

# Quarterly Report September 30 2024



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. Faisal Ahmed Topra*  
Chairman



*Mr. Muhammad Mohsin Ali*  
President & CEO



*Syed Irfan Husnain Rizvi*  
Director



*Mr. Asad Ullah Saleem*  
Director



*Mr. Masood Raza*  
Director



*Mr. Jamal Nasim*  
Director



*Mrs. Nina Afridi*  
Director



*Mr. Amjad Iqbal*  
Director



## FIRST CREDIT AND INVESTMENT BANK LIMITED

### COMPANY INFORMATION

#### AUDIT COMMITTEE:

Mr. Jamal Nasim	Chairman
Mr. Asad Ullah Saleem	Member
Syed Irfan Husnain Rizvi	Member

#### HR AND REMUNERATION COMMITTEE:

Mrs. Nina Afridi	Chairperson
Mr. Faisal Ahmed Topra	Member
Syed Irfan Husnain Rizvi	Member

#### RISK MANAGEMENT COMMITTEE:

Mr. Asad Ullah Saleem	Chairman
Mr. Masood Raza	Member
Mrs. Nina Afridi	Member
Mr. Amjad Iqbal	Member
Mr. Muhammad Mohsin Ali	President/CEO

#### 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  
HBL 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



## 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 first quarter ended September 30, 2024.

#### Operating Results

Amidst the challenges of the prevailing business environment particularly for investment banking sector, the Company has delivered strong financial results for the first quarter ended September 30, 2024 by achieving significant increase in operating profit. During the period, the Company re-profiled its investment portfolio, hired competent staff for its brokerage and investment banking operations and also took business expansion measures which resulted in tremendous growth in profit from its core business activities. The operating profit has witnessed 295% growth while 179% increase was registered in profit after tax. Total income for the three months ended September 30, 2024 was increased by Rs.104.48 million to Rs.193.19 million as compared to Rs.88.72 million of the same period of 2023. The Company registered operating profit of Rs.9.09 million, as compared to operating profit of Rs.2.30 million for the corresponding period of last year. Further, after taking effect of reversals of provisions made against non performing investments, the Company earned a profit before tax of Rs.14.96 million during the first quarter of FY 2024-25 as against Rs.8.90 million reported for the corresponding period of last year. Similarly, the Company closed the first quarter by registering after tax profit of Rs.11.31 million as against profit after tax of Rs.6.33 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 increased to Rs.827.17 million as of September 30, 2024 from Rs.786.87 million on June 30, 2024. Total balance sheet footing as at September 30, 2024 is reported to Rs.3,877.05 million from Rs.3,955.94 million as of June 30, 2024.

Keeping in view the current economic situation the management would continue to follow prudent approach towards deployment of funds focusing more on recoveries and advisory services.

#### Credit Rating

VIS Credit Rating Company Limited vide its report dated February 26, 2024 has reaffirmed the medium to long-term rating of the Company at 'A'(Single A) and Short-term rating at 'A-2 (A-Two). The outlook of the rating is 'Stable'.

#### Future Outlook

It may not be out of context to state that FCIBL is the only NBFC which is fully active in almost every area of IFS operations and is in the positive state, though it is facing severe competition from large commercial banks. FCIBL is facing liquidity issues and challenges, hence has initiated many new avenues for making profit. FCIBL expanded its Money Market & Forex Brokerage business by hiring new talent from the market which contributed more to the profitability and would expand further in years to come. Similarly, expansion in treasury and money market operations has also witnessed growth during the period under review. These development in business are achieved in spite of cut-throat competition from commercial banks and human resource challenges being faced by FCIBL. The Board is focusing more on expansion of our existing core business as well as diversification into new businesses as permitted under the NBF regulatory framework. Being socially responsible, the Company maintains gender diversity policy and the Board is also making environmental factors as part of credit policy. Our vertical as well horizontal expansion strategy will increase revenue streams, which hopefully 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

