



fcibank

FIRST CREDIT AND INVESTMENT BANK LTD.

Annual Report 2023

Major Joint Venture Partners:



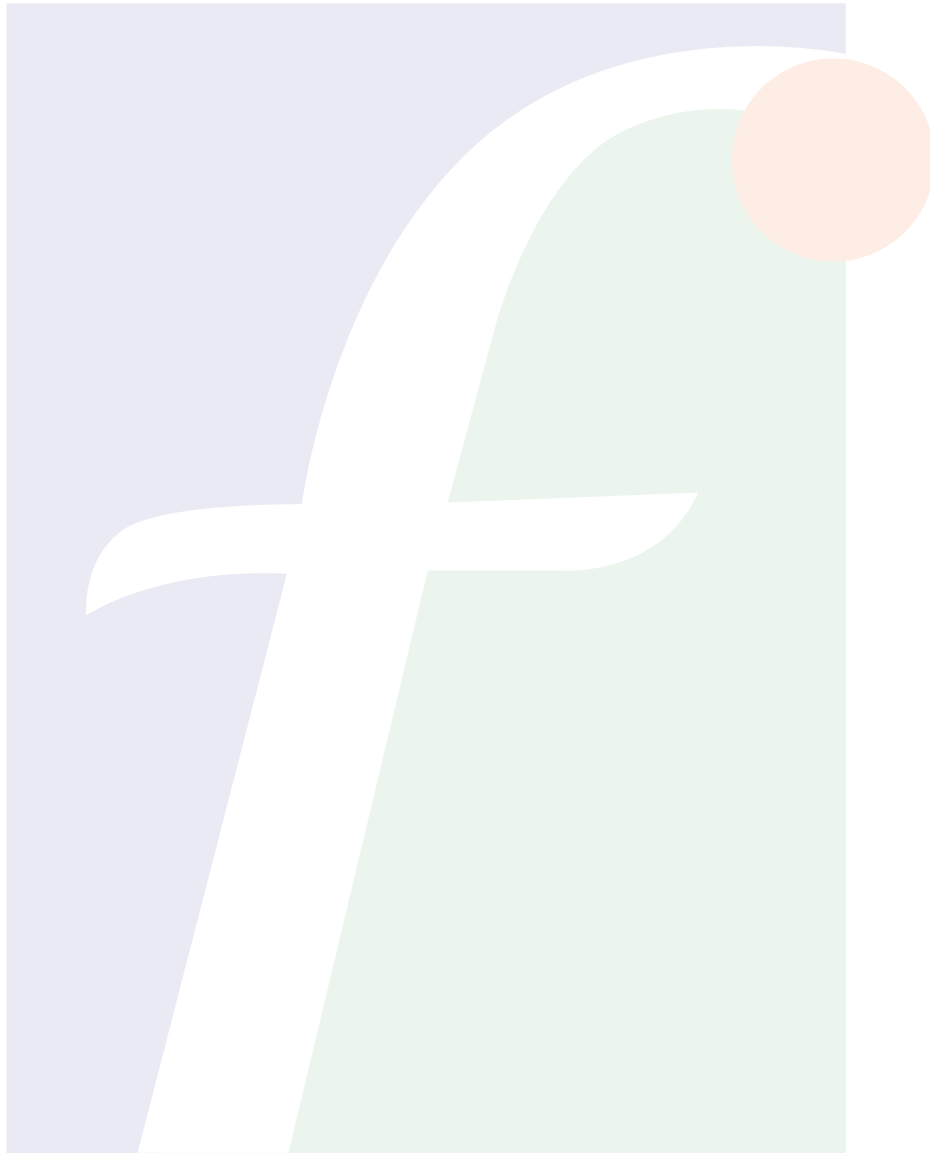
Vision

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



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
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



NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that 34th Annual General Meeting of the shareholders of First Credit & Investment Bank Limited will be held on Saturday, September 30, 2023 at 12:00 noon at Registered Office, 2nd Floor, SIDCO Avenue Centre, Stratchen Road, Karachi to transact the following business:

ORDINARY BUSINESS

1. To confirm the minutes of the Extra Ordinary General Meeting held on June 10, 2023.
2. To receive, consider and adopt the audited financial statements of the Company together with the Auditors' Report, Chairman Review and Directors' Reports thereon for the year ended June 30, 2023.
3. To appoint the statutory auditors for the year ending June 30, 2024 and fix their remuneration. The present auditors M/s. Crowe Hussain Chaudhury & Co, Chartered Accountants, retire and being eligible, have offered themselves for re-appointment.

SPECIAL BUSINESS

4. To consider and, if deemed fit, pass, with or without modification(s), addition(s) or deletion(s), the following resolution, as an ordinary resolution, to enable and authorize the Company to circulate the Annual Report (including the audited financial statements, auditor's report, Directors' report, Chairman's review report) to the members of the Company through QR enabled code and weblink, in accordance with Section 223(6) of the Companies Act, 2017 read with S.R.O. 389(I)/2023 dated March 21, 2023.

"RESOLVED THAT First Credit and Investment Bank Limited (the "Company") be and is hereby authorized to circulate its annual report, including the annual audited financial statements, auditor's report, Directors' report, Chairman's review report and other reports contained therein, to the members of the Company through QR enabled code and weblink, in accordance with S.R.O. 389(I)/2023 issued by the Securities and Exchange Commission of Pakistan, and that the practice of circulation of the annual report through CD / USB be discontinued."

ANY OTHER BUSINESS

5. To transact any other business with the permission of the Chair.

The Statement of material facts under Section 134(3) of the Companies Act, 2017 pertaining to the Special Businesses to be transacted at the Annual General Meeting is attached to this notice.

By Order of the Board



Muhammad Amin Khatri
Company Secretary

Karachi
September 08, 2023

Notes:

Closure of Share Transfer Book

1. The share transfer books of the Company will remain closed from September 23, 2023 to September 30, 2023 (both days inclusive). Transfers received in order at the office of our Share Registrar M/s. THK Associates (Pvt.) Ltd, Plot No. 32-C, Jami Commercial Street 2, DHA Phase VII, Karachi-75500 upto the close of business on September 22, 2023, will be considered in time for purpose of entitlement of shareholders to attend and vote at the meeting.



Participation in Annual General Meeting

2. A member entitled to attend and vote at this meeting may appoint any other member as his/her proxy to attend the meeting and vote instead of him/her. The proxies in order to be effective must be received by the company not less than 48 hours before the meeting. CDC Account holders will further have to follow the under mentioned guidelines as laid down in circular No. 1 dated January 26, 2000 issued by the Securities & Exchange Commission of Pakistan.

A. For Attending the Meeting:-

- a) In case of individuals, the account holder or sub-account holder and/or the person whose securities are in group account and their registration details are upload as per Regulations, shall authenticate his/her identity by showing his/her original Computerized National Identity card (CNIC) or original Passport at the time of attending the meeting.
- b) In case of Corporate entity, the board of Directors resolution of attorney with specimen signature of the nominee shall be produced (unless it has been provided earlier) at the time of meeting.

B. For Appointing Proxies:-

- a) In case of individuals, the account holder or sub-account holder and/or the person whose securities are in group account and their registration details are uploaded as per Regulations, shall submit the proxy form as per the above requirement.
- b) The proxy form shall be witnessed by two persons whose names, address and CNIC Numbers shall be mentioned on the form.
- c) Attested copies of CNIC or Passport of the beneficial owners and the proxy shall be furnished with the proxy form.
- d) The proxy shall produce his/her original CNIC or original Passport at the time of the meeting.
- e) In case of corporate entity, the Board of Directors resolution/ power of attorney with specimen signature shall be submitted (unless it has been provided earlier) along with proxy form to the company.

3. Change in Address

The Shareholders are requested to immediately inform any change in their addresses to Company Share Registrar or CDC Participant/ Investor Account Services, as the case may be.

4. Deposit of physical shares in CDC Account

As per section 72 of the Companies Act, 2017 every listed company is required to replace its physical shares with book-entry form. Therefore, the shareholders having physical shares requested to convert the shares into book entry.

5. Availability of Financial Statements and Reports on the Website:

The Annual Report of the Company for the year ended June 30, 2023 has been placed on the Company's website www.fcibank.com.pk. The Annual Reports and quarterly financial statements of prior periods are also available.



6. Unclaimed Dividend

The list of Unclaimed Dividend has been placed in the Company's website: www.fcibank.com.pk. Shareholders, who by any reason, could not claim their dividends are advised to contact our Share Registrar, M/s. THK Associates (Pvt.) Ltd, Plot No. 32-C, Jami Commercial Street 2, DHA Phase VII, Karachi-75500 to collect / enquire about their unclaimed dividend/shares, if any.

In compliance with Section 244 of the Companies Act, 2017, the Company has published final notice of Unclaimed Dividend and after having completed the specified period, all such dividend outstanding for a period of 3 years or more from the date due and payable shall be deposited to the Federal Government in case of unclaimed dividend.

7. Attendance of Meeting by Video-Link

If Members holding ten (10) percent of the total paid up capital, reside in a city, such Members, may demand the Company to provide them the facility of video-link for attending the Meeting.

If you wish to take benefit of this facility, please fill the form appearing below and submit it to the Company at its registered address at least seven (7) days prior to the date of the Meeting:

"I/We, _____ of _____, being a member of **First Credit and Investment Bank Limited**, holder of _____ ordinary share(s) as per Registered Folio/CDC Account No. _____ hereby opt for video link facility at _____.

_____ Signature of Member"

The Company will intimate to the Members the venue of the video-link facility at least five (5) days before the date of the Meeting along with all the information necessary to enable them to access the facility.

Further, in compliance of circular no. 4 of the 2021 dated February 15, 2021, members can opt to attend the AGM through Video-Link. Members who are willing to attend and participate at the AGM through Video-link are required to register their particulars by sending an email at "fcib.agm2023@fcibank.com.pk." Such Members are requested to register by providing their credentials as follows with subject "Registration for FCIBL's AGM 2023":

Name of shareholder	No. of shares held	Folio Number / CDC Acct no.	CNIC no. with scanned copy (both side)	Cell No.	Email address

Video -link and login details will be shared with only those members whose emails, containing all the required particulars are received at the given email at least 48 hours before the time of AGM.



8. E-voting and Postal Ballot

Members can exercise their right to vote through e-voting or postal ballot, subject to meeting the requirements of Sections 143-145 of the Companies Act, 2017 and applicable clauses of the Companies (E-Voting) Regulations, 2016 or Companies (Postal Ballot) Regulations, 2018 (as the case may be)

STATEMENT OF MATERIAL FACT UNDER SECTION 134(3) OF THE COMPANIES ACT, 2017

This statement sets out the material facts concerning the special business to be transacted at the Annual General Meeting of the Company to be held on September 30, 2023.

In light of rapid technological progress and the increasing obsolescence of older technologies, the Securities and Exchange Commission of Pakistan (SECP) has issued S.R.O. 389(I)/2023 dated March 21, 2023. This regulation permits listed companies to distribute their Annual Reports, encompassing audited financial statements, auditor's reports, Directors' reports, and Chairman's review reports, to their members through QR-enabled codes and weblinks. Moreover, the SECP has endorsed discontinuing the practice of sharing annual financial statements via CD/DVD/USB.

Adherence to this SRO requires the approval of the company's members.

With a view to harnessing technological advancements to the fullest extent and aligning with the company's commitment to environmental and sustainable practices, the company plans to cease the distribution of Annual Reports through CDs in the future. Accordingly, the Company's Board of Directors has proposed that the ordinary resolution outlined in the notice be adopted by members. This resolution seeks approval for disseminating the Annual Report, which encompasses audited financial statements and other relevant reports, to members through QR-enabled codes and weblinks.

This arrangement ensures accessibility to the company's financial statements for all members, regardless of their geographical location. Additionally, it serves to curtail unnecessary expenses associated with producing CDs.

It is noteworthy that should any member wish to acquire a physical copy of the Annual Report, the company will furnish a printed version at no cost, as stipulated in the aforementioned SRO. This right/privilege remains unchanged.

None of the Directors of the Company have any personal interest in the aforesaid special business, except in their capacity as members and Directors of the Company.



CHAIRMAN'S REVIEW REPORT

Review Report by the Chairman on Board's Overall Performance u/s 192 of the Companies Act 2017

As required under the Code of Corporate Governance 2019, an annual evaluation of the Board of Directors (the "Board") of **First Credit and Investment Bank Limited** (the "Investment Bank") is carried out. This evaluation is conducted to ensure the Board's overall performance and effectiveness for the betterment, progress and growth in the context of objectives set for the Investment Bank. Areas where improvements are required are duly considered and action plans are framed.

The Board of the Investment Bank has laid down a detailed performance evaluation mechanism and criteria of evaluation duly approved by it. As per the recently conducted annual self-evaluation for the year ended **June 30, 2023** and I report that:

The overall performance of the Board measured on the basis of approved criteria for the year was Satisfactory.

The overall assessment as Satisfactory is based on an evaluation of the following areas, which have a direct bearing on Board's role in achievement of the Investment Bank's objectives:

1. **Fiduciary Responsibility:** Board members pay greater attention to their fiduciary duties as director of the Investment Bank. They pay high importance in following standard of good practice for the conduct of the Board. The Board performed its fiduciary responsibility with a sense of objective judgment and independence. They have clear understanding of vision and mission of the Investment Bank and value them.
2. **Business Strategy:** Board has a lucid understanding of the stakeholders (shareholders, customers, employees, borrowers, depositors, Society at large) whom the Investment Bank serves. The Board has a strategic vision of how the organization should be evolving over the five years. Further Board sets benchmark, budget and targets for the management in all major areas business.
3. **Compliance and Diligence:** The Board members ensure that they have diligently performed their duties and thoroughly reviewed, discussed and approved business strategies, corporate objectives, budgets, financial statements and other reports. They have clear understanding of applicable laws and ensure their compliance. It received agenda and detailed memoranda in sufficient time prior to board and committee meetings. The board met frequently enough to adequately discharge its responsibilities.
4. **Monitoring of Business Activities:** The Board remained informed with all significant issues, matters for the consideration of the Board. It remained updated of Investment Bank's objectives, goals, strategies and financial performance through regular presentation by the management. It also ensured representation of internal and external auditors and other independent consultants. The Board provided appropriate direction and oversight on a timely basis.
5. **Diversity and Mix:** The constituent of Board is a mix of required independent and non executive directors. All directors were equally involved in important board decisions.
6. **Governance and Control:** The Board has effectively put in place all significant policies, sound internal controls, risk management system, transparent and robust system of governance. This is reflected by setting up an effective control environment, compliance with best practices of corporate governance and by promoting ethical and fair behavior across the Investment Bank.



Faisal Ahmed Topra
Chairman

Karachi: August 31, 2023



FIRST CREDIT AND INVESTMENT BANK LTD.

DIRECTORS' REPORT

On behalf of the Board of Directors, we are pleased to present 34th Annual Report of the First Credit & Investment Bank Limited (FCIBL) along with the audited financial statements and Auditors' Report, for the year ended June 30, 2023.

Economic Review

FY2023 has been a challenging year for Pakistan's economy with modest growth of GDP compared to previous year. During the whole FY2023 Pakistan faced an economic crisis due to global energy challenges, external debt, floods, inflation, and political uncertainty. In early 2023, Pakistan faced economic stress but found stability through a USD 3 billion IMF Stand-By Arrangement (SBA). IMF and aid from friendly countries boosted reserves, maintaining the Rupee at 277.6 PKR/USD by the end of June 2023.

The Current Account Deficit shrank by 81% in 11MFY23 due to import controls, dollar shortages, and reduced exports/remittances. The Government anticipates 3.5% GDP growth in 2024, aiming growth in agriculture sector, highlighting a turnaround from the previous year's -2.1% contraction.

Inflation, though reaching a high of 38% in May 2023, showed signs of moderation as June's figures slowed to 29.4%. However, the average Consumer Price Index (CPI) inflation for the outgoing fiscal year was considerably higher at 29.2% compared to the previous year. To counter inflationary pressures and the devaluation of the PKR, the State Bank of Pakistan's (SBP) Monetary Policy Committee (MPC) raised the Policy Rate multiple times in 2023, culminating in a 600bps increase to 22%.

During the year under review, KSE 100 index remained flat with meager decrease of 88 points or -0.2%. However, the benchmark index of the Pakistan Stock Exchange (KSE 100), recorded an increase of 3.6% during last quarter of FY2023 to close at 41,453 index points. Total average market volumes for KSE 100 remained under pressure during FY2023.

Future Outlook & Strategy of FCIBL

It may not be out of context to state that FCIBL is the only investment bank which is fully operation and expanding its activities, though it is facing severe competition from large commercial banks. FCIBL is facing liquidity challenges, hence has initiated many new avenues for making profit. 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 year 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. 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.



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Financial Results

Financial results of FCIBL for 2022-23 are summarized below, comparative data for 2021-22 has also been provided:

	(Rupees in ,000)	
	2022-23	2021-22
Total revenue	279,322	134,082
Operating profit	1,669	(1,771)
Profit before taxation	29,829	13,312
Profit after taxation	12,994	8,189
Shareholders' equity	777,706	770,841
Deficit on revaluation of investments	(53,793)	(49,003)
Shareholders' equity-net	723,913	721,838
Total assets	1,851,310	2,052,274
Earning per share-basic and diluted (Rs.)	0.20	0.13

Review of Operations

Despite challenges of unfavorable liquidity position, sector imbalance, difficult economic conditions, absence of level playing field due to non-availability of resources including human resource, FCIBL continues to progress its business with more additions of new segments. During FY23, FCIBL has managed to maintain its profitability. During the FY23, the total income earned by FCIBL increased by Rs. 145.2 million to Rs.279.3 million compared to Rs.134.1 million earned in FY22. FCIBL reported Operating profit of Rs.1.7 million for FY23 against operating loss of Rs.1.8 million reported for FY22. Further, after taking effect of provision made and reversal / recovery against already provided classified portfolio the Profit before Tax of FCIBL increased by Rs.16.5 million to Rs.29.8 million for the financial year ended June 30, 2023 from Rs. 13.31 million reported for the previous year. Similarly, FCIBL has registered increase of Rs.4.8 million in Profit after Tax for the year ended June 30, 2023 to Rs.13.0 million from Rs.8.2 million reported for the last year.

On the Balance Sheet side, the shareholders' equity net of deficit on re-measurement of investments increased to Rs.723.9 million as of June 30, 2023 from Rs.721.8 million as of June 30, 2022. Total assets of FCIBL decreased to Rs.1,851.3 million as of June 30, 2023 from Rs.2,052.3 million as at June 30 2022.

Changes since Balance Sheet Date

There have not been any material events or changes that occurred subsequent to the date of the Balance Sheet that require adjustments to the enclosed financial statements, except those which have already been made or disclosed.

Dividend

Dividend policy of the FCIBL in the past has been a mix of offering attractive cash dividends, bonus shares to the shareholders. In order to have adequate funds available to meet its investment and expansion plans, the Directors do not recommend any dividend for the year ended June 30, 2023

Credit Rating

Credit Rating Company Limited vide its report dated December 30, 2022 maintained the medium to long-term entity rating of FCIBL at 'A' (Single A) and Short-term rating at 'A-2' (A-Two). The outlook of the rating is 'Stable'.



FIRST CREDIT AND INVESTMENT BANK LTD.

Environmental and Corporate Social Responsibility

FCIBL is fully aware of its environmental and Corporate Social Responsibilities and is ready to support social and environmental causes of the country. FCIBL also maintains compliance to all governmental and internal health, safety and the environment measures. Facilities and conducts of operations are designed in a way that avoids risk to human health, safety and the environment.

