



fcibank

**QUARTERLY
REPORT
SEPTEMBER 30,
2022**

FIRST CREDIT AND INVESTMENT BANK LTD.

Major Joint Venture Partners:





Vision

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

Mission Statement

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



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FIRST CREDIT AND INVESTMENT BANK LIMITED

BOARD OF DIRECTORS



Mr. 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. Muhammad Naeemuddin
Director



Mrs. Nina Afridi
Director



Mr. Jamal Nasim
Director

QUARTERLY REPORT SEPTEMBER 2022



FIRST CREDIT AND INVESTMENT BANK LIMITED

COMPANY INFORMATION

AUDIT COMMITTEE:

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

HR AND REMUNERATION COMMITTEE:

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

RISK MANAGEMENT COMMITTEE:

Mr. Asad Ullah Saleem	Chairman
Syed Irfan Husnain Rizvi	Member
Mr. Muhammad Naeemuddin	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
Telenor 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

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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 un-audited financial statements of **First Credit and Investment Bank Limited** for the first quarter ended September 30, 2022.

Operating Results

Total income for the quarter ended September 30, 2022 increased by Rs. 34.0 million to Rs.64.44 million as compared to Rs. 30.47 million for the quarter ended September 30, 2021. The increase in revenue is mainly attributable to the enhancement in treasury operations. The Company reports operating loss of Rs.4.30 million during the first quarter ended September 30, 2022 as compared to operating income of Rs. 2.35 million for the corresponding period of last year. Further, after taking effect of reversals of already made provisions against non-performing investments, the Company was able to report profit before taxation of Rs.5.65 million during the first quarter of FY 2022-23. The profit before taxation for the quarter ended September 30, 2021 was Rs.4.77 million. Similarly, the Company closed the current quarter registering net profit after taxation of Rs.2.68 million as against profit after taxation of Rs. 3.10 million for the corresponding quarter last year. Shareholders equity, net of deficit on re-measurement of investment, increased to Rs.728.94 million as at September 30, 2022 from Rs. 721.84 million as at June 30, 2022. Total balance sheet footing as at September 30, 2022 was Rs.2,081.06 million compared to Rs. 2,052.27 million as at June 30, 2022.

Credit Rating

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

Future Outlook

FCIBL is in process reorganize its operational structure to generate more quality revenues from sources both of conventional and unconventional to its past experience. FCIBL is expanding its Money Market & Forex Brokerage business by hiring new talent from the market which would contribute more to the profitability 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 the entire Investment Banking sector. Upgradation in the Credit Rating of FCIBL from 'A-'(Single A Minus to "A' (Single A) is also a positive indication towards the growth and success of 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. 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 stakeholders, valued customers and financial institutions for their continued trust and patronage. We are grateful to the regulatory authorities especially the Securities and Exchange Commission of Pakistan, the State Bank of Pakistan and the Pakistan Stock Exchange for their guidance and support. We also acknowledge hard work and dedication of the management and employees.

MUHAMMAD MOHSIN ALI
Chief Executive Officer

JAMAL NASIM
Director

Karachi:
October 28, 2022

QUARTERLY REPORT SEPTEMBER 2022



ڈائریکٹرز جائزہ

فرسٹ کریڈیٹ اینڈ انویسٹمنٹ بینک لمیٹڈ کے بورڈ آف ڈائریکٹرز، پہلی سہ ماہی کے غیر آڈٹ شدہ مختصر عبوری مالیاتی تفصیلات کا گوشوارہ برطابق ۳۰ ستمبر ۲۰۲۲ پیش کرتے ہوئے طمانیت محسوس کرتے ہیں۔

آپریٹنگ نتائج:

