443</u>
Less: Provision against investments	7.1	(172,212,943)	(183,735,705)
		<u>43,772,500</u>	<u>38,864,738</u>

At fair value through other comprehensive income

Pakistan Investment Bonds PIBs		327,165,449	353,127,200
Investment in shares - quoted		1,610,548	1,480,315
Term finance certificate -listed	7.1	16,486,590	17,377,147
		<u>345,262,587</u>	<u>371,984,662</u>
Less: Provision against investments		(16,486,590)	(17,377,147)
		<u>328,775,997</u>	<u>354,607,515</u>
Total long-term investments		<u>372,548,497</u>	<u>393,472,253</u>
Less: Current portion of long-term investments		(32,415,278)	(27,507,514)
		<u>340,133,219</u>	<u>365,964,739</u>

7.1 Provision against investments

Opening balance		201,112,852	213,537,199
Provision/(Reversed) during the period/year		(12,413,319)	(12,424,347)
Closing balance		<u>188,699,533</u>	<u>201,112,852</u>

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FIRST CREDIT AND INVESTMENT BANK LIMITED

	Note	March 31, 2022 Un-audited Rupees	June 30, 2021 Audited
8 NET INVESTMENT IN FINANCE LEASE			
Lease rental receivable		-	221,736
Residual value		418,600	418,600
Gross investment in finance lease		418,600	640,336
Less: Unearned finance lease income		(11,670)	(16,107)
		406,930	624,229
Less: Current maturity of net investment in finance lease		(406,930)	(624,229)
Net Investment in finance lease		-	-
9 DEFERRED TAX ASSETS			
The management of the Investment Bank has prepared financial projections. The said projections are based on certain key assumptions made for the estimation of future profitability. The determination of future taxable profit is most sensitive to certain key assumptions. A significant change in the key assumptions and estimates may have an effect on the recovery of the deferred tax asset. The management believes that the Investment Bank will be able to achieve the profit projected in the financial projections and consequently the deferred tax asset accounted for in the financial statements will be fully realized in the future.			
	Note	March 31, 2022 Un-audited Rupees	June 30, 2021 Audited
10 CURRENT PORTION OF NON-CURRENT ASSETS			
Investments			
Current portion of term finance certificates - listed		32,415,278	27,507,514
Loans and finances			
Current portion of loans to employees		3,101,598	2,670,223
Current portion of loans to other - term finance facility (secured)		142,534,550	163,413,589
		145,636,148	166,083,812
Net investment in lease finance			
Current maturity of net investment in finance lease		406,930	624,229
		178,458,356	194,215,555
11 SHORT-TERM INVESTMENTS			
At fair value through other comprehensive income			
Dewan Cement Limited - Pre IPO TFCs		50,000,000	50,000,000
Provision - TFC - Dewan Cement Limited	11.1	(6,930,383)	(6,930,383)
		43,069,617	43,069,617
Investment in shares - listed		14,278,843	14,262,041
Mutual Funds		30,180,296	31,012,583
		87,528,756	88,344,241
At fair value through profit or loss			
Investment in government securities - T- Bills		-	998,804,718
Investment in shares - listed		45,097,497	42,222,989
Mutual Funds		21,114,589	20,100,442
		66,212,086	1,061,128,149
		153,740,842	1,149,472,390

11.1 This investment has been classified under loss category and accordingly made provision of entire amount considering FSV of the collateral held as per NBFC and NE regulations.



FIRST CREDIT AND INVESTMENT BANK LIMITED

	Note	March 31, 2022 Un-audited Rupees	June 30, 2021 Audited
12 DEFICIT ON REMEASUREMENT OF INVESTMENTS-NET			
At fair value through other comprehensive income			
Government securities		(27,908,358)	(3,086,150)
Shares long - term		(1,610,548)	(1,862,332)
Shares short - term		(9,947,242)	(9,711,337)
Mutual Fund		(217,436)	(1,129,070)
Related deferred tax (assets)		<u>7,847,945</u>	<u>1,032,132</u>
		<u>(31,835,639)</u>	<u>(14,756,757)</u>
13 SHORT TERM RUNNING FINANCE FACILITY			
MCB Bank Limited			
National Bank of Pakistan - an associated undertaking	13.1	<u>49,999,933</u>	<u>49,992,033</u>
<p>13.1 This represent short-term running finance obtained with a limit of Rs.50 million (June 30, 2021: Rs.50 million) carrying markup at a rate based on 3 months KIBOR plus 1.00% (June 30, 2021: 3 months KIBOR plus 1%) per annum. The running finance is secured by first pari passu hypothecation charge against all present and future assets of the Investment Bank with 25% margin.</p>			
	Note	March 31, 2022 Un-audited Rupees	June 30, 2021 Audited
14 Markup / Interest accrued			
Secured			
Loans and borrowings including running finances	14.1	1,802,725	3,035,031
Lease liability		-	863,100
Unsecured			
Long-term certificate of deposit		<u>1,560,137</u>	<u>1,560,137</u>
		<u>3,362,862</u>	<u>5,458,268</u>
<p>14.1 This amount includes mark-up due to National Bank of Pakistan, an associated undertaking</p>			
15 CONTINGENCIES AND COMMITMENTS			
Contingencies			
<p>There are no contingencies as at period end (June 30, 2021: Nil)</p>			
Commitments			
Standby letter of credit	15.1	<u>NIL</u>	<u>37,593,732</u>



FIRST CREDIT AND INVESTMENT BANK LIMITED

15.1 This represents the Investment Bank's share in standby letter of credit under agreement of participation dated December 13, 2010 with Allied Bank Limited. Under the said agreement, the Investment Bank irrevocably agrees and undertakes with Allied Bank Limited to take undivided share of 2.5% in standby letter of credit up to November 17, 2021.