**Jamal Nasim**  
Director

Karachi:  
October 26, 2024

**QUARTERLY REPORT SEPTEMBER 2024**



## ڈائریکٹرز جائزہ

فرسٹ کریڈیٹ اینڈ انویسٹمنٹ بینک لمیٹڈ کے بورڈ آف ڈائریکٹرز کی جانب سے ہم پہلی سہ ماہی کے غیر آڈٹ شدہ مختصر عبوری مالیاتی تفصیلات کا گوشوارہ بعد آڈیٹرز جائزہ رپورٹ برطانیق ۳۰ ستمبر ۲۰۲۴ پیش کرتے ہوئے طمانینت محسوس کرتے ہیں۔

### آپریٹنگ نتائج:

موجودہ کاروباری ماحول کے چیلنجز اور بالخصوص انویسٹمنٹ بینکنگ سیکٹر کو درپیش مشکلات کے باوجود کمپنی نے آپریٹنگ منافع میں نمایاں اضافہ حاصل کر کے ۳۰ ستمبر ۲۰۲۴ کو ختم ہونے والی پہلی سہ ماہی کے لیے مستحکم نتائج فراہم کیے ہیں۔ کمپنی نے اس تمام عرصے کے دوران اپنے سرمایہ کاری کے پورٹ فولیو کو دوبارہ ری پروفائل کیا۔ انویسٹمنٹ بینکنگ اور بروکریج آپریشنز کے لیے قابل عملے کی خدمات حاصل کیں اور کاروبار کو وسعت دینے کے اقدامات اٹھائے جس کے نتیجے میں منافع میں غیر معمولی اضافہ کمپنی کی کلیدی کاروباری سرگرمیوں کی وجہ سے ہوا۔ آپریٹنگ منافع میں ۲۹۵% اضافہ ہوا جبکہ بعد از ٹیکس منافع میں ۱۷۹% اضافہ ریکارڈ کیا گیا۔ ۳۰ ستمبر ۲۰۲۴ کو ختم ہونے والی پہلی سہ ماہی کے لیے کل آمدنی ۱۰۴.۴۸ بلین روپے اضافہ کے بعد ۱۹۳.۱۹ بلین روپے ہو گئی جبکہ ۳۰ ستمبر ۲۰۲۳ کو ختم ہونے والی پہلی سہ ماہی کے لیے ۸۸.۷۲ بلین روپے تھی۔ کمپنی نے ۹.۰۹ بلین روپے آپریٹنگ منافع ریکارڈ کیا جو پچھلے سال اسی مدت کے لیے بالترتیب ۲.۳۰ بلین روپے آپریٹنگ منافع رہا۔ 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 جس کی وجہ سے کمپنی نے سال ۲۰۲۴-۲۵ کی موجودہ پہلی سہ ماہی میں قبل از ٹیکس منافع ۱۴.۹۶ بلین روپے ریکارڈ کیا جبکہ پچھلے سال اسی مدت میں ۸.۰۹ بلین روپے قبل از ٹیکس منافع ظاہر کیا گیا تھا اسی طرح رواں مالی سال کی پہلی سہ ماہی کے اختتام پر بعد از ٹیکس منافع ۱۱.۳۱ بلین روپے ریکارڈ کیا گیا جبکہ پچھلے سال اسی مدت میں بعد از ٹیکس منافع ۶.۳۳ بلین روپے تھا۔ اسکے نتیجے میں شیئر ہولڈرز ایکٹیو سرمایہ کاری کی موجودہ مالیت کے مطابق اکاؤنٹ میں لینے کے بعد ۸۲۷.۱۲ بلین روپے ہو گئی جبکہ ۳۰ جون ۲۰۲۴ کو شیئر ہولڈرز ایکٹیو ۸۶.۸۷ بلین روپے تھی۔ ۳۰ ستمبر ۲۰۲۴ کو کمپنی کے کل اثاثہ جات ۳,۸۷۷.۰۵ بلین روپے ہو گئے جو کہ ۳۰ جون ۲۰۲۴ کو ۳,۹۵۵.۹۴ بلین روپے تھے۔