۳۰ ستمبر ۲۰۲۲ کو ختم ہونے والی پہلی سہ ماہی کے اختتام پر بینک کی کل آمدنی ۳۴.۰ ملین روپے کے اضافے کے بعد میں ۶۴.۴۴ ملین روپے رہی جو کہ پچھلے سال ۳۰ ستمبر ۲۰۲۱ کو ختم ہونے والی اسی مدت میں ۳۰.۴۷ ملین روپے تھی۔ مندرجہ بالا آمدنی میں اضافے کی بنیادی وجہ ٹریڈری آپریشن میں تیزی ہے۔ کمپنی نے پہلی سہ ماہی کے اختتام پر ۴.۳ ملین روپے آپریٹنگ خسارہ ریکارڈ کیا جو پچھلے سال اسی عرصہ میں ۲.۳۵ ملین روپے منافع تھا۔ مزید یہ کہ کچھ صارفین کے اکاؤنٹ میں بہتری کی وجہ سے نقصان کے خدشات جو پچھلے سالوں میں متعین کئے گئے تھے وہ اس سال واپس ہو گئے جس کی وجہ سے کمپنی نے مالی سال ۲۰۲۳-۲۰۲۲ کی موجودہ پہلی سہ ماہی میں قبل از ٹیکس منافع ۵.۶۵ ملین روپے ریکارڈ کیا جبکہ پچھلے سال اسی مدت میں قبل از ٹیکس منافع ۷.۷۷ ملین روپے حاصل کیا گیا تھا۔ اسی طرح رواں مالی سال کی پہلی سہ ماہی کے اختتام پر بعد از ٹیکس منافع ۲.۶۸ ملین روپے ریکارڈ کیا گیا جبکہ پچھلے سال اسی مدت میں بعد از ٹیکس منافع ۳.۱۰ ملین روپے ریکارڈ کیا گیا تھا۔ اسکے نتیجے میں شیئر ہولڈرز ایکویٹی سرمایہ کاری کی موجودہ مالیت کے مطابق اکاؤنٹ میں لینے کے بعد بڑھکر ۲۸.۹۴ ملین روپے ہو گئی جبکہ ۳۰ جون ۲۰۲۲ کو شیئر ہولڈرز ایکویٹی ۲۱.۸۴ ملین روپے تھی۔ ۳۰ ستمبر ۲۰۲۲ کو بینک کے کل اثاثہ جات ۲,۰۸۱.۰۶ ملین روپے ہو گئے جو کہ ۳۰ جون ۲۰۲۲ کو ۲,۰۵۲.۲۷ ملین روپے تھے۔

کریڈٹ ریٹنگ:

VIS کریڈٹ ریٹنگ کی رپورٹ تاریخ ۳۱ دسمبر ۲۰۲۱ کے مطابق کمپنی نے درمیانے سے طویل مدتی ریٹنگ کو اپ گریڈ کر 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:

ایف سی آئی بی ایل اپنے آپریٹنگ ڈھانچے کو از سر نو ترتیب دے رہا ہے تاکہ روایتی اور غیر روایتی دونوں ذرائع سے اپنے ماضی کے تجربے



FIRST CREDIT AND INVESTMENT BANK LIMITED

کی بدولت زیادہ معیار کی آمدنی حاصل کی جاسکے۔ ایف سی آئی ایل مارکیٹ سے نئے تجربہ کار عملے کی خدمات کے توسط سے منی مارکیٹ اور فاریکس بروکرز 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 زیر جائزہ مدت کے دوران ٹریڈی اور منی مارکیٹ آپریشنز 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۔ ایف سی آئی ایل کی کریڈٹ ریٹینگ 'A' (سنگل اے مینس) سے 'A' (سنگل اے) میں اپ گریڈ ہونا ایک نہایت مثبت اشارہ ہے۔ بورڈ آف ڈائریکٹرز ہمارے موجودہ بنیادی کاروبار کی توسیع پر این بی ایف سی ریگولیٹری فریم ورک کے تحت نئے کاروباری تنوع پر زیادہ توجہ دے رہے ہیں۔ ہماری عمودی اور افقی توسیع کی حکمت عملی سے آمدنی میں اضافہ متوقع ہے جس سے امید ہے کہ ملک کے معاشی اور کاروباری حالات میں بہتری آئے گی۔ 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 افزائی کے بھی شکر گزار ہیں۔ ہم انتظامیہ اور ملازمین کی محنت اور لگن سے کام کرنے کے معترف ہیں۔

جمال نسیم
ڈائریکٹر

محمد محسن علی
پریذیڈنٹ وی ای او

کراچی۔

۲۸ اکتوبر ۲۰۲۲



FIRST CREDIT AND INVESTMENT BANK LIMITED

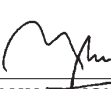
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2022