Risk Assessment Framework

FCIBL's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on FCIBL's financial performance

FCIBL's activities are exposed to a variety of financial risks, market risk (including interest rate risk and price risk), credit risk, liquidity risk and operational risk. Risks of FCIBL are being managed by FCIBL's management in accordance with the approved policies of FCIBL whereas the Board of Directors has the overall oversight of FCIBL's risk management framework. FCIBL's overall risk management program focuses on having cost efficient funding as well as to manage financial risk to minimize earnings volatility and provide maximum return to shareholders. The Board also carries out the overall business risk review of FCIBL on annual basis.

Corporate and Financial Reporting Framework

The Company has taken all necessary steps to ensure Good Corporate Governance. As part of Compliance of the Listed Companies (Code of Corporate Governance) Regulations, 2019 ("CCG"), the Board is pleased to state as follows:

- a) These financial statements, prepared by the management of FCIBL, present fairly its state of affairs, the results of its operations, cash flows and change of equity.
- b) Proper books of accounts of FCIBL have been maintained.
- c) Appropriate accounting policies have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgment.
- d) International Accounting Standards, as applicable in Pakistan, have been followed in preparation of financial statements and any departure there from has been adequately disclosed.
- e) The system of internal control including internal financial control, which is in place, is sound in design and has been effectively implemented and monitored.
- f) There are no significant doubts upon FCIBL's ability to continue as a going concern.
- g) There has been no material departure from the best practices of corporate governance, as detailed in the listing regulations.

Key operating and financial data

The key operating and financial data of FCIBL for the last six years is as under:

Year ended June 30,	2023	2022	2021	2020	2019	2018
	Rupees in million					
Total revenue	279	134	145	155	117	103
Profit before taxation	30	13	29	38	15	16
Profit after taxation	13	8	21	29	10	9
Shareholders' equity	724	722	750	739	719	722
Total assets	1,851	2,052	2,272	1,667	1,385	1,327
Earning/ (loss) per share (Rs)	0.20	0.13	0.32	0.44	0.15	0.14



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Staff Retirement Benefit Schemes

Value of the investment of Employees' Provident Fund and Gratuity Fund as at June 30, 2023 were Rs.23,565,539/- and Rs.7,235,343/-, respectively.

Election of Directors

Election of Directors of FCIBL were held on June 10, 2023 in which the Board of FCIBL was reconstituted in accordance with the requirements of the Companies Act 2017 and the Listed Companies (Code of Corporate Governance) Regulations 2019. Following Directors were declared elected w.e.f. June 10, 2023, subject to Fit & Proper clearance from SECP which has been accorded.

1. Mr. Faisal Ahmed	Non-Executive Director
2. Syed Irfan Husnain Rizvi	Non-Executive Director
3. Mr. Asad Ullah Saleem	Non-Executive Director
4. Mr. Masood Raza	Non-Executive Director
5. Mr. Jamal Nasim	Non-Executive / Independent Director
6. Ms. Nina Afridi	Non-Executive / Independent female Director
7. Mr. Amjad Iqbal	Non-Executive / Independent Director

Board of Directors

The composition of the Board as of June 30, 2023 is as follows:

Total number of Directors:

- (a) Male: 7 (including the appointed CEO)
(b) Female: 1

Composition:

- (i) Independent Directors: 3
(ii) Non-executive Directors: 4
(iii) Executive Directors: 1*

* The Executive Director is the President and CEO whose appointment is on contract basis. During the year, no casual vacancies occurred on the Board.

During the year, four (4) Board meetings were held, in which Directors' attendance was as follows:

Name of Directors	Number of meetings eligible to attend	Number of meetings attended
Mr. Faisal Ahmed	4	4
Syed Irfan Husnain Rizvi	4	4
Mr. Asad Ullah Saleem	4	4
Mr. Masood Raza	4	4
Mr. Muhammad Naeemuddin*	4	4
Mr. Jamal Nasim	4	4
Ms. Nina Afridi	4	4
Mr. Amjad Iqbal	-	-
Mr. Muhammad Mohsin Ali	4	4

*Retired in Election on June 10, 2023.



Audit Committee and Internal Controls

Audit Committee of the Board comprises of three (3) Non-Executive Directors majority of which are independent directors including the Chairman of the Committee. Terms of reference of the Audit Committee have been formulated by the Board in accordance with the Listed Companies (Code of Corporate Governance) Regulations 2019. During the year four (4) meetings of Audit Committee were held, in which Directors' attendance was as follows:

Name of Directors	No. of meetings eligible to attend	No. of meetings attended
Mr. Jamal Nasim	4	4
Syed Irfan Husnain Rizvi	4	4
Mr. Asad Ullah Saleem	4	4
Mr. Muhammad Naemuddin*	4	4

*Retired in Election on June 10, 2023.

HR and Remuneration Committee

Board constituted its HR and Remuneration Committee to assist the Directors in discharging their responsibilities with regard to selection, evaluation and succession planning of key management personnel / Board. The Committee consists of four (4) members. Majority of members are Non-Executive Directors and the Chairman of the Committee is an Independent Director. During the year two (2) meetings of HR and Remuneration Committee were held, in which Directors' attendance was as follows:

Name of Directors	No. of meetings eligible to attend	No. of meetings attended
Ms. Nina Afridi	2	2
Mr. Faisal Ahmed	2	2
Syed Irfan Husnain Rizvi	2	2
Mr. Muhammad Naemuddin*	2	2

*Retired in Election on June 10, 2023.

Risk Management Committee

Board constituted its Risk Management Committee to assist the Directors in discharging their responsibilities including risk identification and its mitigation/management measures in respect of company's business activities. The Committee consists of four (4) members majority of which are Non-Executive Directors. During the year one (1) meeting of Risk Management Committee was held, in which Directors' attendance was as follows:

Name of Directors	No. of meetings eligible to attend	No. of meetings attended
Mr. Asad Ullah Saleem	1	1
Syed Irfan Husnain Rizvi	1	1
Mr. Masood Raza	-	-
Mr. Muhammad Naemuddin*	1	1
Mr. Amjad Iqbal	-	-
Mr. Muhammad Mohsin Ali	1	1

* Retired in Election on June 10, 2023.



Director's Remuneration Policy

The Board has put in place Director's Remuneration Policy. As per the policy, all non-executive directors are entitled to receive fee for attending meetings of the Board, its Committees or shareholders at rate fixed by the Board of Directors from time to time. The remuneration of the Executive Directors and CEO are determined by the Board of Directors. As per the policy all expenses incurred by the Directors for attending the meetings be borne by the Company at actual.

Related Party Transactions

In order to comply with the requirements of the Listed Companies (Code of Corporate Governance) Regulations 2019 and other applicable enactments, the Company has presented all related party transactions before the Audit Committee and Board for their review and approval. These transactions have been approved by the Audit Committee and thereafter by the Board in their respective meetings. All Related Party Transactions carried out by the Company during the year were at arm's length. The details of all related party transactions have been provided under Note 43 of the annexed audited financial statements.

Training Programs

FCIBL meets necessary requirement of Directors Training as stipulated in the Listed Companies (Code of Corporate Governance) Regulations 2019 as all Directors on the Board of FCIBL are in compliance of requirements under Directors Training Program (DTP) as stipulated in CCG except newly elected directors who will be completing certification as per the requirement within the stipulated time. The directors have also been provided with copies of Rule Book (Listing Regulations) of the Pakistan Stock Exchange, NBFC Rules 2003, NBFC & NE Regulations 2008 and Memorandum and Articles of Association and they are well conversant with their duties and responsibilities.

Auditors

The present auditors M/s. Crowe Hussain Chaudhury & Co, Chartered Accountants is to retire in the upcoming AGM. Being eligible has offered themselves for re-appointment. As required under the Code of Corporate Governance the Audit Committee has recommended the appointment of M/s. Crowe Hussain Chaudhury & Co, Chartered Accountants, as auditors for the year ending June 30, 2024.

Pattern of Shareholdings

The Pattern of Shareholding including Categories of Shareholders of FCIBL as on June 30, 2023 is annexed at the end of the annual report. During the year, no trade in shares of FCIBL was carried out by the Directors, CEO, CFO, Company Secretary and their spouses and minor children, except as those reported in pattern of shareholding.

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 including the Securities & 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
Chief Executive Officer



JAMAL NASIM
Director

Karachi
August 31, 2023



FIRST CREDIT AND INVESTMENT BANK LTD.

Independent Auditor's Review Report

To the Members of First Credit and Investment Bank Limited

Review Report on the Statement of Compliance contained in Listed Companies (Code of Corporate Governance) Regulations, 2019

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the 'Regulations') prepared by Board of Directors of **First Credit and Investment Bank Limited** (the 'Investment Bank'), for the year ended June 30, 2023 in accordance with the requirements of regulation 36 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of Investment Bank. Our responsibility is to review whether the Statement of Compliance reflects the status of the Investment Bank's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Investment Bank's personnel and review of various documents prepared by the Investment Bank to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Investment Bank's corporate governance procedures and risks

The Regulations require the Investment Bank to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions and also ensure compliance with the requirements of section 208 of the Companies Act, 2017. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee. We have not carried out procedures to assess and determine the Investment Bank's process for identification of related parties and that whether the related party transactions were undertaken at arm's length price or not.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Investment Bank's compliance for and on behalf of the Investment Bank, in all material respects, with the requirements contained in the Regulations as applicable to the Investment Bank for the year ended June 30, 2023.

Crowe Hussain Chaudhury

Crowe Hussain Chaudhury & Co.

Chartered Accountants
Karachi.

Dated: 06 September, 2023

UDIN: CR202310207ql3RfTAZd



FIRST CREDIT AND INVESTMENT BANK LTD.

STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019

First Credit and Investment Bank Limited
Year ended June 30, 2023

The company has complied with the requirements of the Regulations in the following manner:

1. The total number of directors are Eight (8) (including the appointed CEO) as per the following:

a.	Male	Seven (7)
b.	Female	One (1)

2. The composition of Board is as follows:

i)	Independent Directors - Male	2
ii)	Other Non-Executive Directors	4
iii)	Executive Directors*	1
iv)	Female Director - Independent	1

*The Executive Director is the President and CEO whose appointment is on contract basis.

3. The directors have confirmed that none of them is serving as a director on more than seven listed companies, including this company.
4. The company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its supporting policies and procedures.
5. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the company. The Board has ensured that complete record of particulars of significant policies along with their dates of approval is maintained by the Company.
6. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by the Board/ shareholders as empowered by the relevant provisions of the Act and these Regulations.
7. The meetings of the Board were presided over by the Chairman. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of Board.
8. The Board of directors have a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.
9. All Directors on the Board are compliant with the requirement of Directors Training Program except newly elected directors who will be completing the certification as per the requirement within the stipulated time.
10. The Board has approved appointment of CFO, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations.
11. CFO and CEO duly endorsed the financial statements before approval of the Board.




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12. The Board has formed committees comprising of members given below:
- a) Audit Committee**
Mr. Jamal Naseem Chairman
Mr. Asad Ullah Saleem Member
Syed Irfan Husnain Rizvi Member
- b) HR and Remuneration Committee**
Mrs. Nina Afridi Chairperson
Mr. Faisal Ahmed Member
Syed Irfan Husnain Rizvi Member
- c) Risk Management Committee**
Mr. Asad Ullah Saleem Chairman
Mr. Masood Raza Member
Mr. Amjad Iqbal Member
Mr. Muhammad Mohsin Ali Member
13. The terms of reference of the aforesaid committees have been formed, documented and advised to the committee for compliance.
14. The frequency of meetings of the committee were as per following:
- a) Audit Committee 4 Meetings were held during FY 2022-23
b) HR and Remuneration Committee 2 Meetings was held during FY 2022-23
d) Risk Management Committee 1 Meeting was held during FY 2022-23
15. The board has set up an effective internal audit function manned with person who is suitably qualified and experienced for the purpose and is conversant with the policies and procedures of the company.
16. The statutory auditors of the company have confirmed that they have been given a satisfactory rating under the Quality Control Review program of the Institute of Chartered Accountants of Pakistan and registered with Audit Oversight Board of Pakistan, that they and all their partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the Institute of Chartered Accountants of Pakistan and that they and the partners of the firm involved in the audit are not a close relative (spouse, parent, dependent and non-dependent children) of the chief executive officer, chief financial officer, head of internal audit, company secretary or director of the company;
17. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.
18. We confirm that all requirements of regulations 3, 6, 7, 8, 27, 32, 33 and 36 of the Regulations have been complied with.



MUHAMMAD MOHSIN ALI
Chief Executive Officer



JAMAL NASIM
Director

Karachi
Dated: August 31, 2023



FIRST CREDIT AND INVESTMENT BANK LTD.

**Independent Auditor's Report
To the Members of
First Credit And Investment Bank Limited
Report on the Audit of Financial Statement**

Opinion

We have audited the annexed financial statements of the First Credit and Investment Bank Limited (the Investment Bank), which comprise the statement of financial position as at June 30, 2023 and the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Investment Bank's affairs as at June 30, 2023 and of its profit and other comprehensive income, the changes in equity and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Investment Bank in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matter

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



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Following are the Key audit matters:

S.No	Key Audit Matter	How the matter was addressed in our audit
01	<p>Provision for non-performing finances</p> <p>Refer note 4.6 and 8.2 to the annexed financial statements</p> <p>The assessment of provision of non-performing finances provided to customer involves significant judgement and use of management assumptions both subjectively and objectively. The identification of the provision and the determination of the recoverable amount involve various assumptions and factors including the financial conditions of the counter party, timing and amount of expected future cash flows including the forced sale value (FSV) benefits on the securities pledged.</p> <p>The Investment Bank records provision objectively based on schedule X of Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) in addition to the requirement of IFRS 9 and subjectively based on adequacy of security inclusive of realizable value, financial positions and credit worthiness of the customers and other evidences of impairment.</p> <p>We consider this matter as a key audit matter due to significance of provision balance and estimation involved.</p>	<p>Our audit procedures include the following:</p> <ul style="list-style-type: none"> - We evaluated and tested the overall design, implementation and effectiveness of key controls related to the credit approval process, post approval credit management, loan grading system, collateral monitoring and loan impairment assessment. - We checked the customers' repayment behavior and evaluated the Investment Bank's loan classification taking into consideration the credit committee reports, customers' financial information collateral valuation report and other available information. - We assess the adequacy of the provision for loan losses by testing the key assumptions and calculations as required by NBFC Regulations, 2008 in addition to requirements of IFRS 9 and management's assumptions. - Furthermore, we also assessed the adequacy of the respective disclosures relating to loan and finances stated in the financial statements.
02	<p>Valuation of investment</p> <p>Refer note 7 and 13 to the annexed financial statements</p> <p>As at June 30, 2023, the Investment Bank has recorded its investment amounting to Rs.1,152.671 million under 'Amortized cost', 'Fair value through other comprehensive income' and 'Fair value through profit or loss' which in aggregate represent 62% of the total assets of the investment bank.</p> <p>Investments are carried at cost or fair value in accordance with the investment banks accounting policy relating to their recognition. Provision against investments is based on impairment policy of the Investment Bank which includes both objective and subjective factors.</p> <p>We identified the valuation of investments including determination of impairment allowance on investments as a key audit matter because their significance in relation to the total assets to the bank and judgement involved in assessing impairment allowance.</p>	<p>Our audit procedures include the following:</p> <ul style="list-style-type: none"> - Assessing the design and tested the operating effectiveness of the relevant controls in place relating to valuation of investments. - checking on a sample basis, the valuation of investments to support documents, externally quoted market prices and break-up values, and - evaluating the management's assessment of investments for any additional impairment in accordance with the Investment Bank's accounting policies and performed in independent assessment of the assumptions. - obtained independent confirmations for verifying the existence of the investment portfolio as at June 30, 2023 and reconciled it with the books and record of the investment bank.



Information Other than the Financial Statements and Auditor's Report Thereon

The management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance or conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017(XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Investment Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Investment Bank or to cease operations, or has no realistic alternative but to do so.

Board of directors are responsible for overseeing the Investment Bank's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Investment Bank's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Investment Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Investment Bank's to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the board of directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the board of directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Investment Bank as required by the Companies Act, 2017 (XIX of 2017);
- b) the statement of financial position, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Investment Bank's business; and
- d) no zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

The engagement partner on the audit resulting in this independent auditor's report is Imran Shaikh.

Imran Shaikh

Crowe Hussain Chaudhury & Co.
Chartered Accountants

Karachi

Dated: 06 September, 2023

UDIN: CR202310207gPfa8lhEU



FIRST CREDIT AND INVESTMENT BANK LTD.


STATEMENT OF FINANCIAL POSITION

	Note	2023 Rupees	2022 Rupees
ASSETS			
Non-current assets			
Property and equipment	5	21,556,500	11,049,586
Intangible assets	6	-	-
Long-term investments	7	1,121,306,632	330,830,640
Long-term loans and finances	8	211,471,850	294,160,053
Net investment in finance lease	9	-	-
Long-term deposits	10	57,500	57,500
Deferred tax asset	11	74,099,078	78,297,354
Total non-current assets		1,428,491,560	714,395,133
Current assets			
Current portion of non-current assets	12	140,154,828	120,849,300
Short-term investments	13	46,633,018	1,075,776,169
Markup/interest accrued	14	74,303,284	41,383,330
Prepayments and other receivables	15	3,183,119	3,039,703
Taxation-net		36,420,563	21,174,010
Cash and bank balances	16	122,123,799	75,656,521
Total current assets		422,818,611	1,337,879,033
Total assets		1,851,310,171	2,052,274,166

The annexed notes from 1 to 45 form an integral part of these financial statements



S. A. MOHSIN
Chief Financial Officer



MUHAMMAD MOHSIN ALI
President & CEO



JAMAL NASIM
Director



ANNUAL REPORT 2023

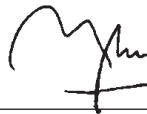
AS AT JUNE 30, 2023

	Note	2023 Rupees	2022 Rupees
EQUITY AND LIABILITIES			
Shareholders' equity			
Authorized share capital	17	<u>750,000,000</u>	<u>750,000,000</u>
Issued, subscribed and paid-up share capital	18	650,000,000	650,000,000
Accumulated profit		127,705,852	120,840,468
Deficit on remeasurement of investments - net	19	(53,793,131)	(49,002,656)
Total shareholders' equity		723,912,721	721,837,812
Non-current liabilities			
Deferred liability - Staff gratuity	20	9,746,087	8,148,962
Lease liability	21	11,798,071	-
Long-term loan	22	-	-
Security deposit against finance lease	23	418,600	418,600
Total non-current liabilities		21,962,758	8,567,562
Current liabilities			
Current portion of long-term loan	22	-	15,625,000
Current portion of lease liability	21	4,704,133	6,724,035
Short-term running finance facility	24	-	-
Short-term repo borrowing	25	1,075,560,841	1,262,741,850
Un-paid dividend		7,344,542	7,348,477
Markup / interest accrued	26	4,557,940	17,659,346
Accrued expenses and other payables	27	13,267,236	11,770,084
Total current liabilities		1,105,434,692	1,321,868,792
Total liabilities		1,127,397,450	1,330,436,354
Contingencies and commitments	28	-	-
Total equity and liabilities		1,851,310,171	2,052,274,166


The annexed notes from 1 to 45 form an integral part of these financial statements



S. A. MOHSIN
Chief Financial Officer



MUHAMMAD MOHSIN ALI
President & CEO



JAMAL NASIM
Director



FIRST CREDIT AND INVESTMENT BANK LTD.