موجودہ معاشی صورتحال کے مدنظر انتظامیہ فنڈز کی سرمایہ کاری کرتے ہوئے محتاط رہے گی اور بیکوری اور ایڈوائزی سرورسز پر بھرپور توجہ دے گی۔

### کریڈٹ ریٹنگ:

VIS کریڈٹ ریٹنگ کی رپورٹ بتاریخ ۲۶ فروری ۲۰۲۴ کے مطابق کمپنی نے درمیانے سے طویل مدتی ریٹنگ کو 'A' (سنگل A) اور مختصر مدتی ریٹنگ کو 'A-2' پر برقرار رکھا ہے۔ ریٹنگ کا آؤٹ لک مستحکم ہے۔



مستقبل کے امکانات:

ایف سی آئی بی ایل اپنے آپریٹل ڈھانچے کو از سر نو ترتیب دے رہا ہے تاکہ روایتی اور غیر روایتی طریقوں سے اپنے ماضی کے تجربے کی بنیاد پر مزید آمدنی کے ذرائع پیدا کیے جاسکیں۔ ایف سی آئی بی ایل مارکیٹ سے نئے تجربہ کار عملے کی خدمات کے توسط سے منی مارکیٹ اور فارکیس بروکریج کے کاروبار کو فروغ دینے کی کوشش کر رہا ہے جو آنے والے سالوں میں ہونے والے منافع میں اپنا کردار ادا کرے گا۔ اسی طرح ڈیر جائزہ مدت کے دوران ٹریڈری اور منی مارکیٹ آپریٹرز میں اضافہ دیکھنے میں آیا ہے۔ کاروبار میں یہ ترقی کمرشل بینکوں کے ساتھ سخت مقابلے کے باوجود حاصل کی گئی۔ یہاں یہ بات مد نظر رکھنی ضروری ہوگی کہ پورے انویسٹمنٹ بینکنگ سیکٹر کو انسانی وسائل کے چیلنجز درپیش ہیں۔ بورڈ آف ڈائریکٹرز ہمارے موجودہ بنیادی کاروبار کی توسیع پر این بی ایف سی ریکویزٹ فریم ورک کے تحت نئے کاروباری ذرائع پر زیادہ توجہ دے رہے ہیں۔ ہماری عمودی اور افقی توسیع کی حکمت عملی سے آمدنی میں اضافہ متوقع ہے۔ آپ کی کمپنی اپنے اثاثوں کے معیار، بنیادی ڈھانچے کو بہتر بنانے، موجودہ پیشہ ورانہ عملے کی تربیت کے ذریعے صلاحیت میں اضافے، مصنوعات اور خدمات کو متنوع بنانے کے لیے مزید پیشہ ورانہ عملے کو شامل کرنے، نئے چیلنجز اور مواقع کی ضروریات کو پورا کرنے کے لیے پالیسیوں اور طریقہ کار کو اپڈیٹ کرنا جاری رکھے گی۔

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 رہنمائی اور حوصلہ افزائیکے بھی شکر گزار ہیں۔ ہم انتظامیہ اور ملازمین کی محنت اور لگن سے کام کرنے کے معترف ہیں۔