March 31, 2022	March 31, 2021
Un-audited	Un-audited
..... Rupees Rupees

16 TAXATION

Current	2,308,767	3,505,906
Deferred - net	2,866,146	5,384,936
	<u>5,174,913</u>	<u>8,890,842</u>

17 EARNINGS PER SHARE (EPS)

17.1 Basic EPS

Earnings for the period	11,496,374	23,710,917
Weighted average number of shares outstanding	65,000,000	65,000,000
Earnings per share - basic	<u>0.18</u>	<u>0.36</u>

17.2 Diluted EPS

There is no dilution effect on the basic earning per share as the Investment Bank has no convertible dilutive potential ordinary shares outstanding on March 31, 2022.

March 31, 2022	June 30, 2021
Un-audited	Audited
..... Rupees Rupees

18 CASH AND CASH EQUIVALENTS

Cash and bank balances	152,313,053	138,951,392
Short term running finance facility	(49,999,933)	(49,992,033)
Short term repo borrowing	(327,416,200)	(350,000,000)
	<u>(225,103,080)</u>	<u>(261,040,641)</u>

19 TRANSACTIONS WITH RELATED PARTIES

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



FIRST CREDIT AND INVESTMENT BANK LIMITED

Nature of relationship with related party	Nature of transactions and balances	March 31, 2022 Un-audited -----Rupees-----	March 31, 2021 Un-audited
Associated undertakings	Transactions for the six month period:		
	National Bank of Pakistan (NBP holds 30.77% of FCIBL Shares)		
	Markup - paid on long term loan	3,327,031	5,640,409
	Markup - paid on short-term running finance	2,213,774	3,093,797
	Rent paid	4,095,117	3,722,750
	NBP Fund Management Limited (NBP hold 54% shares of NBP Fund Management Shares)		
	Fees & Commission Expense	310,266	297,971
	Taurus Securities Limited (NBP holds 58.32% of Taurus Securities Ltd. Shares)		
	Brokerage Expenses	25,942	43,324
Key management personnel	Salaries, benefits and allowances	15,521,418	15,435,734
	Retirement benefits	1,076,680	1,163,659
	Return on long-term loans	-	3,532
Staff Retirement Plans	Contributions made to staff retirement fund	987,830	882,408
Associate Undertakings	Balances as at period-end/year - end	March 31, 2022 Un-audited	June 30, 2021 Audited
	National Bank of Pakistan (NBP holds 30.77% of FCIBL Shares)		
	Investment in shares at cost	3,858,395	3,858,395
	Long term loan	31,250,000	46,875,000
	Running finance facility	49,999,933	49,999,933
	NAFA Stock Fund	24,827,296	24,827,296
	NBP Income Opportunity Fund (NBP hold 54% shares of NBP Fund Management Management Company of the Fund)	21,101,729	20,000,000
Key management personnel	Balances as at period-end/year - end	4,709,279	4,219,551



FIRST CREDIT AND INVESTMENT BANK LIMITED

20 FAIR VALUE OF FINANCIAL INSTRUMENTS

The fair values of all financial instruments as at year end are based on the valuation methodology outlined below:

a) Finance and certificates of deposit

For all finances (including certificates of deposit) the fair values have been taken at carrying amounts as these are not considered materially different from their fair values based on the current yields / market rates and re-pricing profits of similar finance and deposit portfolios.

b) Investments

The fair values of quoted investments are based on quoted market prices. Unquoted investments, except where an active market exists, are carried at cost less accumulated impairment, if any, which approximates their fair value in the absence of an active market.

The Investment Bank uses following fair value hierarchy that reflects significance of inputs used in making the measurements:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

	March 31, 2022 (Unaudited)		
	Level 1	Level 2	Level 3
	Rupees		
Listed securities	82,101,477	-	-
Unlisted securities	-	11,357,224	-
	<u>82,101,477</u>	<u>11,357,224</u>	<u>-</u>

	June 30, 2021 (Audited)		
	Level 1	Level 2	Level 3
	Rupees		
Listed securities	122,074,843	-	-
Unlisted securities	-	11,357,224	-
	<u>122,074,843</u>	<u>11,357,224</u>	<u>-</u>

c) Other financial instruments

The fair values of all other financial instruments are considered to approximate their carrying amounts.

21 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information are authorized for issue on April 26, 2022 by the board of directors of the Investment Bank

MUHAMMAD KAMRAN
Chief Financial Officer

MUHAMMAD MOHSIN ALI
President & CEO

MUHAMMAD NAEEMUDDIN
Director

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