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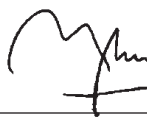
**STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED JUNE 30, 2023**

	Note	2023 Rupees	2022 Rupees
Income from term finances and funds placements	29	84,556,043	54,969,269
Income from investments	30	192,444,030	82,100,905
Unrealized gain/ (loss) in investemnt classified as fair value through profit or loss		-	(4,828,605)
Fees and commission income	31	2,245,964	1,654,719
Other income	32	76,442	186,032
		<u>279,322,479</u>	<u>134,082,320</u>
Finance costs	33	(191,217,134)	(67,607,809)
Administrative and operating expenses	34	(86,436,464)	(68,245,017)
Operating (loss)/income before provisions		<u>1,668,881</u>	<u>(1,770,506)</u>
Reversal / (Provsion)			
Reversal against accrued mark-up		3,000,000	540,621
Reversal of diminution in value of long-term investments	7.6 & 13.1	25,765,000	14,813,319
Profit before taxation and workers' welfare fund		<u>30,433,881</u>	<u>13,583,434</u>
Workers' welfare fund		(604,993)	(271,869)
Profit before taxation		<u>29,828,888</u>	<u>13,311,565</u>
Taxation	35	(16,834,676)	(5,122,115)
Profit after taxation		<u>12,994,212</u>	<u>8,189,450</u>
Earning per share - basic and diluted	36	<u>0.20</u>	<u>0.13</u>

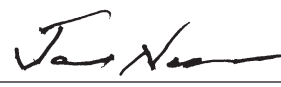
The annexed notes from 1 to 45 form an integral part of these financial statements



S. A. MOHSIN
Chief Financial Officer



MUHAMMAD MOHSIN ALI
President & CEO



JAMAL NASIM
Director



FIRST CREDIT AND INVESTMENT BANK LTD.

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STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED JUNE 30, 2023

	Note	2023 Rupees	2022 Rupees
Profit after taxation		12,994,212	8,189,450
Other comprehensive income :			
Items that will not be subsequently reclassified to statement of profit or loss- net of tax:			
Unrealized (loss) on re-measurement of fair value through other comprehensive income investments		(4,790,475)	(34,245,899)
Remeasurement of net defined benefit liability	20.7	546,322	(153,791)
Other comprehensive (loss)		(4,244,153)	(34,399,690)
Total comprehensive income / (loss) for the year		8,750,059	(26,210,240)

The annexed notes from 1 to 45 form an integral part of these financial statements



S. A. MOHSIN
Chief Financial Officer



MUHAMMAD MOHSIN ALI
President & CEO



JAMAL NASIM
Director



FIRST CREDIT AND INVESTMENT BANK LTD.

ANNUAL REPORT 2023

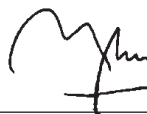
**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED JUNE 30, 2023**

	Issued, subscribed and paid-up share capital	Reserve		Deficit on remeasurement of investment classified as fair value through other comprehensive income	Total shareholder's equity
		Revenue Accumulated profit	Total		
Note	(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	-	8,189,450	8,189,450	-	8,189,450
Transfer from OCI on account of disposal	(1,902,843)	(1,902,843)	-	(1,902,843)	
Other comprehensive income	-	(153,791)	(153,791)	(34,245,899)	(34,399,690)
	-	6,132,816	6,132,816	(34,245,899)	(28,113,083)
Balance as at June 30, 2022	650,000,000	120,840,468	120,840,468	(49,002,656)	721,837,812
Balance as at July 01, 2022	650,000,000	120,840,468	120,840,468	(49,002,656)	721,837,812
Profit after tax	-	12,994,212	12,994,212	-	12,994,212
Transfer from OCI on account of disposal	-	(6,675,150)	(6,675,150)	-	(6,675,150)
Other comprehensive income	-	546,322	546,322	(4,790,475)	(4,244,153)
	-	6,865,384	6,865,384	(4,790,475)	2,074,909
Balance as at June 30, 2023	650,000,000	127,705,852	127,705,852	(53,793,131)	723,912,721

The annexed notes from 1 to 45 form an integral part of these financial statements



S. A. MOHSIN
Chief Financial Officer



MUHAMMAD MOHSIN ALI
President & CEO



JAMAL NASIM
Director



FIRST CREDIT AND INVESTMENT BANK LTD.

ANNUAL REPORT 2023

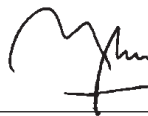
**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2023**

	Note	2023 Rupees	2022 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		29,828,888	13,311,565
Adjustments for:			
Depreciation	5	7,143,206	7,788,141
Gain on disposal of property and equipment		(57,055)	(137,991)
Gratuity expense	20.6	2,366,592	1,797,398
Dividend income	30	(3,037,486)	(4,404,717)
Finance cost	33	191,217,134	67,607,809
Reversal of provision for accrued markup		(3,000,000)	(540,621)
		<u>194,632,391</u>	<u>72,110,019</u>
Operating cash flows before working capital changes		224,461,279	85,421,584
Decrease in current assets			
Prepayments and other receivables	15	(158,116)	1,941,857
Markup/interest accrued	14	(29,919,954)	1,264,132
		<u>(30,078,069)</u>	<u>3,205,989</u>
Increase / (decrease) in current liabilities			
Accrued expenses and other payables	27	(1,497,152)	(999,132,064)
		<u>(1,497,152)</u>	<u>(999,132,064)</u>
Cash generated from operations		192,886,058	(910,504,491)
Income tax paid		(27,882,953)	(21,349,374)
Dividend income received		3,052,186	4,404,717
Markup on finance cost paid		(204,100,768)	(55,406,731)
		<u>(228,931,535)</u>	<u>(72,351,388)</u>
Net cash generated from operating activities		(36,045,477)	(982,855,879)
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property and equipment	5	(236,250)	(2,053,223)
Proceed from disposal of property and equipment		-	783,435
Long-term investments - net		229,117,927	68,006,764
Net investment in finance lease		-	217,299
Long-term finances-net		63,382,675	52,356,916
		<u>292,264,352</u>	<u>119,311,191</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Long-term loans repaid		(15,625,000)	(62,500,000)
Principal payment of lease		(6,941,653)	-
Cash dividend paid		(3,935)	-
Net cash used in financing activities		<u>(22,570,588)</u>	<u>(62,500,000)</u>
Net increase in cash and cash equivalents		233,648,287	(926,044,688)
Cash and cash equivalents at the beginning		(1,187,085,329)	(261,040,641)
Cash and cash equivalents at the end	37	<u>(953,437,042)</u>	<u>(1,187,085,329)</u>

The annexed notes from 1 to 45 form an integral part of these financial statements



S. A. MOHSIN
Chief Financial Officer



MUHAMMAD MOHSIN ALI
President & CEO



JAMAL NASIM
Director



FIRST CREDIT AND INVESTMENT BANK LTD.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2023

1 LEGAL STATUS AND OPERATIONS

- 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% shareholding 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 is holding the status of Non Deposit Taking with effect from July 01, 2018.

The VIS has assigned the Investment Bank a credit rating of 'A' long & medium term and 'A-2' short term on the basis of credit rating carried on December 30, 2022. The outlook of the rating is stable.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations have been followed.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention, except for the measurement of certain financial instruments at fair value and at amortized costs and retirement benefits at present value.

2.3 Functional and presentation currency

These financial statements are presented in Pakistani Rupee, which is the Investment Bank's functional and presentation currency. All financial information presented in Pakistani Rupee has been rounded to the nearest Pakistani Rupee.



2.4 Use of estimates and judgments

The preparation of the financial statements in conformity with approved accounting standards as applicable in Pakistan, requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenditures. Actual results may differ from these estimates.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. These estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

In preparing these financial statements, the significant judgment made by the management in applying accounting policies include:

- (a) - Current and deferred taxation (Note 5.9 and 12.1)
- (b) - Impairment (Note 5.2.3)
- (c) - Provisions, commitment and contingent liabilities (Note 5.11 and 30)
- (d) - Staff retirement benefits (Note 5.10)
- (e) - Depreciation and amortization on fixed and intangible assets (Note 5.1)

3 NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS

3.1 Standards, interpretations and amendments to approved accounting standards that are effective in current year

There are certain new standards and interpretations of and amendments to existing accounting and reporting standards that have become applicable to the Investment Bank for accounting periods beginning on or after July 01, 2022. These are considered either not to be relevant or not to have any significant impact on the Investment Bank's operations and therefore are not detailed in these financial statements.

3.2 Standards, amendments to approved accounting standards and interpretations that are not yet effective and have not been early adopted by the Investment Bank

The following new standards, amendments to published standards and interpretations would be effective from the dates mentioned below against the respective standard or interpretation.

Standard or Interpretation	Effective date (Annual periods beginning on or after)
IAS 1 - Classification of Liabilities as Current or Non-current (Amendments)	January 1, 2024
IAS 1 - Disclosure of Accounting Policies (Amendments)	January 1, 2023
IAS 8 - Definition of Accounting Estimates (Amendments)	January 1, 2023
IAS 12 - Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments)	January 1, 2023



There are number of other standards, amendments and interpretations to the approved accounting standards that are not yet effective and are also not relevant to the Investment Bank and therefore, have not been presented here.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.1 Fixed assets

Property and equipment

These are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Depreciation is charged to statement of profit or loss using the straight line method whereby the depreciable cost of an asset is written-off over its estimated useful life at straight line rates specified in note 5 to the financial statements. In respect of additions and disposals during the year, depreciation is charged from the month of acquisition and up to the month preceding the disposal, respectively.

Subsequent costs are included in the book value as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Investment Bank and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognized. All other repairs and maintenance are charged to the statement of profit or loss during the year in which they are incurred.

Maintenance and normal repairs are charged to statement of profit or loss as and when incurred.

Gains or losses on disposal or retirement of property and equipment are taken to statement of profit or loss.

Intangible assets

Intangible assets are stated at cost less accumulated amortization and accumulated impairment losses, if any. The amortizable cost of intangible asset is amortized over its estimated useful life, using straight line method at rate specified in note 6 to the financial statements.

4.2 IFRS 9 - Financial Instruments

4.2.1 Financial assets

4.2.1.1 Classification

The Investment Bank classifies its financial assets in the following categories: financial assets at amortized cost, financial assets at fair value through profit or loss (FVTPL) and financial assets at fair value through other comprehensive income (FVOCI). The classification depends on the business model in which the financial asset is managed and its contractual cash flows. The management determines the appropriate classification of its financial assets at initial recognition and it evaluates this classification on a regular basis.

The assessments have been made on the basis of the facts and circumstances that existed at the date of initial application about the determination of business model within which a financial asset is held and the designation and revocation of previous designation of certain financial assets as measured at FVTPL.



The financial assets are categorized as follows:

Financial asset at amortized cost

Financial asset is held within a business model whose objective is to collect the contractual cash flows, and the contractual terms give rise to cash flows that are solely payments of principal and interest (SPPI) are classified as financial asset at amortized cost.

Financial asset at fair value through Other Comprehensive Income

Debt investment

Debt investment where the contractual cash flows are SPPI and the objective of the business model includes both by collecting contractual cash flows and selling financial assets are classified as financial asset at fair value through other comprehensive income.

Equity investment

Equity investment which are not held for trading, and which has irrevocably elected at initial recognition to recognize as fair value through other comprehensive income (generally strategic investment) are classified as financial asset at fair value through other comprehensive income.

Financial asset at fair value through profit or loss

Debt investment

Debt investments that do not qualify for measurement at either amortized cost or FVOCI are classified as financial asset at fair value through profit or loss.

Equity investment

Equity investments that are held for trading, and equity investments for which the entity has not elected to recognize fair value gains and losses through other comprehensive income are classified as financial asset at fair value through profit or loss.

4.2.1.2 Trade date accounting

All purchases and sales of investments that require delivery within the time frame established by the regulations or market conventions are recognized on the trade date. Trade date is the date on which the Investment Bank commits to purchase or sell the investments.

4.2.1.3 Initial recognition and measurement

Financial assets are initially recognized at fair value plus transaction costs except for financial assets carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognized at fair value while the related transaction cost are expensed out in profit or loss.

4.2.1.4 Subsequent measurement

Financial asset at amortized cost

Subsequent to initial recognition, financial assets classified as amortized cost are carried at amortized cost using the effective interest method.



Gains or losses are also recognized in the statement of profit or loss when financial assets carried at amortized cost are derecognized or impaired.

Financial asset at fair value through other comprehensive income

Subsequent to initial recognition, financial assets classified as fair value through other comprehensive income are carried at fair value using valuation methodology.

Net gains and losses arising from changes in the fair value and on sale of financial assets at fair value through other comprehensive income are taken to the statement of other comprehensive income.

Financial asset at fair value through profit or loss

Subsequent to initial recognition, financial assets classified as fair value through profit or loss are carried at fair value.

Net gains and losses arising from changes in the fair value and on sale of financial assets at fair value through profit or loss are taken to the statement of profit or loss.

4.2.1.5 Derecognition

Financial assets are derecognised when the contractual right to future cash flows from the asset expires or is transferred along with the risk and reward of ownership of the asset. Any gain or loss on derecognition of the financial assets is taken to statement of profit or loss currently.

4.2.2 Financial liability

4.2.2.1 Classification

Financial liability at amortized cost

All financial liabilities are subsequently measured at amortized cost, except for those measured at fair value through profit or loss.

Financial liability at fair value through profit or loss

Financial liabilities designated as at fair value through profit or loss requires that the amount of change in the fair value of a financial liability that is attributable to changes in the credit risk of that liability is presented in other comprehensive income, unless the recognition of such changes in other comprehensive income would create or enlarge an accounting mismatch in statement of profit or loss.

4.2.2.2 Initial recognition and measurement

Financial liabilities are initially recognized at fair value less transaction cost except for financial liabilities carried at fair value through profit or loss. Financial liabilities carried at fair value through profit or loss are initially recognized at fair value while the related transaction cost are expensed out in statement of profit or loss. Financial liabilities are not recognized unless one of the parties has performed it part of the contract or the contract is a derivative product.



4.2.2.3 Subsequent measurement

Financial liability at amortized cost

Financial liabilities, other than fair value through profit or loss are measured at amortized cost using the effective yield method.

Gains or losses are also recognized in the statement of profit or loss when financial liabilities carried at amortized cost are derecognized.

Financial liability at fair value through profit or loss

Subsequent to initial recognition, financial liabilities classified as fair value through profit or loss are carried at fair value using market rate of interest.

Net gains and losses arising from changes in the fair value due to change in credit risk are taken in to other comprehensive income and other change in fair value and on sale of financial liabilities at fair value through profit or loss are taken to the statement of profit or loss.

4.2.2.4 Derecognition

Financial liabilities are derecognised when they are extinguished, that is, when the obligation specified in the contract is discharged, cancelled, or expires. Any gain or loss on derecognition of the financial liabilities is taken to statement of profit or loss currently.

4.2.3 Impairment

The carrying value of the Investment Bank's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If such an indication exists, the recoverable amount of such asset is estimated. An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount.

Other individually significant financial assets are tested for impairment on an individual basis. The remaining financial assets are assessed collectively in groups that share similar credit risk characteristics. All impairment losses are recognized in the statement of profit or loss.

4.3 Derivatives instruments

Derivative instruments are stated at fair value at the reporting date. The fair value of derivatives is equivalent to the unrealized gain or loss from marking the derivatives to market using prevailing market rates at the reporting date. Derivatives with positive market values (unrealized gains) are included in other assets and derivatives with negative market values (unrealized losses) are included in other liabilities. The corresponding gains and losses are included in the statement of profit or loss.

4.4 Securities under repurchase and reverse repurchase agreements

Transactions of repurchase / reverse repurchase of investments securities are entered into at contracted rates for specified periods of time and are accounted for as follows:

Re-purchase agreements

Securities sold with a simultaneous commitment to repurchase at a specified future date (repo) continue to be recognized in the statement of financial position and are measured in accordance with accounting policies for investments. The counter party liability for amounts received under these agreements is included in borrowings from banks /financial institutions. The difference between sale and repurchase price is treated as mark-up on borrowings from banks/financial institutions and accrued over the life of the repo agreement.



Reverse repurchase agreements

Securities purchased with a corresponding commitment to resell at a specified future date (reverse repo) are not recognized in the statement of financial position. Amounts paid under these agreements are recorded as funds placements. The difference between purchase and resale price is treated as return from fund placements with financial institutions and accrued over the life of the reverse repo agreement.

4.5 Margin Trading System (MTS) transactions

Receivable against MTS transactions are recorded at the fair value of the consideration given. The MTS transactions are accounted for on the settlement date. The difference between the purchase and sale price is treated as income from MTS transactions and recognized in the statement of profit or loss over the term of the respective transaction.

4.6 Term finance / credit facilities / loans

Term finances originated by the Investment Bank are stated net of provision for losses, if any on such assets. The specific provision for bad and doubtful loans, if any, is determined in accordance with the requirements of the NBFC Regulations. Loans are written off when there is no realistic prospect of recovery.

4.7 Net investment in finance lease

Leases in which the Investment Bank transfers substantially all the risks and rewards incidental to the ownership of an asset to the lessees are classified as finance leases. A receivable is recognized at an amount equal to the present value of the minimum lease payments, including any guaranteed residual value which are included in the financial statements as "net investment in finance leases".

4.8 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at cost. For the purpose of statement of cash flow, cash and cash equivalents' comprise of cash in hand, balances in current accounts with banks, short-term bank deposits, short-term placements, short-term running finance and short-term repo borrowings.

4.9 Taxation

Current

The provision for current taxation is based on taxable income at current tax rates after taking into account tax credits, rebates and exemptions available, if any. However, for income covered under final tax regime, taxation is based on applicable tax rates under such regime. The charge for current tax also includes adjustments where necessary relating to prior years which arise from assessments framed / finalized during the year.

Deferred

Deferred tax is recognized using the liability method in respect of all temporary differences at the reporting date between the tax base of assets and liabilities and their carrying amounts used for financial reporting purpose. Deferred tax asset is recognized for all deductible temporary differences and tax losses, if any, to the extent that it is probable that the temporary differences will reverse in the future and the taxable profits will be available against which the temporary differences and tax losses can be utilized.

The carrying amount of deferred tax asset is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow the deferred tax asset to be utilized.



Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on the tax rates that have been enacted at the reporting date.

4.10 Staff retirement benefits

4.10.1 Defined benefit plan

The Investment Bank operates an approved funded gratuity scheme for its permanent employees. The net defined benefit liability recognized in the statement of financial position in respect of defined benefit gratuity scheme, is the present value of the defined benefit obligation both computed at the reporting date less the fair value of plan assets. An independent actuary using the projected unit credit actuarial cost method calculates the defined benefit obligation periodically. Last valuation was carried out the reporting date. Amounts arising as a result of re-measurements, representing the actuarial gains and losses and the difference between the actual investment returns and the return implied by the net interest cost are recognized in the statement of financial position immediately, with a charge or credit to other comprehensive income in the periods in which they occur.

4.10.2 Defined contribution plan

The Investment Bank also operates a recognized contributory provident fund for all of its regular employees. Equal monthly contributions are made, both by the Investment Bank and the employees to the fund at the rate of 10% of basic salary.

4.11 Provisions, contingent assets and contingent liabilities

Provisions are recognized when the Investment Bank has a present legal or constructive obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate of the amount can be made. Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate.