جمال نسیم

ڈائریکٹر

محمد حسن علی

پریذیڈنٹ وی ای او

کراچی۔

۲۶ اکتوبر ۲۰۲۳





## FIRST CREDIT AND INVESTMENT BANK LIMITED

### CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2024

	Note	September 30, 2024 Rupees (Un-audited)	June 30, 2024 (Audited)
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property and equipment	6	22,333,849	24,782,500
Long-term investments		3,053,509,272	3,009,186,256
Long-term loans and finances		177,196,088	131,220,808
Term deposit receipts	8	3,000,000	3,000,000
Deferred tax asset	9	43,944,580	56,708,641
<b>Total non-current assets</b>		<b>3,299,983,789</b>	<b>3,224,898,205</b>
<b>Current assets</b>			
Current portion of non-current assets	10	76,773,582	342,267,022
Short-term investments	11	60,163,888	50,695,665
Markup/interest accrued		299,894,785	153,568,959
Prepayments and other receivables		4,602,103	6,066,306
Taxation-net		38,203,993	38,586,820
Cash and bank balances		97,364,291	139,854,859
Total current assets		577,002,641	731,039,631
<b>Total Assets</b>		<b>3,876,986,430</b>	<b>3,955,937,836</b>
<b>EQUITY &amp; LIABILITIES</b>			
<b>Shareholders' equity</b>			
Authorized share capital 75,000,000 (June 30, 2024: 75,000,000) ordinary shares of Rs.10 each		750,000,000	750,000,000
Issued, subscribed and paid-up share capital 65,000,000 (June 30, 2024: 65,000,000) ordinary shares of Rs.10 each		650,000,000	650,000,000
Accumulated profit		163,380,984	152,390,281
Deficit on remeasurement of investments - net	12	13,756,388	(15,522,959)
<b>Total shareholders' equity</b>		<b>827,137,372</b>	<b>786,867,322</b>
<b>Non-Current Liabilities</b>			
Deferred liability - Staff gratuity		10,388,803	11,738,295
Lease liability		4,660,881	6,338,061
<b>Total non-current liabilities</b>		<b>15,049,684</b>	<b>18,076,356</b>
<b>Current Liabilities</b>			
Current portion of lease liability		14,428,372	12,324,752
Short-term repo borrowing		2,936,805,615	3,101,471,884
Un-paid dividend		7,344,542	7,344,542
Markup / interest accrued	13	60,776,424	15,500,612
Accrued expenses and other payables		15,444,421	14,352,368
<b>Total current liabilities</b>		<b>3,034,799,374</b>	<b>3,150,994,158</b>
<b>Total liabilities</b>		<b>3,049,849,058</b>	<b>3,169,070,514</b>
<b>Contingencies and commitments</b>	14	-	-
<b>Total equity and liabilities</b>		<b>3,876,986,430</b>	<b>3,955,937,836</b>

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

S. A. Mohsin  
Chief Financial Officer

MUHAMMAD MOHSIN ALI  
President & CEO

Jamal Nasim  
Director

QUARTERLY REPORT SEPTEMBER 2024



## FIRST CREDIT AND INVESTMENT BANK LIMITED

### CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT (UN-AUDITED) FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

	September 30, 2024	September 30, 2023
	(Un-audited)	
Note	..... Rupees .....	
Income from term finances and fund placements	16,886,388	25,481,813
Income from investments	171,058,805	60,341,275
Urealized gain/(Loss) in investment classified as fair value through profit or loss account	889,195	490,775
Fees and commission income	4,355,493	2,197,587
Other income	4,616	203,229
	<b>193,194,497</b>	<b>88,714,679</b>
Finance costs	(157,639,679)	(63,154,802)
Administrative and operating expenses	(26,467,562)	(23,258,561)
<b>Operating (loss)/income before taxation and provisions</b>	<b>9,087,256</b>	<b>2,301,316</b>
<b>Reversals/(Provision)</b>		
Reversal against accreued mark-up	(304,162)	78,164
Reversal of diminution in value of long-term investments	6,306,500	6,577,341
<b>Profit for the period before taxation and workers' welfare fund</b>	<b>15,089,594</b>	<b>8,956,821</b>
Workers' welfare fund	(158,310)	(55,730)
<b>Profit for the period before taxation and levy</b>	<b>14,931,284</b>	<b>8,901,091</b>
Levy	(33,968)	(1,134,049)
<b>Profit for the period before taxation</b>	<b>14,897,316</b>	<b>7,767,041</b>
Taxation	(3,624,059)	(1,436,263)
<b>Profit for the period after taxation</b>	<b>11,273,257</b>	<b>6,330,778</b>
<b>Earnings per share -basic and diluted</b>	<b>0.17</b>	<b>0.10</b>