	Note	September 30, 2022 Rupees (Un-audited)	June 30, 2022 (Audited)
ASSETS			
Non-current Assets			
Property and equipment	6	9,202,938	11,049,586
Long-term investments	7	352,515,119	330,830,640
Long-term loans and finances		298,883,404	294,160,053
Net investment in finance lease	8	-	-
Long-term deposits		57,500	57,500
Deferred tax asset	9	72,635,185	78,297,354
Total non-current assets		733,294,146	714,395,133
Current assets			
Current portion of non-current assets	10	104,769,391	120,849,300
Short-term investments	11	1,111,713,683	1,075,776,169
Markup/interest accrued		28,737,387	41,383,330
Prepayments and other receivables		3,774,711	3,039,703
Taxation-net		24,055,638	21,174,010
Cash and bank balances		74,716,029	75,656,521
Total current assets		1,347,766,839	1,337,879,033
Total Assets		2,081,060,985	2,052,274,166
EQUITY & LIABILITIES			
Shareholders' equity			
Authorized share capital 75,000,000 (June 30, 2022: 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, 2022: 65,000,000) ordinary shares of Rs.10 each		650,000,000	650,000,000
Accumulated profit		120,145,484	120,840,468
Deficit on remeasurement of investments - net	12	(41,200,977)	(49,002,656)
Total shareholders' equity		728,944,507	721,837,812
Non-Current Liabilities			
Deferred liability - Staff gratuity		8,740,610	8,148,962
Lease liability		-	-
Security deposit against finance lease		418,600	418,600
Total non-current liabilities		9,159,210	8,567,562
Current Liabilities			
Current portion of long-term loan		-	15,625,000
Current portion of lease liability		6,815,337	6,724,035
Short-term repo borrowing		1,313,553,500	1,262,741,850
Up-paid dividend		7,348,477	7,348,477
Markup / interest accrued	13	2,139,117	17,659,346
Accrued expenses and other payables		13,100,837	11,770,084
Total current liabilities		1,342,957,268	1,321,868,792
Total liabilities		1,352,116,478	1,330,436,354
Contingencies and commitments	14	-	-
Total equity and liabilities		2,081,060,985	2,052,274,166

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


JAMAL NASIM
Director

QUARTERLY REPORT SEPTEMBER 2022



FIRST CREDIT AND INVESTMENT BANK LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS ACCOUNT (UN-AUDITED) FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2022

	September 30, 2022	September 30, 2021
Note	Rupees	Rupees
Income from term finances and fund placements	17,784,400	12,728,350
Income from investments	46,221,656	19,770,214
Unrealized gain/(Loss) in investment classified as fair value through profit or loss account	(242,588)	(2,107,269)
Fees and commission income	668,000	63,880
Other income	5,402	12,861
	64,436,870	30,468,036
Finance costs	(49,384,087)	(12,473,673)
Administrative and operating expenses	(19,356,257)	(15,641,396)
Operating (loss)/income before taxation and provisions	(4,303,474)	2,352,966
Reversals/(Provision)		
Reversal against accrued mark-up	2,000,000	160,846
Reversal of diminution in value of long-term investments	7.1 7,950,000	2,345,845
Profit for the period before taxation and workers' welfare fund	5,646,526	4,859,657
Workers' welfare fund	-	(89,067)
Profit for the period before taxation	5,646,526	4,770,590
Taxation	15 (2,971,426)	(1,668,857)
Profit for the period after taxation	2,675,100	3,101,733
Earnings per share -basic and diluted	16 0.04	0.05

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


JAMAL NASIM
Director

QUARTERLY REPORT SEPTEMBER 2022



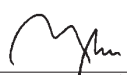
FIRST CREDIT AND INVESTMENT BANK LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2022

	September 30, 2022	September 30, 2021
Note Rupees Rupees
Profit after taxation for the period	2,675,100	3,101,733
Other comprehensive income / (loss):		
Items that will not be subsequent reclassified to statement of profit or loss - net of tax :		
Unrealized gain / (loss) on re-measurement of fair value through other comprehensive income investments	7,801,679	(7,007,154)
Total comprehensive income / (loss) for the period	10,476,779	(3,905,421)