Provisions for legal disputes, onerous contracts or other claims are recognized when the Investment Bank has a present legal or constructive obligation as a result of a past event, it is probable that an outflow of economic resources will be required from the Investment Bank and amounts can be estimated reliably. Timing or amount of the outflow may still be uncertain.

Provisions are measured at the estimated expenditure required to settle the present obligation, based on the most reliable evidence available at the reporting date, including the risks and uncertainties associated with the present obligation. Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. Provisions are discounted to their present values, where the time value of money is material.

Any reimbursement that the Investment Bank can be virtually certain to collect from a third party with respect to the obligation is recognized as a separate asset. However, this asset may not exceed the amount of the related provision.

No liability is recognized if an outflow of economic resources as a result of present obligations is not probable. Such situations are disclosed as contingent liabilities unless the outflow of resources is remote.

4.12 Accrued and other liabilities

Other liabilities are measured at amortized cost which equals / estimated fair value of the consideration to be paid in the future for goods and services received by the Investment Bank.



4.13 Proposed dividend and transfer between reserves

Proposed dividend are transferred between reserves, except appropriations which are required by law, made subsequent to the reporting date are considered as non-adjusting events and are recognized in the financial statements in the period in which such dividends are declared / transfers are made.

Dividend distribution to the shareholders is recognized as a liability in the period in which it is approved by the shareholders.

4.14 Finance cost

Finance costs are recognized as an expense in the year in which these are incurred except to the extent of borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying assets. Such borrowing costs, if any, are capitalized as part of the cost of the relevant assets.

4.15 Revenue recognition

- a) Return on term finances and funds placements, is recognized on time proportion basis taking into account the principal / net investment outstanding and applicable rates of profit thereon except in case of classified loans on which income is recognized on receipt basis.

Interest / markup on rescheduled / restructured advances and investments is recognized in accordance with the guidelines given in the NBFC Regulations.

- b) Return on government securities and term finance certificates represents interest income earned which are recognized at rate of return implicit in the instrument on a time proportionate basis.
- c) Dividend income on equity investments and units of mutual funds is recognized when the right to receive the dividend is established.
- d) Income from fees, commission and brokerage is recognized, when such services are provided.
- e) Other income is recognized as and when incurred.
- f) The Investment Bank follows the 'financing method' in accounting for recognition of finance lease. The total unearned finance income i.e. the excess of aggregate installment contract receivables plus residual value over the cost of the leased asset is deferred and then amortized over the term of the lease, so as to produce a systematic return on the net investment in finance leases.
- g) Revenue from finance leases is not accrued when rent is past due by ninety days or more.
- h) Front end fee and other lease related income is recognized as income on receipt basis.

4.16 Earnings per share (EPS)

The Investment Bank presents basic and diluted earnings per share (EPS). Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Investment Bank by the weighted average number of ordinary shares outstanding during the year. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares, if any.



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4.17 Financial instruments

Financial assets and liabilities are recognized when the Investment Bank becomes a party to the contractual provisions of the instrument and de-recognized when the Investment Bank loses control of the contractual rights that comprise the financial asset and in case of financial liability when the obligation specified in the contract is discharged, cancelled or expired.

4.18 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the financial statements only when the Investment Bank has a legally enforceable right to set-off the recognized amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

4.19 Related party transactions

All transactions with related parties are carried out by the Investment Bank at arm's length prices using the comparable uncontrolled valuation method.

5 PROPERTY AND EQUIPMENT

	Note	2023 Rupees	2022 Rupees
Operating fixed assets	5.1	5,054,450	6,480,262
Right of use assets	5.2	16,502,050	4,569,324
		<u>21,556,500</u>	<u>11,049,586</u>



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5.1

	Furniture & Fittings	Office equipment	Computers	Air Conditioners	Vehicles	Leasehold Improvements	Total
.....(Rupees).....							
Year ended June 30, 2022							
Opening net book value	-	234,184	989,039	119,987	6,959,689	-	8,302,899
Additions during the year	476,276	224,978	516,083	477,116	-	358,770	2,053,223
Disposals							
Cost	-	-	-	-	(1,335,400)	-	(1,335,400)
Accumulated depreciation	-	-	-	-	689,956	-	689,956
Depreciation for the year	(17,817)	(73,846)	(564,726)	(69,727)	(2,498,320)	(5,980)	(3,230,416)
Closing net book value	458,459	385,316	940,396	527,376	3,815,925	352,790	6,480,262
As at June 30, 2022							
Cost	1,617,364	2,415,821	5,750,222	2,067,778	12,953,040	6,558,770	31,362,995
Accumulated depreciation	(1,158,905)	(2,030,505)	(4,809,826)	(1,540,402)	(9,137,115)	(6,205,980)	(24,882,733)
Net book value	458,459	385,316	940,396	527,376	3,815,925	352,790	6,480,262
Year ended June 30, 2023							
Opening net book value	458,459	385,316	940,396	527,376	3,815,925	352,790	6,480,262
Additions during the year	76,500	-	1,071,570	-	-	-	1,148,070
Disposals							
Cost	-	-	(570,546)	-	-	-	(570,546)
Accumulated depreciation	-	-	570,546	-	-	-	570,546
Depreciation for the year	(72,397)	(105,081)	(578,868)	(101,974)	(1,643,808)	(71,754)	(2,573,882)
Closing net book value	462,562	280,235	1,433,098	425,402	2,172,117	281,036	5,054,450
As at June 30, 2023							
Cost	1,693,864	2,415,821	6,251,246	2,067,778	12,953,040	6,558,770	31,940,519
Accumulated depreciation	(1,231,302)	(2,135,586)	(4,818,148)	(1,642,376)	(10,780,923)	(6,277,734)	(26,886,069)
Net book value	462,562	280,235	1,433,098	425,402	2,172,117	281,036	5,054,450
Annual rates of depreciation	15%	20%	33%	15%	20%	20%	

5.2 This represents the Investment Bank's right to use the office premises 2nd floor, Sidco Avenue Centre, Stratchen Road, R.A. Lines, Karachi obtained under lease agreement. The principal terms and conditions of these lease arrangements are as follows.:

Lessor Name	National Bank of Pakistan
Lease agreement date	30-Jun-23
Lease commencement date	30-Jun-23
Initial lease term	3 years
No. of years for which the lease extension option is available	Indefinite

5.2.1 The lease term used in the measurement of the right-of-use asset and the related lease liability has been restricted to the aforementioned initial lease term since the Company, after giving due consideration to the factors that might create an economic incentive for the Investment Bank to extend the leases, has concluded that, at the lease commencement date, it was not reasonably certain to exercise the said extension options.

* Fixed asset amounting to Rs. 15,889,154 has been fully depreciated.



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6 INTANGIBLE ASSETS	Note	2023 Rupees	2022 Rupees
-Software			
Opening net book value		-	-
Additions during the year		-	-
Amortization for the year		-	-
Closing net book value		<u>-</u>	<u>-</u>
As at June 30			
Cost		2,303,930	2,303,930
Accumulated amortization		(2,303,930)	(2,303,930)
Net book value		<u>-</u>	<u>-</u>
Annual rates of amortization		33%	33%
7 LONG-TERM INVESTMENTS			
At amortised cost			
- Term finance certificates/sukuk - listed	7.1	-	-
- Term finance certificates/sukuk - unlisted	7.2	50,593,183	11,357,224
		50,593,183	11,357,224
At fair value through other comprehensive income			
- Pakistan Investment Bonds PIBs	7.3	1,069,771,431	318,030,000
- Quoted shares	7.4	942,018	1,443,416
- Term finance certificates - listed	7.5	-	-
		1,070,713,449	319,473,416
Total investments		1,121,306,632	330,830,640

7.1 Term finance certificates / sukuk - listed

Number of Certificates		Par Value	Investee	Note	Cost	
2023	2022				2023	2022
Commercial Bank						
3,995	3,995	5,000	Summit Bank Limited	7.1.1	19,915,276	19,915,276
Oil & Gas Marketing Company						
10,000	10,000	5,000	Hascol Petroleum Limited	7.1.2	12,500,000	12,500,000
					32,415,276	32,415,276
			Less: Provision		(15,268,586)	-
					17,146,690	32,415,276
			Less: Current maturity	7.1.3	(17,146,690)	(32,415,276)
					<u>-</u>	<u>-</u>

7.1.1 This represents investment in listed term finance certificates (TFC) amounting to Rs. 19.915 million. During last quarter of the 2018, upon maturity, the issuer informed investors the status of minimum capital requirements and its pending merger with and into another Bank. As a result, the issuer could not make the final payment of its mark-up and entire principal amount. Consequently, an extraordinary meeting of the TFC holders was held on November 19, 2018 wherein the majority of the TFC holders agreed to extend the maturity date of the TFC Issue for a period of one year (October 27, 2019) on the existing terms and conditions as the counter party invoked the lock-in clause governed by clause 4.1.1 of the 'Declaration of Trust' to hold the payment till the minimum capital requirement is met. The clause was mandatorily invoked for the time being until proposed merger which was called off and the Bank started working to resolve the issue. Therefore, another extraordinary meeting of the TFC holders was held on November 20, 2019 wherein, considering the developments, the majority TFC holders agreed to extend the maturity of the TFC Issue for a period of another one year (October 27, 2020) on the same terms.



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Due to the delay in resolution, the TFC holders again agreed to extend the maturity period for another year ended October 27, 2022 so the Bank could finalise new arrangement with the investors for equity injection. The Bank acknowledges the debt and related mark-up as payable on the TFC Issue.

Considering the continuous effort and developments, every year SBP gives its final approval for the preceding year and a separate in-principal approval for the current extended period. Most recently, the Bank has announced that a key milestone relating to equity injection from the foreign investor has been completed. In this regard, EOGM of the bank held on January 16, 2023 authorised the equity injection.

The management has evaluated overall situation visa-vis Bank's intention and ability to pay and accordingly, concluded that both the elements exist as it acknowledges the debt and there are no restrictions on its operations while the payment is delayed due to minimum capital requirements. Therefore, management has recorded impairment on the said TFCs on subjective basis due to above facts and the recent developments and negotiations, in these financial statements."

7.1.2 This represents sukuk certificates issued on January 07, 2016 for a period of six years including one year grace period. Profit payment are due for payment on quarterly basis at the rate of 3 month KIBOR+ 1.5% per annum (2022: 3 month KIBOR+1.5% per annum). These were due to mature on January 07, 2022. These are secured against first exclusive Hypothecation charge on all present fixed assets at Shikarpur Depot, Machike Depot and 17 petrol pumps with 25% margin. The Investment Bank has classified the receivable as non-performing due to default in last two installments and no provision was required after taking into account the forced sale value of the security in accordance with requirements of NBFC and applicable financial reporting framework.

7.1.3 This represents current maturity related to Hascol Petroleum Limited and Summit Bank Limited amounting to Rupees 12.5 million and 19.915 million respectively.

7.2 Term finance certificates/sukuk - unlisted

Number of Certificates		Par Value	Investee	Amortized cost	
2023	2022			2023	2022
—————Rupees—————					
7,632	8,000	5,000	Cable & electrical goods New Allied Electronics Industries (Private) Limited - sukuk (refer note 7.2.1)	38,160,166	38,160,166
3,750	5,000	5,000	Textile Spinning Amtex Limited - sukuk (refer note 7.2.2)	18,750,001	18,750,001
3,698	28,000	5,000	Three Star Hosiery (Private) Limited - sukuk (refer note 7.2.3)	103,550,000	113,400,000
860	860	5,000	Textile Composite Azgard Nine Limited - TFC (refer note 7.2.4)	4,300,000	4,300,000
1,312	10,000	5,000	Miscellaneous Eden Housing Limited - sukuk (refer note 7.2.5)	6,560,000	6,560,000
				171,320,167	181,170,167
			Less: Provision for non-performing investments	(120,726,984)	(169,812,943)
			Less: Current maturity (refer note 12)	-	-
				50,593,183	11,357,224



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- 7.2.1** This represents sukuk certificates issued on December 03, 2007 for a period of five years and markup rate of 3 month KIBOR + 2.20% with a floor of 7% and cap of 20% payable half yearly. These certificates are secured against bank guarantee of First Dawood Investment Bank Limited and ranking charge over present and future assets of the company. This has been classified as non performing investment by the Investment Bank under loss category and the Investment Bank has made provision of the entire amount.
- 7.2.2** This represents sukuk certificates issued on October 12, 2007 for a period of five years and markup rate of 3 month KIBOR + 2% with a floor of 11% and cap of 25% payable quarterly . These certificates were secured against bank guarantee of Bank of Punjab. The recovery against these sukuk certificates is under litigation and as per orders of the Lahore High Court (LHC), the guarantor has deposited the amount of guarantee against all outstanding rentals amounting Rs. 529,685,000 with the Deputy Registrar, LHC. Subsequently, the LHC vide its Order dated 06-05-2016 order to release the amount deposited with the Deputy Registrar LHC to the applicant (the Trustee), however, a Divisional Bench of LHC issued stay order at the appeal of the Issuer. The proceeding against the appeal is under process.
- 7.2.3** This represents sukuk certificates issued on August 05, 2008 for a period of five years and markup rate of 3 month KIBOR + 3.25% with a floor of 11% and cap of 25%. These certificates are secured against bank guarantee of First Dawood Investment Bank and ranking charge over assets of the investee. This was due to mature on August 06, 2013. However, the company failed to make payment as per agreed schedule and subsequently, these certificates have been restructured and rescheduled on April 18, 2017 and will mature on March 15, 2032.
- 7.2.4** This represents term finance certificates issued on March 01, 2014 at 'Zero' rate for a period of three years. These were issued under Master Restructuring Agreements dated December 01, 2010 and matured on March 31, 2017. This has been classified as non performing investment by the Investment Bank under loss category and the Investment Bank has made provision of entire amount.
- 7.2.5** This represents sukuk certificates issued on December 31, 2007 for a period of five years and markup rate of 6 month KIBOR + 2.5% with a floor of 7% and cap of 20% payable semi-annually. These certificates have been restructured and rescheduled on January 10, 2010 and matured on June 29, 2014. This has been classified as non performing investment by the Investment Bank under loss category. However, no provision is required after considering Forced Sale Value of the collateral as per applicable reporting framework.
- 7.3** It represents investments in Pakistan Investment Bonds issued by GOP having stated maturity of 5 and 10 years.
- 7.3.1** The above investments issued by the Government are held at fair value through other comprehensive income. The profile of return on these securities are as follows:

	2023	2022
	----- % per annum -----	
Yield rate on PIBs.	<u><u>15.46-23.87</u></u>	<u><u>11.5-13.5</u></u>
Markup on PIBs	<u><u>9.5-21.96</u></u>	<u><u>9-9.5</u></u>



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7.4 Quoted shares

Number of Certificates		Par Value	Investee Company	Carrying value	Market Value	Carrying value	Market Value
2023	2022			2023		2022	
Rupees							
217,055	217,055	10	Agritech Limited (refer note 7.4.1)	3,342,647	942,018	3,342,647	1,443,416
				3,342,647	942,018	3,342,647	1,443,416
			Less: Deficit on remeasurement (refer note 7.7 & 19)	(2,400,629)	-	(1,899,231)	-
				<u>942,018</u>	<u>942,018</u>	<u>1,443,416</u>	<u>1,443,416</u>

7.4.1 This represents 217,055 (2021: 217,055) shares of Agritech Limited acquired from Azgard Nine Limited as part of multiple agreements including the Master Restructuring Agreement (MRA). These shares were subject to restriction on transfer and were pledged in favor of Faysal Bank Limited in its capacity as the trustee of the TFC issue under Share Transfer and Debt Settlement Agreement.

7.5 Term finance certificates - Listed

Number of Certificates		Par Value	Investee Company	Cost	Market Value	Cost	Market Value
2023	2022			2023		2022	
Rupees							
4,000	4,000	5,000	Textile Composite Azgard Nine Limited (refer note 7.5.1)	6,218,207	6,218,207	6,218,207	6,218,207
6,886	6,886	5,000	Technology and Communication Worldcall Telecom Limited (refer note 7.5.2)	10,268,383	10,268,383	10,268,383	10,268,383
				16,486,590	16,486,590	16,486,590	16,486,590
			Less: Provision against non-performing investments	(16,486,590)	(16,486,590)	(16,486,590)	(16,486,590)
				<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>



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7.5.1 This represents Term Finance Certificates issued on September 20, 2005 at the rate of 6 month KIBOR + 2.4%. These certificates have been restructured and rescheduled under Master Restructuring Agreement (MRA) dated December 1, 2010, and was due to mature on September 20, 2017. This has been classified as non performing investment by the Investment Bank under loss category and the Investment Bank has made 100% provision of the principal amount after considering FSV of the collateral as per applicable reporting framework. Subsequently, Scheme of Arrangement has been approved by Lahore High Court and the new maturity date is April 28, 2031. These certificates are secured by first pari passu charge on the present and future assets of the investee Company.

7.5.2 This represents Term Finance Certificates issued on October 07, 2008 for a period of five years. Markup payment are made semi annually at the rate of 6 month KIBOR + 1.6%. The issue is secure by first pari passu charge on the present and future fixed assets of the investee Company. These were due to mature on October 7, 2015. Further, these TFCs are restructured on April 28, 2018 and due to mature on September 20, 2026. This has been classified as non performing investment under loss category and the Investment Bank has made provision of entire amount.

	Note	2023 Rupees	2022 Rupees
7.6 PROVISION FOR DIMINUTION IN VALUE OF LONG-TERM INVESTMENTS			
Balance at the beginning of the year		186,299,533	201,105,412
Charged for the year		-	3,720
Reversal during the year			
- Three Star Hoisery		(35,133,182)	(9,015,000)
- Amtex		(13,952,777)	
- Provision against the TFC's			
- Hascol		5,000,000	
- World Call Telecom		-	(890,557)
- Summit Bank		10,268,586	(4,907,762)
Reversal for the year		(33,817,373)	(14,809,599)
Balance at the end of the year		<u>152,482,160</u>	<u>186,299,533</u>
7.7 DEFICIT ON REMEASUREMENT OF LONG-TERM INVESTMENTS - Fair value through other comprehensive income			
Balance at the beginning of the year		1,899,231	1,862,332
Charge during the year		501,398	36,899
Balance at the end of the year	7.4	<u>2,400,629</u>	<u>1,899,231</u>
8 LONG-TERM LOANS AND FINANCES			
Loan to employees	8.1	4,017,710	2,500,364
Loan to others- term finance facility (secured)	8.2	207,454,140	291,659,689
		<u>211,471,850</u>	<u>294,160,053</u>



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	Note	2023 Rupees	2022 Rupees
8.1	Loan to employees		
Housing loan - secured			
- Executives	9.1.1 & 9.1.2	-	-
- Employees	8.1.2	<u>404,528</u>	<u>552,500</u>
		404,528	552,500
Mark-up receivable on house loans	8.1.2	<u>408,457</u>	<u>389,070</u>
		812,985	941,570
Other loans - unsecured			
- Executives	8.1.1	<u>4,182,914</u>	<u>2,629,819</u>
- Employees	8.1.3	<u>1,507,995</u>	<u>333,462</u>
		5,690,909	2,963,281
Current portion			
- House loans		<u>(147,972)</u>	<u>(147,972)</u>
- Other loans		<u>(2,338,212)</u>	<u>(1,256,515)</u>
	12	<u>(2,486,184)</u>	<u>(1,404,487)</u>
		<u>4,017,710</u>	<u>2,500,364</u>

8.1.1 Reconciliation of carrying amount of chief executives and executives is as follows:

	2023			2022		
	Chief Executive Officer	Executives	Total	Chief Executive Officer	Executives	Total
Rupees.....					
Opening balance	-	2,629,819	2,629,819	2,944,000	775,111	3,719,111
Disbursed	1,408,000	4,457,492	5,865,492	-	4,102,750	4,102,750
Payment/(Receipt)	(1,408,000)	(2,904,397)	(4,312,397)	(2,944,000)	(2,248,042)	(5,192,042)
	-	<u>4,182,914</u>	<u>4,182,914</u>	-	2,629,819	2,629,819

These loans and advances have been made in compliance with the requirements of the Companies Act, 2017.