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

S. A. Mohsin  
Chief Financial Officer

MUHAMMAD MOHSIN ALI  
President & CEO

Jamal Nasim  
Director

QUARTERLY REPORT SEPTEMBER 2024





## FIRST CREDIT AND INVESTMENT BANK LIMITED

### CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

	September 30, 2024 (Un-audited) ..... Rupees .....	September 30, 2023
Profit after taxation for the period	11,273,257	6,330,778
Other comprehensive income / (loss):		
Items that will not be subsequent reclassified to statement of profit or loss - net of tax :		
Unrealized gain on re-measurement of fair value through other comprehensive income investments	29,279,347	6,104,417
<b>Total comprehensive income for the period</b>	<b>40,552,604</b>	<b>12,435,195</b>

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

S. A. Mohsin  
Chief Financial Officer

MUHAMMAD MOHSIN ALI  
President & CEO

Jamal Nasim  
Director

QUARTERLY REPORT SEPTEMBER 2024



## FIRST CREDIT AND INVESTMENT BANK LIMITED

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

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

	Issued, subscribed and paid-up share capital	Reserve		Deficit on measurement of investment classified as fair value through other comprehensive income	Total shareholder's equity
		Revenue	Total		
		Unappropriated profit			
..... (Rupees) .....					
Balance as at July 01, 2023	650,000,000	127,705,852	127,705,852	(53,793,131)	723,912,721
Profit after tax for the quarter	-	6,330,779	6,330,779	-	6,330,779
Transfer from OCI on disposal	-	(7,686,141)	(7,686,141)	-	(7,686,141)
Other comprehensive income	-	-	-	6,104,417	6,104,417
	-	(1,355,362)	(1,355,362)	6,104,417	4,749,055
Balance as at September 30, 2023	650,000,000	126,350,490	126,350,490	(47,688,714)	728,661,776
<b>Balance as at July 01, 2024</b>	<b>650,000,000</b>	<b>152,390,281</b>	<b>152,390,281</b>	<b>(15,522,959)</b>	<b>786,867,322</b>
Profit after tax for the quarter	-	11,273,257	11,273,257	-	11,273,257
Transfer from OCI on disposal	-	(282,554)	(282,554)	-	(282,554)
Other comprehensive income	-	-	-	29,279,347	29,279,347
	-	10,990,703	10,990,703	29,279,347	40,270,050
Balance as at September 30, 2024	650,000,000	163,380,984	163,380,984	13,756,388	827,137,372