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


JAMAL NASIM
Director

QUARTERLY REPORT SEPTEMBER 2022



FIRST CREDIT AND INVESTMENT BANK LIMITED

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

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2022

	Issued, subscribed and paid-up share capital	Revenue Accumulated Profit	Total	Deficit on remeasurement of investment classified as fair value through other comprehensive income	Total share- holders' equity
	Rupees				
Balance as at July 01, 2021	650,000,000	114,707,652	114,707,652	(14,756,757)	749,950,895
Profit after tax for the quarter	-	3,101,733	3,101,733	-	3,101,733
Transfer from OCI on disposal	-	(1,902,843)	(1,902,843)	-	(1,902,843)
Other comprehensive loss	-	-	-	(7,007,154)	(7,007,154)
	-	1,198,890	1,198,890	(7,007,154)	(5,808,264)
Balance as at September 30, 2021	650,000,000	115,906,542	115,906,542	(21,763,911)	744,142,631
Balance as at July 01, 2022	650,000,000	120,840,468	120,840,468	(49,002,656)	721,837,812
Profit after tax for the quarter	-	2,675,100	2,675,100	-	2,675,100
Transfer from OCI on disposal	-	(3,370,084)	(3,370,084)	-	(3,370,084)
Other comprehensive loss	-	-	-	7,801,679	7,801,679
	-	(694,984)	(694,984)	7,801,679	7,106,695
Balance as at September 30, 2022	650,000,000	120,145,484	120,145,484	(41,200,977)	728,944,507

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


JAMAL NASIM
Director

QUARTERLY REPORT SEPTEMBER 2022



FIRST CREDIT AND INVESTMENT BANK LIMITED

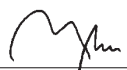
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2022

	September 30, 2022	September 30, 2021
Note Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	5,646,526	4,770,590
Adjustments for:		
Depreciation	1,846,648	1,917,461
Gain on disposal of property and equipment	-	-
Gratuity expenses	591,648	459,702
Dividend Income	(1,147,457)	(1,021,617)
Finance Cost	49,384,087	12,473,673
Reversal against accreued mark-up	(2,000,000)	-160846
Reversal for non-performing investments	(7,950,000)	(2,345,845)
	<u>40,724,926</u>	<u>11,322,529</u>
Operating cash flows before working capital changes	46,371,452	16,093,119
(Increase) / decrease in current assets		
Prepayments and other receivables	(735,008)	(999,985,138)
Mark-up/interest accrued	14,645,943	4,930,123
	13,910,935	(995,055,015)
Increase / (decrease) in current liabilities		
Accrued expenses and other payables	1,330,753	1,833,360
Cash generated from operations	61,613,140	(977,128,537)
Income tax paid	(190,885)	(4,345,931)
Dividend income received	1,147,457	1,021,617
Markup on finance cost paid	(64,813,014)	(18,512,217)
	<u>(63,856,441)</u>	<u>(21,836,531)</u>
Net cash (used in)/generated from operating activities	(2,243,301)	(998,965,068)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceed from disposal of property and equipment	-	-
Long-term investments-net	6,567,199	2,242,675
Short-term investments	(39,307,597)	1,000,189,986
Long-term finances -net	(1,143,442)	25,579,361
Net cash (used in)/ generated in investing activities	(33,883,841)	1,028,012,023
CASH FLOWS FROM FINANCING ACTIVITIES		
Long-term loan repaid	(15,625,000)	(15,625,000)
Net cash used in from financing activities	(15,625,000)	(15,625,000)
Net (decrease) / increase in cash and cash equivalents	(51,752,142)	13,421,955
Cash and cash equivalents at the beginning of the period	<u>(1,187,085,329)</u>	<u>(261,040,641)</u>
Cash and cash equivalents at the end of the period	<u>17 (1,238,837,471)</u>	<u>(247,618,686)</u>

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


JAMAL NASIM
Director

QUARTERLY REPORT SEPTEMBER 2022



FIRST CREDIT AND INVESTMENT BANK LIMITED

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

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 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, 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 Credit Rating Company Limited has up-graded the investment bank credit rating from 'A-' (Single A minus) to 'A' (Single A) for medium to long-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 three months period ended September 30, 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, 2022.

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, 2022.

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, 2022.

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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, 2022.