8.1.2 These represent loans provided to the executives and employees for purchase of property in accordance with the human resource policy and are repayable on monthly basis over a period of 15 years. These loans carry mark-up rate at 4% (2022: 4%) per annum. These loans are secured against mortgage of properties.

8.1.3 These represent loans provided to the executives and employees and are repayable on monthly basis over a period upto 3 years. These loans are unsecured and interest free.



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	Note	2023 Rupees	2022 Rupees
8.2	Loan to others - term finance facility (secured) - interest bearing		
Chenab Limited	8.2.1	13,976,740	14,366,283
Hashwani Hotels Limited	8.2.2	-	7,142,858
Tandlianwala Sugar Mills Limited	8.2.3	24,687,500	49,375,000
Pioneer Cement Limited	8.2.4	47,997,999	69,997,999
Power Cement Limited	8.2.5	73,502,635	80,745,861
Technology Links Pvt. Limited	8.2.6	8,333,328	13,333,332
Shakarganj Sugar Mills Limited	8.2.7	-	11,250,000
Hussain Sugar Mills Limited	8.2.8	100,000,000	100,000,000
Ziauddin Ahmed & Co. Pvt. Limited	8.2.9	30,000,000	30,000,000
Alsons Industries Pvt. Limited	8.2.10	30,000,000	-
Loans to an individual	8.2.11	-	3,000,000
		328,498,201	379,211,333
Non - interest bearing		-	-
		328,498,201	379,211,333
Less: Provision for impairments	8.2.12	(929,037)	(929,037)
Less: Current maturity	12	(120,115,024)	(86,622,607)
		207,454,140	291,659,689

8.2.1 This represents term finance facility issued on January 30, 2008 for a period of five years at markup rate of 6 month KIBOR + 3% .The facility is secured against first pari passu charge over fixed assets. This was due to mature on January 30, 2013. The Investment Bank has classified the amount and accordingly made provision of entire amount after considering FSV of the collateral held as per applicable law and applicable financial reporting framework. The Investment Bank has filed suit to recover the outstanding amount in Banking Court. The case is still pending in the court. This was restructured on September 21, 2021 and is due to mature on September 20, 2029. This is secured by pari passu charge over all fixed assets of the borrower.

8.2.2 This was syndicated term finance facility issued on October 2, 2015 for a period of 7 years having maturity on August 02, 2022 . The facility carries markup rate of 6 month KIBOR+ 2.30% upto two principal repayments and thereafter 6 month KIBOR+ 1.80%. Facility was secured by way of charge over fixed assets with 25% margin of Marriott Hotel Karachi.

8.2.3 This represents participation in syndicated term finance facility issued on March 29, 2017 for a period of 7 years having maturity on March 29, 2024. The facility carries markup rate of 3 month KIBOR + 2% and the principal is repayable in 16 quarterly equal installments with 2 years grace period. The facility is secured against first pari passu hypothecation charge over all present and future movable fixed assets with 25% margin.



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- 8.2.4** This represents participation in syndicated term finance facility issued on November 15, 2017 for a period of 8 years inclusive of grace period of three years. The facility carries markup rate of 6 month KIBOR + 1.1% and the principal is repayable in nine consecutive half yearly installments whereas the markup is repayable calendar quarterly. The facility is secured against first pari passu hypothecation/mortgage charge over all present and future assets of the Company with 25% margin.
- 8.2.5** This represents participation in syndicated term finance facility issued on January 16, 2018 for a period of 8.5 years inclusive of grace period of 2.5 years having maturity on January 16, 2028. The facility carries markup rate of 6 month KIBOR + 2.25% which is reduced KIBOR + 1.5% per annum. The facility is secured against charge/mortgage over fixed assets of the Company with 25% margin and is repayable in twelve consecutive half yearly installments.
- 8.2.6** This represents a medium term finance issued on February 16, 2022 for a period of 3 years having maturity on February 15, 2023. The facility carries a profit rate of one month KIBOR + 3.75% per annum and is repayable in equal 36 monthly installments. The facility is secured against mortgage of property and ranking hypothecation charge over current assets of the Company with 35% margin.
- 8.2.7** This represents a medium term finance issued on March, 07 2020 for a period of 2.5 years having maturity on June 07, 2022. The facility carries a profit rate of 3 months KIBOR + 3.5% per annum. The facility is secured against pledge of PSX 100 Index shares with 35% margin and ranking hypothecation charge over present and future assets of the Company with 25% margin and is repayable in equal six quarterly installments, after grace period of 18 months. Interest is repayable in quarterly installments.
- 8.2.8** This represents term finance facility issued on June 15, 2022 for a period of five years including nine months grace period having maturity on June 14, 2027. The facility carries mark-up rate of 3 months KIBOR + 3.5% per annum and is repayable in 17 quarterly equal installments. The facility is secured by way of first pari passu charge over all present and future fixed assets of the company with 25% margin. Personnel guarantees of Chairman and Chief Executive of Hussain Sugar Mills and subordination of Director loan of Rs.100.86 million.
- 8.2.9** This represents a medium term finance issued on May 31, 2022 for a period of 3 years having maturity on May 31, 2025. The facility carries a profit rate of 3 months KIBOR + 3% per annum and is repayable in 8 quarterly installments with one year grace period. The facility is secured against mortgage of property and ranking hypothecation charge over current assets of the Company with 25% margin.
- 8.2.10** This represents a medium term finance issued on September 16, 2022 for a period of 4 years having maturity on September 16, 2026. The facility carries a profit rate of 3 months KIBOR + 3% per annum and is repayable in 12 quarterly installments with one year grace period. The facility is secured against mortgage of property and ranking hypothecation charge over current assets of the Company with 25% margin.
- 8.2.11** This represents financing to individuals issued on July 19, 2020 and June 05, 2019 respectively for a period of 2 years having maturity on July 19, 2022 and June 05, 2023 respectively. The principal amounts of Rupees 1,200,000 and 1,800,000 (2022: Rs. 3,000,000), carries a profit rate of 3 months KIBOR + 3.50% and KIBOR + 3.0% payable quarterly respectively. The facility is secured against pledge of units of mutual funds. The tenure of facility is two years.



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	Note	2023 Rupees	2022 Rupees
8.2.12 Provision for impairment			
Balance at the beginning of the year		929,037	929,037
Provision made during the year for non performing loan		-	-
Balance at the end of the year		929,037	929,037

9 NET INVESTMENT IN FINANCE LEASE

Lease rental receivable		-	-
Residual value		418,600	418,600
Gross investment in finance lease	9.1	418,600	418,600
Less: Unearned finance lease Income		(11,670)	(11,670)
		406,930	406,930
Less: Current maturity of net investment in finance lease	12	(406,930)	(406,930)
Net investment in finance lease		-	-

9.1 Description	2023				2022			
	Not later than one year	Later than one and less than five years	Later than five years	Total	Not later than one year	Later than one and less than five years	Later than five years	Total
Rupees								
Lease rentals receivable	-	-	-	-	-	-	-	-
Guaranteed residual value	-	418,600	-	418,600	-	418,600	-	418,600
	-	418,600	-	418,600	-	418,600	-	418,600
Finance charge for future periods	-	(16,107)	-	(16,107)	-	(16,107)	-	(16,107)
Present value of minimum lease payments	-	402,493	-	402,493	-	402,493	-	402,493
	-	402,493	-	402,493	-	402,493	-	402,493

9.1.2 Lease rentals received during the year aggregate to Nil (2022: 222,200).



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		Note	2023 Rupees	2022 Rupees
10	LONG-TERM DEPOSITS			
	Security deposit with Central Depository Company of Pakistan Limited		50,000	50,000
	Others		7,500	7,500
			57,500	57,500
11	DEFERRED TAX ASSET			
	Deferred tax asset on deductible temporary differences:			
	-Provisions		50,567,830	61,152,531
	-Accelerated tax depreciation allowance		1,355,452	1,363,080
	-Surplus on revaluation of investments		19,575,446	12,937,038
	-Gratuity		2,600,350	2,844,705
		11.1 & 11.2	74,099,078	78,297,354
11.1	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.			
12.2	Movement in deferred taxation			
			2023	
			Balance at June 30, 2021	Recognized in statement of profit or loss
				Recognized in other comprehensive income
			Balance at June 30, 2023	
		Rupees.....	
	The following deductible temporary differences arising on account of:			
	-Provisions		61,152,531	(10,722,511)
	-Accelerated tax depreciation allowance		1,363,080	(7,628)
	-Surplus on revaluation of investments		12,937,038	-
	-Gratuity		2,844,705	(21,210)
			78,297,354	(10,751,349)
			6,415,263	74,099,078



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		2022			
		Balance at June 30, 2021	Recognized in statement of profit or loss	Recognized in other comprehensive income	Balance at June 30, 2022
	Rupees.....			
The following deductible temporary differences arising on account of:					
		66,041,938	(4,889,407)	-	61,152,531
	-Provisions				
	-Accelerated tax depreciation allowance	791,624	404,038	-	1,363,080
	-Surplus on revaluation of investments	543,104	-	12,799,229	12,937,038
	-Gratuity	1,873,180	1,702,964	62,816	2,844,705
		<u>69,249,846</u>	<u>(2,782,405)</u>	<u>12,862,045</u>	<u>78,297,354</u>
			2023		2022
			Rupees		Rupees
	Note				
12	CURRENT PORTION OF NON - CURRENT ASSETS				
	Investments				
	Current portion of term finance certificates - listed	7.1 & 7.5	17,146,690		32,415,276
	Loans and finances				
	Current portion of loans to employees	8.1	2,486,184		1,404,487
	Current portion of loans to other- term finance facility (secured)	8.2	120,115,024		86,622,607
			122,601,208		88,027,094
	Net investment in finance lease				
	Current maturity of net investment in finance lease	9	406,930		406,930
			140,154,828		120,849,300
13	SHORT-TERM INVESTMENTS				
	Fair value through other comprehensive income				
	Dewan Cement Limited - Pre IPO term finance certificates	13.1	35,017,244		43,069,617
	Investment in government securities - T-Bills		-		955,199,000
	Quoted shares	13.2	11,615,774		24,190,231
	Mutual funds	13.4	-		26,520,199
			46,633,018		1,048,979,047
	Fair value through profit or loss				
	Quoted shares	13.3	-		26,797,122
	Investments at market value		46,633,018		1,075,776,169
13.1	Pre IPO term finance certificates				
	Dewan Cement Limited		50,000,000		50,000,000
	Less: provision		(14,982,756)		(6,930,383)
	Term finance certificate - Dewan Cement Limited		35,017,244		43,069,617

13.1.1 This investment has been classified 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.



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13.2 Quoted shares (At fair value through other comprehensive income)

Number of Shares		Investee	2023		2022	
			Cost	Market Value	Cost	Market Value
2023	2022		Rupees	Rupees	Rupees	Rupees
Automobile Assembler						
-	200	Indus Motor Co. Ltd.	-	-	231,156	228,882
-	2,100	Honda Atlas Car (Pakistan) Limited	-	-	453,054	408,933
Automobile Parts And Accessories						
-	3,500	Panther Tyres Limited	-	-	214,235	113,400
Cable and Electrical Goods						
-	860	Pak Electron Ltd.	-	-	18,034	13,665
Cement						
-	800	Cherat Cement Limited	-	-	135,216	74,432
-	12,000	Fauji Cement Company Limited	-	-	247,800	170,040
-	300	Kohat Cement Company Limited	-	-	61,311	39,039
-	1,130	Lucky Cement Limited	-	-	928,917	518,715
-	12,000	Maple Leaf Cement Factory Limited	-	-	492,840	328,200
Chemicals						
815,800	815,800	Agritech limited	12,563,320	3,540,572	12,563,320	5,425,070
-	37,500	Descon Oxychem Limited	-	-	847,500	588,750
5,000	5,000	Engro Polymer And Chemical Limited	259,932	211,250	259,950	398,150
Commercial Banks						
15,000	15,000	Allied Bank Limited	1,467,750	1,005,000	1,467,750	1,035,000
-	27,000	Bank Al-Falah Limited	-	-	914,220	864,000
-	8,000	Bank Al-Habib Limited	-	-	565,200	464,480
-	16,500	Faisal Bank Limited	-	-	334,950	380,490
10,088	19,088	Habib Bank Limited	1,813,991	738,744	2,930,171	1,743,498
30,000	-	HBL Growth Fund	522,300	140,400	-	-
-	10,500	Habib Metropolitan Bank Limited	-	-	457,380	410,025
-	1,500	Meezan Bank Limited	-	-	171,840	169,470
70,000	70,000	National Bank of Pakistan (refer note 14.2.1)	3,858,400	1,363,600	3,858,395	1,956,500
10,100	10,100	United Bank Limited	1,251,182	1,187,154	1,251,188	1,142,613
Carry forward			21,736,875	8,186,720	28,404,427	16,473,352



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Number of Shares		Investee	2023		2022	
			Cost	Market Value	Cost	Market Value
2023	2022		Rupees	Rupees	Rupees	Rupees
		Brought forward	21,736,875	8,186,720	28,404,427	16,473,352
		Fertilizer				
-	2,000	Engro Corporation Limited	-	-	580,380	514,180
-	5,000	Engro Fertilizers Limited	-	-	297,202	443,200
-	8,000	Fauji Fertilizers Bin Qasim Limited	-	-	206,720	161,920
5,000	5,600	Fauji Fertilizers Limited	297,202	412,650	621,040	617,232
		Foods And Personal Care Products				
-	16,560	At-Tahur Limited	-	-	358,524	315,799
		Glass And Ceremics				
-	8,000	Shabbir Tiles And Ceramics Limited	-	-	268,800	117,040
		Oil and Gas Exploration				
-	160	Mari Patroleum Company Limited	-	-	243,538	278,358
4,100	4,100	Pakistan Oilfields Limited	1,522,667	1,647,257	1,522,669	1,663,821
8,900	8,900	Pakistan Petroleum Limited	988,376	526,346	988,380	600,839
		Oil And Gas Marketing Companies				
-	900	Pakistan State Oil Company Limited	-	-	202,230	154,655
		Pharmaceuticals				
-	400	Abbott Laboratories	-	-	304,416	261,856
-	14,300	Citi Pharma Limited	-	-	503,217	466,752
		Power Generation And Distribution				
23,500	23,500	Kot Addu Power Company	1,421,611	488,800	1,421,611	576,455
14,093	8,500	Nishat (Chunian) Power Limited	87,086	235,351	134,555	126,735
7,000	7,000	Nishat Power Limited	135,967	118,650	135,940	136,500
-	9,500	Pakgen Power Limited	-	-	233,130	175,655
-	13,500	Saif Power Ltd.	-	-	295,515	281,340
		Refineries				
-	1,000	Attock Refineries Limited	-	-	152,420	175,780
-	600	National Refineries Limited	-	-	144,132	151,542
		Textile Composite				
-	12,000	Gul Ahmed Textile Mills Limited	-	-	547,680	405,720
-	1,500	Interpool Limited	-	-	102,885	91,500
			26,189,785	11,615,774	37,669,411	24,190,231
		Less: Deficit on remeasurement (refer note 21)	(14,574,010)	-	(13,479,179)	-
			11,615,774	11,615,774	24,190,231	24,190,231

13.2.1 This represents investment in shares of associated undertaking which has been made in accordance with the requirements under the Companies Act, 2017.



FIRST CREDIT AND INVESTMENT BANK LTD.

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13.3 Quoted Shares (At fair value through profit or loss)

Number of Shares		Investee	2023		2022	
			Cost	Market Value	Cost	Market Value
2023	2022		Rupees	Rupees	Rupees	Rupees

(The face value of each share is Rs.10/-)

		Automobile Assembler				
-	566	Millat Tractors Limited	-	-	127,395	493,886
-	300	Pak Suzuki Motor Company Ltd.	-	-	-	-
		Automobile Parts & Accessories				
-	1,600	Agriauto Industries Limited	-	-	439,024	214,400
-	7,300	Panther Tyres Limited	-	-	345,650	236,520
-	400	Thal Limited	-	-	169,112	107,848
		Cable and Electrical Goods				
-	7,500	WAVES Singer Pakistan Ltd.	-	-	204,450	95,475
		Cement				
-	2,500	Attock Cement Pak Limited	-	-	449,550	166,250
-	400	Cherat Cement Limited	-	-	70,952	37,216
-	9,000	Fauji Cement Company Limited	-	-	207,000	127,530
-	5,680	Kohat Cement Company Limited	-	-	1,172,863	739,138
-	2,550	Lucky Cement Limited	-	-	2,201,772	1,170,552
-	6,000	Maple Leaf Cement Factory Limited	-	-	281,880	164,100
		Chemicals				
-	6,000	Engro Polymer & Chemical Limited	-	-	283,440	477,780
-	200	ICI Pakistan Limited	-	-	173,760	144,910
-	500	Lotchem Chemical	-	-	7,720	11,810
-	500	Sitara Chemicals	-	-	176,000	155,000
		Commercial Banks				
-	400	Allied Bank Limited	-	-	29,660	27,600
-	24,850	Bank Al-Falah Limited	-	-	799,673	795,200
-	17,000	Bank Al-Habib Limited	-	-	1,192,040	987,020
-	6,500	Faysal Bank Limited	-	-	110,305	149,890
-	18,100	Habib Bank Limited	-	-	2,214,897	1,653,254
-	1,800	MCB Bank Limited	-	-	287,694	221,364
-	2,892	Meezan Bank Limited	-	-	290,270	326,738
-	11,000	United Bank Limited	-	-	1,344,200	1,244,430
		Engineering				
-	-	Agha Steels Industries Limited	-	-	-	-
-	-	Amreli Steels Limited	-	-	-	-
-	1,900	International Ind. Ltd.	-	-	400,938	197,087
-	-	International Steel Ltd.	-	-	-	-
-	1,000	Ittefaq Iron Industries Ltd	-	-	18,950	7,020
-	16,843	Mughal Iron & Steel Ind.	-	-	1,494,985	970,831
		Carry forward	-	-	14,494,180	10,922,849



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Number of Shares		Investee	2023		2022	
			Cost	Market Value	Cost	Market Value
2023	2022		Rupees	Rupees	Rupees	Rupees
		Brought forward	-	-	14,494,180	10,922,849
		Fertilizer				
-	4,610	Engro Corporation Ltd.	-	-	1,358,152	1,185,185
-	15,000	Fauji Fertilizer Bin Qasim Ltd.	-	-	396,150	303,600
-	7,400	Fauji Fertilizer Co. Ltd.	-	-	785,140	815,628
		Glass And Ceremics				
-	20,500	Shabbir Tiles and Ceramics Limited.	-	-	683,675	299,915
-	9,625	Tariq Glass	-	-	1,023,908	999,171
		Oil and Gas Exploration				
-	1,447	Mari Petroleum Company	-	-	2,205,792	2,517,404
-	14,500	Oil & Gas Development Company	-	-	1,377,935	1,140,715
-	2,600	Pakistan Oilfields Limited	-	-	1,024,036	1,055,106
-	12,676	Pakistan Petroleum Limited	-	-	1,100,657	855,757
		Oil and Gas Marketing				
-	3,035	Hascol Petroleum Ltd.	-	-	27,103	12,808
-	4,344	Pakistan State Oil Co. Ltd.	-	-	974,142	746,473
		Pharmaceuticals				
-	423	Highnoon Laboratories Limited	-	-	231,000	224,135
-	650	The Searle Company Limited	-	-	121,310	70,863
		Power Generation & Distribution				
-	6,000	Kot Addu Power Co. Ltd.	-	-	266,100	165,180
-	6,000	Lalpir Power Limited	-	-	107,160	76,500
-	20,000	The Hub Power Co. Ltd.	-	-	1,593,400	1,363,400
		Sugar and Allied Industries				
-	384	Mehran Sugar Mills Ltd.	-	-	16,178	14,772
-	200	Mirpurkhas Sugar Mills Ltd.	-	-	22,200	31,266
		Technology & Communication				
-	5,980	Systems Limited	-	-	1,366,937	1,972,563
		Carry forward	-	-	29,175,155	24,773,290



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Number of Shares		Investee	2023		2022	
			Cost	Market Value	Cost	Market Value
2023	2022		Rupees	Rupees	Rupees	Rupees
		Brought forward	-	-	29,175,155	24,773,290
		Textile Composite				
-	8,160	Gul Ahmed Textile Mills Ltd.	-	-	345,005	275,890
-	10,375	Interloop Limited	-	-	700,313	632,875
-	5,500	Kohinoor Textile Mills Limited	-	-	413,600	275,000
-	11,000	Nishat (Chunian)Ltd.	-	-	553,190	492,690
-	4,700	Nishat Mills Ltd.	-	-	438,510	347,377
			-	-	<u>31,625,773</u>	<u>26,797,122</u>
		Less: Impairment against investments	-	-	-	-
		Less: Deficit on remeasurement (refer note 21)	-	-	(4,828,651)	-
			-	-	<u>26,797,122</u>	<u>26,797,122</u>

13.3.1 This represents investment in shares of associated undertaking which has been made in accordance with the requirements under the Companies Act, 2017.