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

S. A. Mohsin  
Chief Financial Officer

MUHAMMAD MOHSIN ALI  
President & CEO

Jamal Nasim  
Director

QUARTERLY REPORT SEPTEMBER 2024



## FIRST CREDIT AND INVESTMENT BANK LIMITED

### CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

	September 30, 2024 (Un-audited)	September 30, 2023
Note	.....	Rupees .....
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	14,931,284	8,901,091
<b>Adjustments for:</b>		
Depreciation	2,448,651	1,947,438
Gain on disposal of property and equipment	-	(199,308)
Gratuity expenses	(1,349,492)	688,363
Dividend Income	(226,452)	(227,276)
Finance Cost	157,639,679	63,154,802
Reversal against accrued mark-up	304,162	(78,164)
Reversal for non-performing investments	(6,306,500)	(6,577,341)
	<u>152,510,048</u>	<u>58,708,514</u>
<b>Operating cash flows before working capital changes</b>	<b>167,441,332</b>	<b>67,609,605</b>
<b>(Increase) / decrease in current assets</b>		
Prepayments and other receivables	1,464,203	(1,874,971)
Mark-up/interest accrued	(146,629,988)	(32,408,715)
	<u>(145,165,785)</u>	<u>(34,283,687)</u>
<b>Increase / (decrease) in current liabilities</b>		
Accrued expenses and other payables	1,092,053	1,126,124
Cash generated from operations	23,367,600	34,452,042
	<u>9,488,861</u>	<u>(1,372,973)</u>
Income tax paid	9,488,861	(1,372,973)
Dividend income received	226,452	227,276
Markup on finance cost paid	(111,937,427)	(59,411,386)
	<u>(102,222,113)</u>	<u>(60,557,082)</u>
<b>Net cash (used in)/generated from operating activities</b>	<b>(78,854,513)</b>	<b>(26,105,040)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of property and equipment	-	(11,916,000)
Proceed from disposal of property and equipment	-	199,308
Long-term investments-net	(3,737,171)	12,831,612
Term deposit receipts	-	(3,000,000)
Short-term investments	233,974,304	(13,179,319)
Long-term finances -net	(29,206,919)	16,563,772
<b>Net cash (used in) / generated in investing activities</b>	<b>201,030,214</b>	<b>1,499,373</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net cash used in from financing activities	-	-
Net (decrease) / increase in cash and cash equivalents	122,175,701	(24,605,668)
<b>Cash and cash equivalents at the beginning of the period</b>	<b>(2,961,617,025)</b>	<b>(953,437,042)</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>(2,839,441,324)</b>	<b>(978,042,710)</b>

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

S. A. Mohsin  
Chief Financial Officer

MUHAMMAD MOHSIN ALI  
President & CEO

Jamal Nasim  
Director

QUARTERLY REPORT SEPTEMBER 2024



## FIRST CREDIT AND INVESTMENT BANK LIMITED

### NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

#### 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, Stratchen 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 VIS has assigned the investment bank a credit rating of 'A' long & medium term and 'A-2' (A Two) short term on the basis of credit rating carried on February 26, 2024. The outlook of the rating is stable.

#### 2 STATEMENT OF COMPLIANCE

These condensed interim financial statement of the Investment Bank for the three months period ended September 30, 2024 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, 2024.

#### 3 ACCOUNTING POLICIES

In preparing this condensed interim financial information, the significant judgements 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, 2024.

#### 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, 2024.

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## 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, 2024.

	Note	September 30, 2024 Un-audited ..... Rupees .....	June 30, 2024 Audited
<b>6 PROPERTY AND EQUIPMENT</b>			
Operating fixed assets	6.1	12,707,652	13,781,130
Right of use assets		9,626,197	11,001,370
		<u>22,333,849</u>	<u>24,782,500</u>

6.1 Additions/deletions during the three months period ended September 30, 2024 are as under:

	For the three months periods ended September 30, 2024		For the year ended June 30, 2024	
	Unaudited	Audited	Unaudited	Audited
	Additions (cost)	Disposal (cost)	Additions (cost)	Disposal (cost)
	----- Rupees -----			
- Furniture and fittings	-	-	100,000	-
- Office Equipment	-	-	160,328	570,546
- Computers	-	-	263,235	-
- Air Conditioner	-	-	345,185	-
- Vehicles	-	-	11,916,000	3,598,000
	-	-	<u>12,784,748</u>	<u>4,168,546</u>

	Note	September 30, 2024 Un-audited ..... Rupees .....	June 30, 2024 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		157,770,167	160,970,167
		<u>190,185,443</u>	<u>193,385,443</u>
Less: Provision against investments	7.1	(97,384,238)	(103,449,238)
		<u>92,801,205</u>	<u>89,936,205</u>

#### At fair value through other comprehensive income

- Pakistan Investment Bonds PIBs		2,972,604,503	2,936,146,487
- Term finance certificates- listed		15,279,090	15,520,590
		<u>2,987,883,593</u>	<u>2,951,667,077</u>
Less: Provision against investments	7.1	(15,279,090)	(15,520,590)
		<u>2,972,604,503</u>	<u>2,936,146,487</u>