	Note	September 30, 2022	June 30, 2022
		Un-audited	Audited
..... Rupees			
6	PROPERTY AND EQUIPMENT		
	Operating fixed assets	5,775,945	6,480,262
	Right of use assets	3,426,993	4,569,324
		9,202,938	11,049,586

6.1 There have been no additions during the period. Additions/deletions during the year ended June 30, 2022 are as under:

	For the three months periods ended		For the year ended	
	September 30, 2022		June 30, 2022	
	Unaudited	Audited	Additions	Disposal
	(cost)	(cost)	(cost)	(cost)
----- Rupees -----				
- Furniture and fittings	-	-	476,276	-
- Office Equipment	-	-	224,978	-
- Computers	-	-	516,083	-
- Air Conditioner	-	-	477,116	-
- Vehicles	-	-	-	1,335,400
- Leasehold improvements	-	-	358,770	-
	-	-	2,053,223	1,335,400

	Note	September 30, 2022	June 30, 2022
		Un-audited	Audited
..... Rupees			

7 LONG-TERM INVESTMENTS

At amortised cost

- Term finance certificates/sukuk - listed		32,415,276	32,415,276
- Term finance certificates/sukuk - unlisted		178,770,167	181,170,167
		211,185,443	213,585,443
Less: Provision against investments	7.1	(161,862,943)	(169,812,943)
		49,322,500	43,772,500

At fair value through other comprehensive income

- Pakistan Investment Bonds PIBs		321,625,408	318,030,000
- Quoted Shares		1,482,486	1,443,416
- Term finance certificates- listed		16,486,590	16,486,590
		339,594,484	335,960,006
Less: Provision against investments	7.1	(16,486,590)	(16,486,590)
		323,107,894	319,473,416

Less: Current Portion of TFCs		(19,915,275)	(32,415,276)
		352,515,119	330,830,640

7.1 Provision for diminuation in value of long-term investments

Opening balance		186,299,533	201,109,132
Charged during the period/year		-	-
(Reversal) during the period/year		(7,950,000)	(14,809,599)
		(7,950,000)	(14,809,599)
Balance at the end of period/year		178,349,533	186,299,533

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FIRST CREDIT AND INVESTMENT BANK LIMITED

	Note	September 30, 2022 Un-audited Rupees	June 30, 2022 Audited
8 NET INVESTMENT IN FINANCE LEASE			
Lease rental receivable		-	-
Residual value of lease assets		418,600	418,600
Gross investment in finance lease		418,600	418,600
Less: Unearned finance lease Income		(11,670)	(11,670)
		<u>406,930</u>	<u>406,930</u>
Less: Current maturity of net investment in finance lease		(406,930)	(406,930)
Net investment in finance lease		<u>-</u>	<u>-</u>

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, 2022 Un-audited Rupees	June 30, 2022 Audited
10 CURRENT PORTION OF NON-CURRENT ASSETS			
Investments			
Current portion of term finance certificates-listed		19,915,275	32,415,276
Loans and finances			
Current portion of loans to employees		2,801,940	1,404,487
Current portion of loans to other - term finance facility (secured)		81,645,246	86,622,607
		<u>84,447,186</u>	<u>88,027,094</u>
Net investment in lease finance			
Current maturity of net investment in finance lease		406,930	406,930
		<u>104,769,391</u>	<u>120,849,300</u>
11 SHORT-TERM INVESTMENTS			
Fair value through other comprehensive income			
-Dewan Cement Limited- Pre IPO			
term finance certificates	11.1	50,000,000	50,000,000
Less: Provision TFC - Dewan Cement Limited	11.1	(6,930,383)	(6,930,383)
		<u>43,069,617</u>	<u>43,069,617</u>
-Investment in government securities - T-Bills		991,842,436	955,199,000
-Quoted Shares		23,044,931	24,190,231
-Mutual Funds		26,159,847	26,520,199
		<u>1,084,116,831</u>	<u>1,048,979,047</u>
Fair value through profit or loss			
-Quoted Shares		27,596,852	26,797,122
Investments at market value		<u>1,111,713,683</u>	<u>1,075,776,169</u>