**13.4 Mutual Funds
(At fair value through other comprehensive income)**

Number of Units		Investee	2023		2022	
			Cost	Market Value	Cost	Market Value
2023	2022		Rupees	Rupees	Rupees	Rupees
		Close-End Mutual Fund				
		HBL Growth Fund Class A				
-	30,000	(formerly PICIC Growth Fund)	-	-	522,300	154,500
		Open-End Mutual Fund				
-	1,599,656	NBP Stock Fund 14.4.1	-	-	24,827,296	22,069,810
-	331,432	ABL Growth Fund	-	-	5,048,136	4,295,889
			-	-	<u>30,397,732</u>	<u>26,520,199</u>
		Less: Deficit on remeasurement	-	-	(3,877,533)	-
			-	-	<u>26,520,199</u>	<u>26,520,199</u>



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	Note	2023 Rupees	2022 Rupees
14 MARKUP / INTEREST ACCRUED			
Accrued profit/markup/interest on:			
- Government securities		34,586,478	9,616,440
- Term finance certificates/sukuk		34,575,407	33,664,299
- Term finances		24,078,111	21,184,832
- Placements		2,197,056	1,051,528
		<u>95,437,053</u>	<u>65,517,099</u>
Less : provision for markup/interest		<u>(21,133,769)</u>	<u>(24,133,769)</u>
		<u>74,303,284</u>	<u>41,383,330</u>
15 PREPAYMENTS AND OTHER RECEIVABLES			
Prepayments		2,149,096	1,575,466
Other receivable			
- Dividend receivable		70,000	84,700
- Miscellaneous		964,023	1,379,537
		<u>3,183,119</u>	<u>3,039,703</u>
16 CASH AND BANK BALANCES			
Balance with banks			
- Deposit accounts	16.1	113,674,943	68,326,817
- Dividend payment account with MCB		5,357,739	5,360,680
- Current account with State Bank of Pakistan		3,090,373	1,967,388
- Cash in hand		744	1,636
		<u>122,123,799</u>	<u>75,656,521</u>
16.1	Effective markup rate in respect of deposit accounts ranges from 12.25% to 22.5% (2022: 8% to 14%) per annum.		
		2023 Rupees	2022 Rupees
17 AUTHORIZED SHARE CAPITAL			
75,000,000 (2022: 75,000,000) ordinary shares of Rs.10 each		<u>750,000,000</u>	<u>750,000,000</u>
18 ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL			
28,500,000 (2022: 28,500,000) ordinary shares of Rs. 10 each issued as fully paid in cash.		285,000,000	285,000,000
36,500,000 (2022: 36,500,000) ordinary shares of Rs. 10 each issued as fully paid bonus shares.		<u>365,000,000</u>	<u>365,000,000</u>
		<u>650,000,000</u>	<u>650,000,000</u>



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	Note	2023 Rupees	2022 Rupees
19 DEFICIT ON REMEASUREMENT OF INVESTMENTS - NET			
Fair value through other comprehensive income			
Government securities		(56,393,945)	(42,545,667)
Shares-long term	7.4	(2,400,629)	(1,899,231)
Shares-short term	13.2	(14,574,004)	(13,479,454)
Mutual fund	13.4	-	(3,877,533)
Related deferred tax (asset)		19,575,447	12,799,229
		<u>(53,793,131)</u>	<u>(49,002,656)</u>
20 DEFERRED LIABILITY - STAFF GRATUITY			
20.1 Actuarial Assumptions			
As disclosed in note 4.12.1, the Investment Bank operates a funded gratuity scheme for its staff employees. The latest actuarial valuation was carried out as at June 30, 2023 using the Projected Unit Credit Actuarial Cost Method.			
	Note	2023 Rupees	2022 Rupees
20.2 Defined benefit liability recognized in balance sheet			
Present value of defined benefit obligation	20.3	11,638,693	9,574,753
Fair value of plan assets	20.4	(1,892,606)	(1,425,791)
Benefits due but not paid		-	-
Defined benefit liability recognized		<u>9,746,087</u>	<u>8,148,962</u>
20.3 Changes in the present value of the defined benefit obligation			
Opening defined benefit obligation		9,574,753	10,716,427
Current service cost		1,286,854	1,225,311
Interest cost		1,268,655	890,706
Benefits due but not paid		-	(828,165)
Benefits paid		-	(2,790,568)
Re-measurements chargeable in other comprehensive income		(491,569)	361,042
		<u>11,638,693</u>	<u>9,574,753</u>
20.4 Changes in the fair value of plan assets			
Opening fair value of plan assets		1,425,791	4,581,470
Contribution		-	-
Interest income on plan assets		188,917	318,619
Benefits paid		-	(2,790,568)
Benefits due but not paid		-	(828,165)
Return on plan assets, excluding interest income		277,898	144,435
		<u>1,892,606</u>	<u>1,425,791</u>
20.5 Movement in net liability			
Opening liability		8,148,962	6,134,957
Expense recognized in statement of profit or loss	20.6	2,366,592	1,797,398
Re-measurements recognized in other comprehensive income	20.7	(769,467)	216,607
Contribution		-	-
Closing liability		<u>9,746,087</u>	<u>8,148,962</u>



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	Note	2023 Rupees	2022 Rupees		
20.6 Expense recognized in statement of profit or loss					
Current service cost		1,286,854	1,225,311		
Interest cost on defined benefit obligation		1,268,655	890,706		
Expected return on plan assets		(188,917)	(318,619)		
		<u>2,366,592</u>	<u>1,797,398</u>		
20.7 Re-measurements recognized in other comprehensive income					
Experience adjustments		(491,569)	361,042		
Return on plan assets - excluding interest income		(277,898)	(144,435)		
		<u>(769,467)</u>	<u>216,607</u>		
Related deferred tax (asset)		223,145	(62,816)		
		<u>(546,322)</u>	<u>153,791</u>		
20.8 The present value of defined benefit obligation, fair value of plan assets and surplus or deficit on gratuity fund for the five years is as follows:					
	2023	2022	2021	2020	2019
	-----Rupees-----				
Present value of defined obligation	11,638,693	9,574,753	10,716,427	8,355,334	6,660,846
Fair value of plan assets	(1,892,606)	(1,425,791)	(4,581,470)	(4,142,307)	(3,578,669)
	<u>9,746,087</u>	<u>8,148,962</u>	<u>6,134,957</u>	<u>4,213,027</u>	<u>3,082,177</u>
Breakup of Investments - at fair value		2023 Rupees	2022 Rupees		
Investment in KAPCO Shares - 500 Shares @ Rs. 20.8 each (2022: 27.53 each)		10,400	13,765		
TDR's with accrued interest		-	-		
Cash at bank with deposit account		7,224,943	6,018,521		
Less: payable to outgoing member		-	(828,165)		
Less: assets for defined contribution scheme		(5,342,737)	(3,778,330)		
		<u>1,892,606</u>	<u>1,425,791</u>		



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	2023	2022
	Percentage	
Significant Actuarial Assumption		
Discount rate used for interest cost in profit and loss charge	13.25%	10.00%
Discount rate used for year end obligation	16.25%	13.25%

Maturity profile of present value of defined benefit obligation

Weighted average duration of the present value of defined benefit obligation (in years)	8	8
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Plan assets comprise

	2022	2021
	Percentage	
Equity	0.60%	0.23%
Cash and /or deposits	99.40%	99.77%
	100.00%	100.00%

	2023 Rupees	2022 Rupees
Sensitivity Analysis on significant actuarial assumptions:		
Discount Rate +100 bps	10,812,057	8,844,190
Discount Rate - 100 bps	12,561,167	10,395,204
Expected rate of salary increase + 100 bps	12,553,092	10,387,594
Expected rate of salary increase - 100 bps	10,805,269	8,838,049

These figures are based on the latest actuarial valuation as at June 30, 2023. The valuation uses the Projected Unit Credit Actuarial Cost Method.

The Investment Bank recognizes expense in accordance with IAS 19 "Employee Benefits".

The expected gratuity expense for the year ending June 30, 2024 works out to be Rs.2.898 million.

21 LEASE LIABILITY

Rental contracts are made for a fixed period subject to renewal upon mutual consent of Investment Bank and lessor. Wherever practicable the Investment Bank seeks to include extension option to provide operational flexibility. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. Management exercises significant judgement in determining whether these extension and termination options are reasonably certain to be exercised. The future lease payments have been discounted using average borrowing rate as at 30 June 2023.



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	Note	2023 Rupees	2022 Rupees
Present value of minimum lease payments		16,502,204	6,724,035
Less: current portion of lease liabilities		<u>(4,704,133)</u>	<u>(6,724,035)</u>
		<u>11,798,071</u>	<u>-</u>

Maturity analysis

Not later than 1 year		4,704,133	6,724,035
later than 1 year		<u>11,798,071</u>	<u>-</u>
		<u>16,502,204</u>	<u>6,724,035</u>

22 LONG-TERM LOAN

From Banking Companies - Secured

National Bank of Pakistan (NBP) - an associated undertaking	22.1	-	15,625,000
Current portion of long term loans		<u>-</u>	<u>(15,625,000)</u>
		<u>-</u>	<u>-</u>

- 22.1** The Investment Bank has obtained a five year term loan in FY-2016 from National Bank of Pakistan, an associated company, with a grace period of one year. The loan was repayable in 16 equal quarterly installments commencing from July 2017 and carried markup at the rate of 3 months KIBOR plus 0.75% per annum (2022: KIBOR plus 0.75%), matured and fully paid in June 2022. The loan is secured by first pari passu hypothecation charge over all present and future assets of the Investment Bank.

	Note	2023 Rupees	2022 Rupees
23 SECURITY DEPOSIT AGAINST FINANCE LEASE	23.1	<u>418,600</u>	<u>418,600</u>

- 23.1** These represent deposit against finance lease and are adjustable against the residual value of the asset leased at the expiry of respective lease term.

	Note	2023 Rupees	2022 Rupees
24 SHORT-TERM RUNNING FINANCE FACILITY			
National Bank of Pakistan - an associated undertaking	24.1	<u>-</u>	<u>-</u>
		<u>-</u>	<u>-</u>

- 24.1** This represents short term running finance obtained with a limit of Rs.50 million (2022: 50 million) carrying markup at a rate based on 3 month KIBOR plus 1% (2022: 3 month KIBOR + 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.



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	Note	2023 Rupees	2022 Rupees
25 SHORT-TERM REPO BORROWING			
Repo borrowing against PIBs	25.1	<u>1,075,560,841</u>	<u>1,262,741,850</u>
25.1	This represents short repo borrowing against PIBs at the mark-up rate of 14.4% to 21.96% (2022: 7.4% to 14.7%).		
26 MARKUP / INTEREST ACCRUED	Note	2023 Rupees	2022 Rupees
Mark-up accrued on:			
Secured Loans and borrowings including running finance facility	26.1	2,997,803	16,099,209
Lease Liability Unsecured Certificates of deposits		-	-
		<u>1,560,137</u>	<u>1,560,137</u>
		<u>4,557,940</u>	<u>17,659,346</u>
26.1	This amount includes markup due to National Bank of Pakistan, an associated undertaking.		
27 ACCRUED EXPENSES AND OTHER PAYABLES			
Accrued expenses		5,625,286	4,809,296
Other liabilities		<u>7,641,917</u>	<u>6,960,788</u>
		<u>13,267,236</u>	<u>11,770,084</u>
28 CONTINGENCIES AND COMMITMENTS			
Contingencies			
There are no contingencies as at the reporting date (2022: Nil)			
	Note	2023 Rupees	2022 Rupees
Commitments			
There are no commitments as at the reporting date (2022 : Nil)			



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	Note	2023 Rupees	2022 Rupees
29 INCOME FROM TERM FINANCES AND FUNDS PLACEMENTS			
Income from long-term finances		69,086,843	43,734,929
Return on fund placements with financial institutions	29.1	15,469,200	11,234,340
		84,556,043	54,969,269
29.1 Return on fund placements with financial institutions			
- bank balance		15,270,995	11,234,340
- term deposit receipts		198,205	-
		15,469,200	11,234,340
30 INCOME FROM INVESTMENTS			
Return on government securities		166,547,711	60,552,567
Return on term finance certificates / sukuks		4,152,607	10,320,541
Dividend income	30.1	3,037,486	4,404,717
Capital gain on securities		18,706,226	6,823,080
		192,444,030	82,100,905
30.1 Scrip wise details of dividend is as follows:			
Abbott Laboratories (Pakistan) Limited		6,000	14,000
Agriauto Industries Limited		-	9,600
Allied Bank Limited		136,600	141,200
Attock Cement		3,750	-
Attock Petroleum Limited		-	15,000
Attock Refinery Limited		5,000	-
Bank Al-Falah Limited		124,625	153,400
Bank Al-Habib Limited		-	175,000
Cherat Cement Limited		6,000	3,750
Citi Pharma Ltd.		-	19,500
D.G.Khan Cement Company Limited		-	6,100
Descon Oxychem Ltd		72,000	5,000
Engro Corporation Limited		144,810	135,650
Engro Fertilizer Limited		57,500	90,000
Engro Polymer & Chemical Limited		56,250	453,250
Fauji Fertilizer Limited		70,548	122,840
Carry forward		683,083	1,344,290



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	2023 Rupees	2022 Rupees
Brought Forward	683,083	1,344,290
Faysal Bank Limited	138,000	32,250
Habib Bank Limited	171,328	286,654
Habib Metropolitan Bank Limited	-	31,500
Highnoon Laboratories Limited	-	7,700
Hi-Tech Lubricants Limited	-	22,880
Honda Atlas Cars	-	14,700
Hub Power Company Ltd.	356,500	-
ICI Pakistan Limited	3,000	8,000
Indus Motor Company Limited	2,290	25,400
Interloop Limited	22,750	38,250
International Industries Limited	11,400	16,150
International Steel Limited	-	50,400
Kohinoor Textile Mills Limited	-	11,000
Kot Addu Power Company Limited	176,250	368,750
Lalpir Power Limited	-	12,000
Lotchem Chemical	2,000	19,500
Mari Petroleum Company Limited	107,074	220,159
MCB Bank Limited	16,200	39,100
Meezan Bank Limited	16,558	17,510
Millat Tractor Limited	8,320	64,245
Mehran Sugar Mills Limited	-	256
Mughal Iron & Steel Industries Limited	-	58,029
National Bank of Pakistan	-	70,000
National Refinery Ltd.	4,500	-
Nishat (Chunian) Limited	40,000	118,000
Nishat Chunian Power	140,930	-
Nishat Mills Limited	18,800	18,800
Nishat Power Limited	45,500	14,000
Oil & Gas Development Limited	63,750	90,625
Pakgen Power Limited	10,500	19,000
Pak Suzuki Motor Company Limited	-	1,950
Pakistan National Shipping Corp.	5,000	-
Pakistan Oil Fields Limited	412,000	310,000
Pakistan Petroleum Limited	21,188	71,516
Pakistan State Oil Company Limited	52,440	58,440
Packages Limited	-	11,000
Panther Tyres Limited	13,300	23,000
Saif Power Limited	81,000	94,000
Searle Company Limited	-	1,000
Sui North Gas Pipelines Limited	-	48,000
Service GlobalFootwear Limited	-	38
Shabbir Tiles & Ceramics Limited	21,375	35,625
Sitara Chemical Industries Limited	4,000	5,000
Systems Limited	-	17,700
Tariq Glass Limited	16,650	115,500
Thal Limited	1,000	8,000
The Hub Power Company Limited	-	237,500
United Bank Limited	370,800	347,300
	<u>3,037,486</u>	<u>4,404,717</u>



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	Note	2023 Rupees	2022 Rupees
31 FEES AND COMMISSION INCOME			
Guarantee commission		-	140,940
Processing & participation fee		-	1,462,500
Brokerage commission from			
-Money Market		383,464	30,179
-Foreign Exchange		1,862,500	21,100
		<u>2,245,964</u>	<u>1,654,719</u>
32 OTHER INCOME			
Interest income on loan to employees		19,387	48,041
Gain on disposal of fixed asset		57,055	137,991
Miscellaneous		-	-
		<u>76,442</u>	<u>186,032</u>
33 FINANCE COSTS			
Markup/Interest on:			
- Long-term loans		-	3,866,607
- Short-term running finance facility		-	3,774,868
- Short-term repo borrowing		190,964,764	59,155,454
- Other charges		252,370	810,880
		<u>191,217,134</u>	<u>67,607,809</u>
34 ADMINISTRATIVE AND OPERATING EXPENSES			
Salaries and allowances	34.1 to 34.3	54,878,425	40,240,506
Travelling, conveyance and meeting charges		3,886,322	2,983,463
Printing and stationery		480,291	331,492
Rent, rates and taxes		568,231	516,580
Legal and professional		877,527	771,700
Repairs and maintenance		697,023	693,429
Auditors' remuneration	34.4	1,121,000	1,028,370
Newspaper and periodicals		31,640	31,239
Postage and courier services		144,525	53,483
Telephone, telex and fax		589,302	464,008
Electricity, gas and water charges		2,419,996	1,690,404
Advertisement and business promotion		901,510	489,375
Fees and subscription		3,110,764	3,432,072
Security guards		450,468	439,190
Insurance		1,322,946	1,105,100
Brokerage and commission		772,728	483,043
Motor vehicle running expenses		4,715,932	3,174,133
Office supplies		439,992	360,779
IT support		445,764	301,771
Amortization		1,227,672	1,428,989
Training		11,200	237,750
Depreciation	5	7,143,206	7,788,141
Corporate Social Responsibility	34.5	200,000	200,000
		<u>86,436,464</u>	<u>68,245,017</u>



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	Note	2023 Unaudited	2022 Audited
		Rupees	
34.1 It includes charge for gratuity and provident fund as follows:			
- Gratuity		2,366,592	1,797,398
- Provident fund		1,235,610	1,286,070
		3,602,202	3,083,468

34.2 Disclosures relating to provident fund

(i) Size of the fund - net assets	24,023,599	19,515,961
(ii) Cost of Investment made	23,565,539	19,255,799
(iii) Percentage of Investment made	98.09%	98.67%

Breakup of Investment -at fair value

Investment in National Savings	-	-
Deposit with Bank Accounts	23,565,539	19,255,799
	23,565,539	19,255,799

Percentage of Investment

Deposit Accounts	100%	100%
	100%	100%

34.2.1 These investments are made meeting the requirement of Section 218 of the Companies Act, 2017 and Employee's Provident Fund Rules, 1996.