Less: Current Portion of TFCs		(11,896,436)	(16,896,436)
		<u>3,053,509,272</u>	<u>3,009,186,256</u>

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## FIRST CREDIT AND INVESTMENT BANK LIMITED

	Note	September 30, 2024 Un-audited ..... Rupees .....	June 30, 2024 Audited
<b>7.1 Provision for diminuation in value of long-term investments</b>			
Opening balance		118,969,828	152,482,160
Charged during the period/year (Reversal) during the period/year		<u>(6,306,500)</u>	<u>(33,512,332)</u>
		<u>(6,306,500)</u>	<u>(33,512,332)</u>
Balance at the end of period/year		<u>112,663,328</u>	<u>118,969,828</u>
<b>8 Term Deposit Receipts</b>	8.1	<u>3,000,000</u>	<u>3,000,000</u>

8.1 This represent investment in term deposit receipts with National Bank of Pakistan, an associated undertaking

### 9 DEFERRED TAX ASSET

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 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	September 30, 2024 Un-audited ..... Rupees .....	June 30, 2024 Audited
<b>10 CURRENT PORTION OF NON-CURRENT ASSETS</b>			
<b>Investments</b>			
Current portion of term finance certificates-listed		11,896,436	16,896,436
Current portion of investment in PIBS		-	243,725,080
<b>Loans and finances</b>			
Current portion of loans to employees		<u>3,616,634</u>	<u>2,164,982</u>
Current portion of loans to other - term finance facility (secured)		<u>61,260,512</u>	<u>79,480,524</u>
		<u>64,877,146</u>	<u>81,645,506</u>
		<u>76,773,582</u>	<u>342,267,022</u>

### 11 SHORT-TERM INVESTMENTS

Fair value through other comprehensive income			
-Dewan Cement Limited- Pre IPO term finance certificates	11.1	<u>50,000,000</u>	<u>50,000,000</u>
Less: Provision TFC - Dewan Cement Limited	11.1	<u>(20,000,000)</u>	<u>(20,000,000)</u>
		<u>30,000,000</u>	<u>30,000,000</u>
-Quoted Shares		<u>16,241,983</u>	<u>13,885,451</u>
		<u>46,241,983</u>	<u>43,885,451</u>
<b>Fair value through P&amp;L</b>			
-Quoted Shares		<u>13,921,904</u>	<u>6,810,214</u>
Investments at market value		<u>60,163,888</u>	<u>50,695,665</u>

11.1 This investment has been calssified under loss category and accordingly made provision of entire amount considering FSV of the collateral held as per applicable law and applicable financial reporting framework.





## FIRST CREDIT AND INVESTMENT BANK LIMITED

	Note	September 30, 2024 Un-audited ..... Rupees .....	June 30, 2024 Audited
<b>12 DEFICIT ON REMEASUREMENT OF INVESTMENTS-NET</b>			
<b>Fair value through other comprehensive income</b>			
Government securities		16,448,206	(22,131,363)
Quoted Shares short-term		2,615,525	258,992
Related deferred tax		(5,307,343)	6,349,412
		<u>13,756,388</u>	<u>(15,522,959)</u>
<b>13 MARK-UP/INTEREST ACCRUED</b>			
<b>Mark-up accrued on:</b>			
<b>Secured</b>			
- Loans and borrowings		59,216,287	13,940,475
<b>Unsecured</b>			
- Certificates of deposits		1,560,137	1,560,137
		<u>60,776,424</u>	<u>15,500,612</u>
<b>14 CONTINGENCIES AND COMMITMENTS</b>			
<b>Contingencies</b>			
There are no material contingencies as at the reporting date ( June 30, 2024: Nil)		-	-
<b>Commitments</b>			
There are no material commitments as at the reporting date ( June 30, 2024: Nil)		-	-
		<u>-</u>	<u>-</u>
		<b>Three months ended September 30, 2024 Un-audited ..... Rupees .....</b>	<b>Three months ended September 30, 2023 Un-audited</b>
<b>15 TAXATION</b>			
-Current		2,516,753	-
-Deferred		1,107,306	1,436,263
		<u>3,624,059</u>	<u>1,436,263</u>
<b>16 EARNING PER SaARE- BASIa AND DILUTED</b>			
Profit after taxation for the period		<u>11,273,257</u>	<u>6,330,778</u>
Weighted average number of shares outstanding during the period		<u>65,000,000</u>	<u>65,000,000</u>
Earnings per share - basic and diluted		<u>0.17</u>	<u>0.10</u>