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

		September 30, 2022	June 30, 2022
	Note	Un-audited	Audited
	 Rupees	
12 DEFICIT ON REMEASUREMENT OF INVESTMENTS-NET			
Fair value through other comprehensive income			
Government securities		(34,359,339)	(42,545,667)
Quoted Shares long-term		(1,860,161)	(1,899,231)
Quoted Shares short-term		(14,222,162)	(13,479,454)
Mutual Fund		(867,801)	(3,877,533)
Related deferred tax (asset)		10,108,486	12,799,229
		<u>(41,200,977)</u>	<u>(49,002,656)</u>
13 MARK-UP/INTEREST ACCRUED			
Mark-up accrued on:			
Secured			
- Loans and borrowings including running finance facility	13.1	578,955	16,099,209
Unsecured			
- Certificates of deposits		1,560,137	1,560,137
		<u>2,139,092</u>	<u>17,659,346</u>
13.1 This amount includes mark-up due to National Bank of Pakistan, an associated undertaking.			
14 CONTINGENCIES AND COMMITMENTS			
Contingencies			
There are no material contingencies as at the reporting date (June 30, 2022: Nil)		-	-
Commitments			
There are no material commitments as at the reporting date (June 30, 2022: Nil)		-	-



FIRST CREDIT AND INVESTMENT BANK LIMITED

Three months period ended
September 30, September 30,
2022 2021
Un-audited Un-audited
..... Rupees

15 TAXATION

-Current	-	1,088,777
-Deferred	2,971,426	580,080
	<u>2,971,426</u>	<u>1,668,857</u>

16 EARNING PER SHARE- BASIC AND DILUTED

Profit after taxation for the period	2,675,100	3,101,733
Weighted average number of shares outstanding during the period	65,000,000	65,000,000
Earnings per share - basic and diluted	0.04	0.05

17 CASH AND CASH EQUIVALENT

Cash and bank balances	74,716,029	150,369,797
Short-term running finance facility	-	(49,992,033)
Short-term repo borrowing	(1,313,553,500)	(347,996,450)
	<u>(1,238,837,471)</u>	<u>(247,618,686)</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:



FIRST CREDIT AND INVESTMENT BANK LIMITED

Nature of relationship with related party	Nature of transactions and balances	For the three months period ended and as at September 30, 2022	For the three months period ended September 30, 2021 and as at Jun 30, 2022
		-----Rupees-----	
Associated undertakings	Transactions for the three-months period:		
	National Bank of Pakistan (NBP holds 30.7% of FCIBL Shares)		
	Mark-up on long-term loan	-	1,340,690
	Mark-up on short-term running finance	-	1,064,762
	Rent Paid	<u>1,519,126</u>	<u>1,361,469</u>
	Taurus Securities Limited (NBP holds 58.32% of Taurus Securities Ltd. Shares)		
	Brokerage expenses	<u>19,570</u>	<u>10,950</u>
	NBP Fund Management Limited (NBP holds 54% shares of NBP Fund Management Limited		
	Commission	<u>86,667</u>	<u>110,000</u>
	Balances at period-end/year-end		
	National Bank of Pakistan: (NBP holds 30.7% of FCIBL Shares)		
	Investment in shares at cost	<u>3,858,395</u>	<u>3,858,395</u>
	Long-term loan	-	<u>15,625,000</u>
	NAFA Stock Fund (NBP holds 54% shares of NBP Fund Management Limited - Management Company of the Fund)	<u>22,160,510</u>	<u>24,827,296</u>
Key management personnel	Transactions for the three months period:		
	Salaries, benefits and other allowances	<u>4,912,525</u>	<u>4,775,752</u>
	Retirement benefits	<u>332,808</u>	<u>334,121</u>
	Balances at period-end/year-end	<u>4,771,385</u>	<u>3,641,200</u>
Staff Retirement Plans	Transactions for the three months period:		
	Contributions to staff retirement plans	<u>268,592</u>	<u>298,046</u>

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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, 2022 (Un-audited)		
	Level 1	Level 2	Level 3
	Rupees		
Listed securities	48,994,613	-	
Unlisted securities	-	11,357,224	
	<u>48,994,613</u>	<u>11,357,224</u>	
	June 30, 2022 (Audited)		
	Level 1	Level 2	Level 3
	Rupees		
Listed securities	60,655,814	-	
Unlisted securities	-	11,357,224	
	<u>60,655,814</u>	<u>11,357,224</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 28, 2022 by the Board of Directors of the Company.



MUHAMMAD KAMRAN
Chief Financial Officer



MUHAMMAD MOHSIN ALI
President & CEO



JAMAL NASIM
Director

QUARTERLY REPORT SEPTEMBER 2022