34.3 The aggregate amounts incurred during the year for remuneration including all benefits to Chief Executive Officer, directors and executives of the Investment Bank are:

2023				
	President & Chief Executive Officer	Executive	Directors	Total
.....Rupees.....				
Director's meeting fee	-	-	3,100,000	3,100,000
Managerial remuneration	5,443,200	7,558,591	-	13,001,791
Allowance	3,265,920	5,417,167	-	8,683,087
Retirement benefits	835,084	539,969	-	1,375,053
Others	453,600	1,171,411	-	1,625,011
Total	9,997,804	14,687,138	3,100,000	27,784,942
Total numbers	1	4	7	
2022				
	President & Chief Executive Officer	Executive	Directors	Total
.....Rupees.....				
Director's meeting fee	-	-	2,440,000	1,840,000
Managerial remuneration	5,040,000	6,720,694	-	10,652,820
Allowance	3,024,000	4,816,672	-	7,314,716
Retirement benefits	763,800	671,773	-	1,336,482
Others	420,000	1,080,622	-	1,375,470
Total	9,247,800	13,289,761	2,440,000	24,977,561
Total numbers	1	4	7	



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34.3.1 In addition, the chief executive officer and executives are provided with free use of the Company provided cars in accordance with the terms of their employment.

	Note	2023 Rupees	2022 Rupees
34.4 Auditors' remuneration			
Statutory audit		685,000	630,000
Half yearly review		265,000	241,500
Other services	34.4.1	-	-
Out of pocket expenses		95,000	87,150
		1,045,000	958,650
Sales tax		76,000	69,720
		1,121,000	1,028,370

34.4.1 It represents various certification provided under different rules and regulations.

34.5 The directors or their spouses have no interest in the donation made during the year.

35 TAXATION

Current		3,825,746	2,339,710
Prior		2,257,581	-
Deferred	11.2	10,751,349	2,782,405
		16,834,676	5,122,115

35.1 Relationship between tax expense and accounting profit

Profit before taxation		29,828,888	13,311,565
Tax at applicable rate of 29% (2021: 29%)		29%	29%
Tax calculated at applicable tax rate		8,650,378	3,860,354
Impact of taxability at different rate		(3,044,120)	(616,660)
Prior year tax adjustment		2,257,581	-
Tax effect other than temporary difference		11,626,382	1,878,421
Tax charge for the year		19,490,221	5,122,115

35.2 The income tax assessment of the Investment Bank has been finalized up to the tax year 2022 under self assessment scheme.

		2023 Rupees	2022 Rupees
36 EARNINGS PER SHARE -Basic and Diluted			
Profit after taxation		12,994,212	8,189,450
		Number of shares	
Weighted average number of shares outstanding during the year		65,000,000	65,000,000
		----- Rupees -----	
Earnings per share (EPS)		0.20	0.13

There are no dilutive potential ordinary shares outstanding as at June 30, 2023 and June 30, 2022.



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	Note	2023 Rupees	2022 Rupees
37 CASH AND CASH EQUIVALENT			
Cash and bank balances	16	122,123,799	75,656,521
Short-term repo borrowings		<u>(1,075,560,841)</u>	<u>(1,262,741,850)</u>
		<u>(953,437,042)</u>	<u>(1,187,085,329)</u>
38 FINANCIAL INSTRUMENTS BY CATEGORY			
Financial assets as per statement of financial position			
At amortised cost			
Investments		65,861,769	38,864,738
Loans and finances		334,073,058	439,234,526
Net investment in finance lease		406,930	624,229
Long term deposit's		57,500	57,500
Markup/interest accrued		74,303,284	42,647,462
Other receivables		1,034,023	3,862,091
Cash and bank balances		<u>122,123,799</u>	<u>138,951,392</u>
		<u>597,860,363</u>	<u>664,241,938</u>
Fair value through other comprehensive income			
Investments		1,117,346,467	442,951,756
Fair value through profit or loss			
Investments		-	1,061,128,149
		<u>1,715,206,830</u>	<u>2,168,321,843</u>
Financial liabilities as per statement of financial position			
Loans and receivables at amortised cost			
Security deposit against finance lease		418,600	418,600
Long-term loan		-	78,125,000
Short-term running finance facility		-	49,992,033
Short-term repo borrowing		1,075,560,841	350,000,000
Lease liability		16,502,204	13,707,972
Markup / interest accrued		4,557,940	5,458,268
Accrued expenses and other payables		<u>13,267,236</u>	<u>1,010,902,148</u>
		<u>1,110,306,821</u>	<u>1,508,604,021</u>

39 FINANCIAL RISK MANAGEMENT

The Investment Bank's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Investment Bank's financial performance.

The Investment Bank's activities expose it to a variety of financial risks, market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk. Risk of the Investment Bank are being managed by the Investment Bank's management in accordance with the approved policies of the Investment Bank whereas the board of directors has the overall responsibility for the establishment and oversight of the Investment Bank's risk management framework The Investment Bank's overall risk management programme focuses on having cost efficient funding as well as to manage financial risk to minimize earnings volatility and provide maximum return to shareholders.

Risk management is carried out by the Investment Bank's Finance Department under policies approved by the Board.



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39.1 Market risk

Market risk is the risk that the fair value or the future cash flows of financial instrument may fluctuate as a result of changes in market prices. The Investment Bank is exposed to market risk as a result of mismatches or gaps in the amounts of financial assets and financial liabilities that mature or re-price in a given period. The Investment Bank manages this risk by matching the re-pricing of financial assets and liabilities through risk management strategies.

Market risk mainly comprises of currency risk, interest rate risk and price risk.

39.1.1 Currency risk

Currency risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Investment Bank, at present is not exposed to currency risk as all transactions are carried out in Pak Rupees.

39.1.2 Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of financial instrument will fluctuate because of changes in market interest rates. An entity is exposed to interest rate risk / market rate risk as a result of mismatches or gaps in the amounts of financial assets and financial liabilities that mature or re-price in a given period. The Investment Bank manages this risk by matching the re-pricing of financial assets and liabilities through risk management strategies.

Financial assets and liabilities include balances of Rs.1,858.4 million (2022: Rs. 1,858.4 million) and Rs. 1,262.9million (2022: Rs. 1,262.9 million) respectively, which are subject to interest / markup rate risk. Applicable interest /mark-up rates for financial assets and liabilities have been indicated in respective notes.

The Investment Bank's exposure to yield / market rate risk and the effective rates on its financial assets and liabilities are summarized as follows:

Exposed to yield / market rate risk						
	Effective rate %	Total	Within one year	More than one year and less than five years	More than five years	Not exposed to yield / market rate risk
Rupees						
As at June 30, 2023						
Financial Assets						
Investments	11.00%	1,183,208,236	52,163,934	1,130,102,284	-	942,018
Loans and finances	12.36%	334,073,058	122,545,282	188,863,442	16,564,968	6,099,366
Net investment in finance lease	10.30%	406,930	406,930	-	-	-
Long-term deposits		57,500	-	-	-	57,500
Markup / interest accrued		74,303,284	-	-	-	74,303,284
Other receivables		1,034,023	-	-	-	1,034,023
Cash and bank balance	12.00%	122,123,799	113,674,943	-	-	8,448,856
		1,715,206,830	288,791,089	1,318,965,727	16,564,968	90,885,047
Financial Liabilities						
Security deposit against finance lease		418,600	-	-	-	418,600
Long-term loans	10.23%	-	-	-	-	-
Short-term running finance facility	10.50%	-	-	-	-	-
Short term repo borrowings	11.25%	1,075,560,841	1,075,560,841	-	-	-
Lease liability		16,502,204	3,829,267	12,672,937	-	-
Markup / interest accrued		4,557,940	-	-	-	4,557,940
Accrued expenses and other payables		13,267,236	-	-	-	13,267,236
		1,110,306,821	1,079,390,108	12,672,937	-	18,243,776
On-balance sheet gap		604,900,009	(790,599,019)	1,306,292,790	16,564,968	72,641,270

(Short-term repo borrowing is secured against liquid Government Securities which are readily encashable at any point of time)



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Exposed to yield / market rate risk						
	Effective rate %	Total	Within one year	More than one year and less than five years	More than five years	Not exposed to yield / market rate risk
Rupees						
As at June 30, 2022						
Financial Assets						
Investments	11.00%	1,439,022,085	75,484,893	1,335,296,654	-	28,240,538
Loans and finances	12.36%	382,187,147	87,971,168	274,298,660	16,564,968	3,352,351
Net investment in finance lease	10.30%	406,930	406,930	-	-	-
Long-term deposits		57,500	-	-	-	57,500
Markup / interest accrued		41,383,330	-	-	-	41,383,330
Other receivables		1,464,237	-	-	-	1,464,237
Cash and bank balance	12.00%	75,656,521	68,326,817	-	-	7,329,704
		1,940,177,750	232,189,808	1,609,595,314	16,564,968	81,827,660
Financial Liabilities						
Security deposit against finance lease	10.23%	418,600	-	-	-	418,600
Long-term loans	10.50%	15,625,000	15,625,000	-	-	-
Short-term running finance facility	11.25%	-	-	-	-	-
Short-term repo borrowings		1,262,741,850	1,262,741,850	-	-	-
Lease Liability		6,724,035	3,826,380	2,897,655	-	-
Markup / interest accrued		17,659,346	-	-	-	17,659,346
Accrued expenses and other payables		11,770,084	-	-	-	11,770,084
		1,314,938,915	1,282,193,230	2,897,655	-	29,848,030
On-balance sheet gap		625,238,835	(1,050,003,422)	1,606,697,659	16,564,968	51,979,630

39.1.3 Price risk

Price risk represents the risk that the fair value of a financial instrument will fluctuate as a result of changes in the market prices (other than those arising from interest/ mark up rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all or similar financial instruments traded in the market. Presently, daily stock market fluctuation is controlled by government authorities with cap and floor of 5%. The restriction of floor prices reduces the volatility of prices of equity and debt securities and the chances of market crash at any moment. The Investment Bank manages the price risk through diversification and placing limits on individual and total equity and debt instruments in accordance with NBFC's regulation and internal investment policy. Reports on the equity and debt portfolio are submitted to the Investment Bank's senior management on regular basis. The Investment Bank's board of directors reviews and approves all equity and debt investment decisions. The Investment Bank is exposed to price risk since it has investments in quoted equity and debt securities amounting to Rs. 45 million (2022: 84.8 million).



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The carrying value of investments subject to equity price risk is based on quoted market prices as of the reporting date. Market prices are subject to fluctuation and consequently the amount realized in the subsequent sale of an investment may significantly differ from the reported market value. Fluctuation in the market price of a security may result from perceived changes in the underlying economic characteristics of the investee, the relative price of alternative investments and general market conditions. Furthermore, amount realized in the sale of a particular security may be affected by the relative quantity of the security being sold.

Sensitivity analysis

The table below summarizes Investment Bank's equity price risk as of June 30, 2023 and 2022 and shows the effects of a hypothetical 10% increase and a 10% decrease in market prices as at the year end reporting dates. The selected hypothetical change does not reflect what could be considered to be the best or worst case scenarios. Indeed, results could be worse because of the nature of equity markets and the aforementioned concentrations existing in Investment Bank's equity and debt investment portfolio.

	Fair value	Hypothetical price change	Estimated fair value after hypothetical change in prices	Hypothetical increase (decrease) in shareholders' equity	Hypothetical increase (decrease) in profit / (loss)
				Rupees	
June 30, 2023	47,703,304	10% increase	52,473,634	4,770,330	4,770,330
		10% decrease	42,932,974	(4,770,330)	(4,770,330)
June 30, 2022	43,703,304	10% increase	48,073,634	4,370,330	4,370,330
		10% decrease	39,332,974	(4,370,330)	(4,370,330)

39.2 Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge its obligation and cause the other party to incur a financial loss. The Investment Bank attempts to control credit risk by monitoring credit exposures by undertaking transactions with a large number of counter parties in various industries and by continually assessing the credit worthiness of counter parties.

Concentration of credit risk arises when a number of counter parties are engaged in similar business activities or have similar economic features that would cause their ability to meet their contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentrations of credit risk indicate the relative sensitivity of an entity's performance to developments affecting a particular industry.

The Investment Bank follows two sets of guidelines. It has its own operating policy and the management of the Investment Bank also adheres to the regulations issued by the SECP. The operating policy defines the extent of fund and non-fund based exposures with reference to a particular sector or group.

The Investment Bank seeks to manage its credit risk through diversification of financing activities to avoid undue concentrations of credit risk with individuals or groups of customers in specific locations or businesses. Its also obtains securities when appropriate. Details of the composition of finance portfolios of the Investment Bank are given below:



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Investment and Finances *	2023		2022	
	Rupees	%	Rupees	%
Automobile Assembler	-	0.00%	1,131,701	0.21%
Automobile Parts & Accessories	-	0.00%	672,168	0.12%
Constructions	36,560,000	8.44%	36,560,000	6.74%
Cable & Electrical Goods	-	0.00%	109,140	0.02%
Cement	153,456,964	35.43%	197,348,689	36.41%
Chemical	4,693,840	1.08%	8,644,886	1.59%
Close - End Mutual Fund	-	0.00%	26,520,199	4.89%
Open - End Mutual Fund	-	0.00%	-	0.00%
Commercial Banks	24,350,174	5.62%	33,486,848	6.18%
Engineering	30,000,000	6.93%	1,174,938	0.22%
Fertilizer	412,650	0.10%	4,040,945	0.75%
Food & Personal Care Products	-	0.00%	315,799	0.06%
Glass & Ceramics	-	0.00%	1,416,126	0.26%
Oil & Gas Exploration Companies	2,173,603	0.50%	8,112,000	1.50%
Oil & Gas Marketing Companies	12,500,000	2.89%	13,413,937	2.47%
Paper & Board	-	0.00%	-	0.00%
Pharmaceuticals	-	0.00%	1,023,606	0.19%
Power Generation & Distribution	1,249,731	0.29%	3,308,695	0.61%
Hotel Industries	-	0.00%	7,142,858	1.32%
Sugar & Allied Industries	124,687,500	28.79%	160,671,038	29.64%
Technology & Communication	8,333,328	1.92%	15,305,895	2.82%
Textile Composite	13,976,740	3.23%	16,887,335	3.12%
Textile Spinning	20,712,224	4.78%	4,797,224	0.88%
	433,106,754	100%	542,084,027	100%

* Investment and finances are net of provisions.

The credit quality of the Investment Bank's bank balances can be assessed with reference to external credit rating as follows:

Banks	Rating Agency	Rating	
		Short term	Long term
MCB Bank Ltd.	PACRA	A1+	AAA
National Bank of Pakistan	JCR-VIS	A1+	AAA
Allied Bank Ltd	PACRA	A1+	AAA
Khushhali Microfinance Bank	JCR-VIS	A-2	A-
Telenor Microfinance Bank Limited	PACRA	A1	A+
NRSP Microfinance Bank Limited	PACRA	A2	A-
FINCA Microfinance Bank	JCR-VIS	A-2	A-
U Microfinance Bank	JCR-VIS	A-1	A+
HBL Microfinance Bank	JCR-VIS	A-1	A+

39.3 Liquidity risk

Liquidity risk is the risk that an enterprise will encounter difficulty in raising funds to meet the commitments associated with financial instruments. To safeguard this risk, the Investment Bank has diversified sources of funds and assets are managed with liquidity in mind, maintaining a healthy balance of cash and cash equivalents and readily marketable securities. The maturity profile of assets and liabilities is monitored to ensure adequate liquidity is maintained. The Investment Bank has the ability to mitigate any short-term liquidity gaps by disposal of short-term investments and the availability of liquid funds at short notice.

The table below summarizes the maturity profile of the Investment Bank assets and liabilities. The contractual maturities of assets and liabilities at the year-end have been determined on the basis of the remaining period at the reporting date to the contractual maturity date and do not take account of the effective maturities as indicated by the Investment Bank's history and the availability of liquid funds.



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Assets and liabilities not having a contractual maturity are assumed to mature on the expected date on which the assets / liabilities will be realized / settled.

	Total	Within one year	More than one year and less than five years	More than five years
-----Rupees-----				
As at June 30, 2023				
Financial Assets				
Investments	1,183,208,236	63,779,708	1,119,428,528	-
Loans and finances	334,073,058	122,601,208	195,832,947	15,638,903
Net investment in finance lease	406,930	406,930	-	-
Long-term deposits	57,500	-	57,500	-
Markup / interest accrued	74,303,284	74,303,284	-	-
Other receivables	1,034,023	1,034,023	-	-
Cash and bank balance	122,123,799	122,123,799	-	-
	1,715,206,830	384,248,952	1,315,318,975	15,638,903
Financial Liabilities				
Security deposit against finance lease	418,600	418,600	-	-
Long-term loans	-	-	-	-
Short-term running finance facility	-	-	-	-
Short term repo borrowings	1,075,560,841	1,075,560,841	-	-
Lease liability	16,502,204	3,829,267	12,672,937	-
Markup / interest accrued	9,299,007	9,299,007	-	-
Accrued expenses and other payables	13,267,236	13,267,236	-	-
	1,115,047,888	1,102,374,951	12,672,937	-
On-balance sheet gap	600,158,942	(718,125,999)	1,302,646,038	15,638,903
-----Rupees-----				
As at June 30, 2022				
Financial Assets				
Investments	1,439,022,085	1,108,191,445	330,830,640	-
Loans and finances	382,187,147	88,027,094	278,373,178	15,786,875
Net investment in finance lease	406,930	406,930	-	-
Long-term deposits	57,500	-	57,500	-
Short-term placements	-	-	-	-
Markup / interest accrued	41,383,330	41,383,330	-	-
Other receivables	1,464,237	1,464,237	-	-
Cash and bank balance	75,656,521	75,656,521	-	-
	1,940,177,750	1,315,129,557	609,261,318	15,786,875
Financial Liabilities				
Security deposit against finance lease	418,600	418,600	-	-
Long-term loans	15,625,000	15,625,000	-	-
Short-term running finance facility	-	-	-	-
Short-term repo borrowings	1,262,741,850	1,262,741,850	-	-
Lease liability	6,724,035	3,826,380	2,897,655	-
Markup / interest accrued	9,299,007	9,299,007	-	-
Accrued expenses and other payables	11,770,084	11,770,084	-	-
	1,306,578,576	1,303,680,921	2,897,655	-
On-balance sheet gap	633,599,174	11,448,636	606,363,663	15,786,875



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40 CAPITAL RISK MANAGEMENT

The objective of managing capital is to safeguard the Investment Bank ability to continue as a going concern, so that it could continue to provide adequate returns to shareholders by pricing products and services commensurately with the level of risk. It is the policy of the Investment Bank to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The impact of the level of capital on shareholders' return is also recognized and the Investment Bank recognizes the need to maintain a balance between the higher returns that might be possible with greater gearing and the advantages and security afforded by a sound capital position. The capital structure of the Investment Bank consist of equity comprising issued share capital, statutory reserves and un-appropriated profits.