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## FIRST CREDIT AND INVESTMENT BANK LIMITED

	Three months period ended September 30, 2024 Un-audited ..... Rupees	Three months period ended September 30, 2023 Un-audited ..... Rupees
<b>17 CASH AND CASH EQUIVALENT</b>		
Cash and bank balances	97,364,291	141,790,262
Short-term repo borrowing	(2,936,805,615)	(1,119,832,972)
	<u>(2,839,441,324)</u>	<u>(978,042,710)</u>

### 18 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated undertakings, key management personnel and retirement benefit schemes. The Investment Bank in the normal course of business carries out transactions with various related parties. Amounts due from and to associated undertakings, executives and remuneration of directors and executives are disclosed in the relevant notes. Transactions with related parties other than disclosed elsewhere in these financial statements are as follows:

	For the three months period ended and as at September 30, 2024 Rupees	For the three months period September 30, 2023 and as at June 30, 2024 Rupees
<b>Associated undertakings</b>		
<b>Transactions for the three-months period:</b>		
<b>National Bank of Pakistan (NBP holds 30.7% of FCIBL Shares)</b>		
Rent expense	1,477,050	1,529,521
Brokerage income	923,948	469,261
<b>Taurus Securities Limited (NBP holds 58.32% of Taurus Securities Ltd. Shares)</b>		
Brokerage expenses	59,635	58,522
<b>NBP Fund Management Limited (NBP holds 54% shares of NBP Fund Management Limited)</b>		
Brokerage income	317,730	-
<b>Balances at period-end/year-end</b>		
<b>National Bank of Pakistan: (NBP holds 30.7% of FCIBL Shares)</b>		
Investment in shares at cost	3,858,395	3,858,395
Investment in TDR	3,000,000	3,000,000
<b>Key management personnel</b>		
<b>Transactions for the three months period:</b>		
Salaries, benefits and other allowances	7,514,471	6,749,679
Retirement benefits	527,502	392,160
Balances at period-end/year-end	4,071,210	7,523,009
<b>Staff Retirement Plans</b>		
<b>Transactions for the three months period:</b>		
Contributions to staff retirement plans	389,496	356,250

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## FIRST CREDIT AND INVESTMENT BANK LIMITED

### 19 FAIR VALUE OF FINANCIAL INSTRUMENTS

The fair values of all financial instruments as at three months/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.

	September 30, 2024 (Un-audited)		
	Level 1	Level 2	Level 3
	Rupees		
Listed securities	47,060,324	-	-
Unlisted securities	-	49,379,024	-
	<u>47,060,324</u>	<u>49,379,024</u>	
	June 30, 2024 (Audited)		
	Level 1	Level 2	Level 3
	Rupees		
Listed securities	29,704,482	-	-
Unlisted securities	-	50,593,183	-
	<u>29,704,482</u>	<u>50,593,183</u>	

#### c) Other financial instruments

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

### 20 GENERAL

Figures have been rounded off to the nearest rupees

### 21 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information are authorized for issue on October 26, 2024 by the Board of Directors of the Company

S. A. Mohsin  
Chief Financial Officer

MUHAMMAD MOHSIN ALI  
President & CEO

Jamal Nasim  
Director

QUARTERLY REPORT SEPTEMBER 2024