Goals of managing capital

The goals of managing capital of the Investment Bank are as follows:

To be an appropriately capitalized institution, as defined by regulatory authorities and comparable to the peers;

Maintain strong ratings and to protect against unexpected events;

Availability of adequate capital at a reasonable cost so as to expand and achieve low overall cost of capital with appropriate mix of capital elements.

The NBFC's & NE's Regulations 2008 issued by SECP prescribed the minimum equity requirements for NBFCs licensed by the Commission to undertake different form of business.

41 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.



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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.

	2023		
	Level 1	Level 2	Level 3
	Rupees		
Listed securities	29,704,482	-	-
Unlisted securities	-	50,593,183	-
	29,704,482	50,593,183	-
	2022		
	Level 1	Level 2	Level 3
	Rupees		
Listed securities	60,655,814	-	-
Unlisted securities	-	11,357,224	-
	60,655,814	11,357,224	-

c) Other financial instruments

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

42 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:

	Note	2023 Rupees	2022 Rupees
Associated Undertakings			
Transactions during the year			
National Bank of Pakistan (NBP holds 30.77% of FCIBL Shares)			
Mark-up on long-term loan	33	-	3,866,607
Mark-up on running finance		-	3,774,868
Rent paid		6,076,084	5,409,485
NBP Fund Management Limited (NBP holds 54% of NBP Fund Management Ltd. Shares)			
Fees & Commission Expense		260,000	450,266



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	Note	2023 Rupees	2022 Rupees
Taurus Securities Limited (NBP holds 58.32% of Taurus Securities Limited Shares)			
Brokerage expense		<u>75,762</u>	<u>38,113</u>
Balance at year end			
National Bank of Pakistan (NBP holds 30.77% of FCIBL Shares)			
Investment in shares at cost	13.2	<u>3,858,400</u>	<u>3,858,400</u>
Long-term loan	22.1	<u>-</u>	<u>15,625,000</u>
Short term running finance	24.1	<u>-</u>	<u>-</u>
NAFA Stock Fund (NBP holds 54% shares of NBP Fund Management Limited - Management Company of the Fund)	13.4	<u>-</u>	<u>24,827,296</u>
Key Management Personnel			
Salaries, benefits and other allowances	34.3	<u>23,309,891</u>	<u>21,101,998</u>
Retirement benefits	34.3	<u>1,375,053</u>	<u>1,435,573</u>
Balance at year end		<u>2,629,819</u>	<u>2,629,819</u>
Staff Retirement Plans			
Contribution to staff retirement Plans	34.1	<u>1,235,610</u>	<u>1,286,070</u>
		2023	2022
43 EMPLOYEES		Numbers	
Employees at the end of the year		<u>22</u>	<u>24</u>
Average employees during the year		<u>23</u>	<u>19</u>

44 GENERAL

Figures have been rounded off to the nearest rupees.

45 DATE OF AUTHORIZATION FOR ISSUE

These financial statements was authorized for issue on August 31, 2023 by the Board of Directors of the Investment Bank.



S. A. MOHSIN
Chief Financial Officer



MUHAMMAD MOHSIN ALI
President & CEO



JAMAL NASIM
Director



FIRST CREDIT AND INVESTMENT BANK LTD.

PATTERN OF SHAREHOLDING AS AT JUNE 30, 2023

Number of Shareholders	From	Shareholding To	Total number of Shares held	Percentage %
294	1	100	4553	0.0070
568	101	500	252189	0.3880
59	501	1000	54969	0.0846
49	1001	5000	119669	0.1841
9	5001	10000	67293	0.1035
1	10001	15000	14500	0.0223
1	15001	20000	18000	0.0277
1	35001	40000	40000	0.0615
1	40001	45000	44000	0.0677
1	50001	55000	51500	0.0792
1	130001	135000	135000	0.2077
1	4800001	4805000	4801703	7.3872
1	6605001	6610000	6606246	10.1635
1	12790001	12795000	12790378	19.6775
2	19995001	20000000	40000000	61.5385
990	Company	Total	65000000	100.0000

The Slabs representing nil holding have been omitted

Categories of Shareholders	Number	Shares Held	Percentage
Directors / Chief Executive	4	3,500	0.0054%
Associated companies, undertakings & related parties	5	64,198,327	98.7667%
General Public			
Local	979	793,673	1.2210%
Others	2	4,500	0.0069%
Total	990	65,000,000	100.0000



**PATTERN OF SHAREHOLDING AS REQUIRED
UNDER THE CODE OF CORPORATE GOVERNANCE
AS AT JUNE 30, 2023**

Categories of Shareholders	Number of Shareholders	Shares Held	Percentage %
Associated Companies, Undertakings Related Parties Sponsors & Acquirers			
National Bank of Pakistan	1	20,000,000	30.7692%
Water and Power Development Authority	1	20,000,000	30.7692%
Sardar Mohammad Ashraf D. Baluch & Co. (Pvt.) Ltd.	1	12,790,378	19.6775%
Lilley International (Pvt.) Ltd.	1	6,606,246	10.1635%
Sardar Mohammad Ashraf D. Baluch (Pvt.) Ltd.	1	4,801,703	7.3872%
	5	64,198,327	98.7666%
Mutual Fund			
NIT and ICP			
Directors, Chief Executive and their spouses and minor children			
Mr. Jamal Nasim	1	500	0.0008%
Mrs. Nina Afridi	1	500	0.0008%
Mr. Amjad Iqbal	1	1000	0.0015%
Mr. Muhammad Mohsin Ali	1	1,500	0.0023%
Executives			
Public Sector Companies & Corporation Banks, Development Finance Institutions Non-Banking Companies and Mutual Funds			
General Public	979	793,673	1.2210%
Others	2	4,500	0.0069%
Total	990	65,000,000	100.0000%
Shareholders holding 5% or more voting interest			
National Bank of Pakistan	1	20,000,000	30.7692%
Water & Power Development Authority (WAPDA)	1	20,000,000	30.7692%
Sardar Mohammad Ashraf D. Baluch & Co. (Pvt.) Ltd.	1	12,790,378	19.6775%
Lilley International (Pvt.) Limited	1	6,606,246	10.1635%
Sardar Mohammad Ashraf D. Baluch (Pvt.) Ltd.	1	4,801,703	7.3872%



FORM OF PROXY

The Company Secretary
First Credit and Investment Bank Ltd.
2nd Floor, Sidco Avenue Centre,
Stratchen Road,
Karachi -74200
Pakistan.

I/We _____
(name)
of _____ being member(s)
(address)
of **First Credit and Investment Bank Ltd.** and holder of _____ Ordinary
(number of shares)
Shares as per Share Registered Folio No. _____ and/or CDC Participant I.D No. _____
and Sub Account No. _____ hereby appoint _____ of
(name)
_____ or failing him/her _____
(address) (name)
of _____ as my proxy to vote
(address)
for me and on my behalf at the Annual General meeting of the company to be held on Saturday,
September 30, 2023 at 12:00 noon at **First Credit and Investment Bank Ltd.** 2nd Floor, Sidco Avenue Centre,
Stratchen Road, Karachi -74200.

Signed this _____ day of _____ 2023.

1. Witness:

Signature _____
Name _____
Address _____
CNIC or _____
Passport # _____

Signature

Signature on
Rs. 5/-
Revenue Stamp

(Signature should agree with the
specimen registered with
the Company)

2. Witness:

Signature _____
Name _____
Address _____
CNIC or _____
Passport # _____

IMPORTANT:

- In order to be effective, the proxy forms must be received at the office of our Registrar THK Associates (Pvt.) Limited, Plot # 32-C, Jami Commercial Street # 2, D.H.A, Phase-VII, Karachi-75500 not later than 48 hours before the meeting duly signed and stamped and witnessed by two persons with their signatures, names, address and CNIC numbers given on the form.
- In the case of individuals attested copies of CNIC or passport of the beneficial owners and the proxy shall be furnished with the proxy form.
- In the case of proxy by a corporate entity, Board of Directors Resolution / power of attorney and attested copy CNIC or passport of the proxy shall be submitted alongwith proxy form.
- Proxy shall authenticate his / her identity by showing his / her original national identity card or original passport and bring folio number at the time of attending the meeting.



**AFFIX
CORRECT
POSTAGE**

FIRST CREDIT AND INVESTMENT BANK LTD.

Registrar:
THK Associates (Pvt.) Limited
Plot # 32-C, Jami Commercial Street # 2,
D.H.A, Phase-VII, Karachi-75500.

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پراکسی فارم

کمپنی سیکرٹری

فرسٹ کریڈٹ اینڈ انویسٹمنٹ بینک لمیٹڈ

سیکنڈ فلور سڈ کومینٹری اسٹیٹ بینک روڈ

کراچی 74200

میں / ہم مستی / مسماة _____ ساکن _____ بحیثیت ممبر فرسٹ کریڈٹ اینڈ انویسٹمنٹ بینک لمیٹڈ اور حامل
عام حصص، رجسٹرڈ فولیو نمبر _____ کے تحت اور یا سی ڈی سی شراکتد ار آئی ڈی نمبر _____ اور ذیلی اکاؤنٹ نمبر _____
یہاں محترم / محترمہ _____ ساکن _____ یا ان کی جگہ محترم / محترمہ _____
ساکن _____ کو بطور اپنا مختار اور ووٹ دینے کیلئے اپنا پراکسی تقرر کرتا / کرتی ہوں جو میری جگہ کمپنی کے سالانہ اجلاس عام جو بروز ہفتہ 30 ستمبر 2023
بوقت دوپہر 12:00 بجے فرسٹ کریڈٹ اینڈ انویسٹمنٹ بینک لمیٹڈ، سیکنڈ فلور سڈ کومینٹری اسٹیٹ بینک روڈ، کراچی 74200 میں منعقد ہو رہا ہے شرکت کرے۔

روز _____ تاریخ _____ 2023 کو دستخط کیا گیا۔

گواہ نمبر-1

پانچ روپے کے ریونیو اسٹیٹمنٹ پر
(یہ دستخط کمپنی کے پاس رجسٹرڈ
نمونے سے مطابقت ہونا لازمی ہے۔)

دستخط

نام _____

پتہ _____

پاسپورٹ / CNIC نمبر _____

دستخط _____

گواہ نمبر-2

نام _____

پتہ _____

پاسپورٹ / CNIC نمبر _____

دستخط _____

اہم نکات۔

باضابطہ و موثر ہونے کیلئے دستخط شدہ مہر شدہ اور دو گواہوں کے دستخط کے نام پتے اور کمپیوٹرائزڈ شناختی کارڈ نمبر کے ساتھ یہ پراکسی فارم اجلاس کے وقت سے کم از کم 48 گھنٹے قبل ہمارے
رجسٹرار ٹی ایچ کے ایسوسی ایٹ پرائیوٹ لمیٹڈ کے دفتر بمقام پلاٹ نمبر C-32، جامی کمرشل اسٹریٹ نمبر 2، ڈی ایچ اے، فیئر-VII، کراچی-75500 میں جمع کرانا لازمی ہے۔
انفرادی مالکان کی صورت میں بینیفیشل مالکان اور پراکسی کمپیوٹرائزڈ شناختی کارڈ یا پاسپورٹ کی تصدیق شدہ نقول پراکسی فارم کے ساتھ پیش کرنا ہوں گی۔
کارپوریٹ ادارے کی صورت میں بورڈ آف ڈائریکٹرز کی قرارداد اور آف اٹارنی سی این آئی سی یا پاسپورٹ کی تصدیق شدہ نقول پراکسی فارم کے ساتھ پیش کرنا ہوں گی۔
پراکسی کو اجلاس کے وقت بطور شناخت اپنا اصل کمپیوٹرائزڈ شناختی کارڈ یا پاسپورٹ اور فولیو نمبر بھی ہمراہ لانا ہوگا۔



ٹکٹ چسپاں
کریں۔

فرسٹ کریڈٹ اینڈ انویسٹمنٹ بینک لمیٹڈ

شیررز جسٹرار:

THK ایسوسی ایٹس (پرائیویٹ) لمیٹڈ

پلاٹ نمبر C-32، جامی کمرشل اسٹریٹ نمبر 2،

ڈی ایچ اے، فیز- VII، کراچی-75500

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ANNUAL REPORT 2023

کمپنی میں شیئر ہولڈنگ 30 جون 2023 کو کمپنی میں شیئر ہولڈنگ

شیئر کا فیصد %	شیئر کی تعداد	شیئر ہولڈرز کی تعداد	شیئر ہولڈنگ کی درجہ بندی
			متعلقہ کمپنیز مقررہ اور متعلقہ فریقین اسپانسرز اور ایجوکایٹرز
30.7692%	20,000,000	1	نیشنل بینک آف پاکستان
30.7692%	20,000,000	1	واٹر اینڈ پاور ڈویلپمنٹ اتھارٹی
19.6775%	12,790,378	1	سردار محمد اشرف ڈی. بلوچ اینڈ کو. (پرائیویٹ) لمیٹڈ
10.1635%	6,606,246	1	لٹی انٹرنیشنل (پرائیویٹ) لمیٹڈ
7.3872%	4,801,703	1	سردار محمد اشرف ڈی. بلوچ (پرائیویٹ) لمیٹڈ
98.7666%	64,198,327	5	باہمی فنڈز این آئی ٹی اور آئی سی پی ڈائریکٹرز چیف ایگزیکٹو آفیسر ، شوہر 1 بیوی اور نابالغ بچے مسٹر جمال نسیم محترمہ نینا آفریدی مسٹر امجد اقبال مسٹر محمد محسن علی
0.0008%	500	1	ایگزیکٹو پبلک سیکٹر کمپنیز اور کارپوریشن بینک، ڈویلپمنٹ فنانس ادارے نان بینکنگ فنانس کمپنیز باہمی فنڈز
0.0008%	500	1	
0.0015%	1000	1	
0.0023%	1,500	1	
1.2210%	793,673	979	جزل پبلک
0.0069%	4,500	2	دیگر
100.0000%	65,000,000	990	ٹوٹل

شیئر کا فیصد %	شیئر کی تعداد	شیئر ہولڈرز کی تعداد	شیئر ہولڈنگ کی درجہ بندی
			شیئر ہولڈنگ % 5 اور ذائد
30.7692%	20,000,000	1	نیشنل بینک آف پاکستان
30.7692%	20,000,000	1	واٹر اینڈ پاور ڈویلپمنٹ اتھارٹی سردار محمد اشرف ڈی. بلوچ
19.6775%	12,790,378	1	اینڈ کو. (پرائیویٹ) لمیٹڈ
10.1635%	6,606,246	1	لٹی انٹرنیشنل (پرائیویٹ) لمیٹڈ
7.3872%	4,801,703	1	سردار محمد اشرف ڈی. بلوچ (پرائیویٹ) لمیٹڈ



ANNUAL REPORT 2023

شیر ہولڈنگ پیٹرن
بمطابق 30 جون 2023

شیر ہولڈرز کی تعداد	شیر ہولڈنگ سے	شیر ہولڈنگ تک	کل شیرز کی ملکیت	فیصد %
294	1	100	4553	0.0070
568	101	500	252189	0.3880
59	501	1000	54969	0.0846
49	1001	5000	119669	0.1841
9	5001	10000	67293	0.1035
1	10001	15000	14500	0.0223
1	15001	20000	18000	0.0277
1	35001	40000	40000	0.0615
1	40001	45000	44000	0.0677
1	50001	55000	51500	0.0792
1	130001	135000	135000	0.2077
1	4800001	4805000	4801703	7.3872
1	6605001	6610000	6606246	10.1635
1	12790001	12795000	12790378	19.6775
2	19995001	20000000	40000000	61.5385
990	Company	Total	65000000	100.0000

مندرجہ بالا سلیب میں صفر ہولڈنگ کو شامل نہیں کیا گیا ہے۔

شیر ہولڈرز کی درجہ بندی	نمبر	شیرز کی ملکیت	فیصد %
ڈائریکٹرز / سی ای او	4	3,500	0.0054%
متعلقہ کمپنیز، مقررہ اور متعلقہ فریقین اسپانسرز اور ریگولریٹری	5	64,198,327	98.7667%
جزل پبلک لوکل	979	793,673	1.2210%
دیگر	2	4,500	0.0069%
ٹوٹل	990	65,000,000	100.0000



First Credit And Investment Bank Ltd.

آراوہ ۳۸۹ (۱) / ۲۰۲۳ مجریہ ۲۱ مارچ ۲۰۲۳ اس بات کی اجازت دے دی گئی ہے کہ لسٹڈ کمپنیاں اپنی سالانہ رپورٹ (بشمول آڈٹ شدہ مالیاتی دستاویزات، آڈیٹرز رپورٹ، ڈائریکٹرز رپورٹ اور چیئرمین کا جائزہ رپورٹ) اپنے ممبران کو بزرگیہ QR کوڈ اور ویب لنک ارسال کر سکتی ہیں ایس ای سی پی کی جانب سے اس بات کی اجازت دی گئی ہے کہ USB\DVD\CD کے ذریعے سالانہ رپورٹ ارسال کرنے کی پرانی روایت کو ترک کر دیا جائے۔

مزکورہ بالا ایس آراوہ کی روشنی میں، یہ بات بھی ممبران کی جانب سے منظوری کے ساتھ مشروط ہے۔

ٹیکنالوجی کی جدت، کمپنی کی کارپوریٹ معاشرتی ذمہ داری اور ماحولیات کی بقاء کو مدنظر رکھتے ہوئے کمپنی مستقبل میں CDs کے ذریعے سالانہ رپورٹ ارسال کرنے کی روایت کو ترک کرنے کی خواہاں ہے۔

لہذا بورڈ آف ڈائریکٹرز کی جانب سے ایک معمولی قرارداد کے ذریعے، جیسا کہ نوٹس میں مزکور ہے، ممبران کے سامنے یہ بات منظوری کے لیے پیش کرنے کی سفارش کی جاتی ہے کہ (بشمول سالانہ آڈٹ شدہ مالیاتی دستاویزات اور ان سے متعلق دیگر پورٹس) مستقبل میں ممبران کو بزرگیہ QR کوڈ اور ویب لنک ہی ارسال کی جائیں۔

اس بندوبست کا فائدہ ممبران کو اس صورت میں بھی ہوگا کہ وہ جہاں کہیں بھی ہوں انھیں کمپنی مالیاتی دستاویزات تک رسائی حاصل ہوگی۔ نیز اس اقدام سے کمپنی پر CDs تیار کرنے کا اضافی مالی بوجھ بھی کم ہو جائے گا۔

یہاں اس بات کا ذکر بھی لازم ہے کہ اگر کسی ممبر کو کاغذی صورت میں رپورٹس کی بارڈ کا پی درکار ہو تو مزکورہ بالا ایس آراوہ کے تحت اسے بلا معاوضہ بارڈ کا پی بھی درخواست کرنے پر فراہم کی جاسکتی ہے۔ اس استحقاق میں کوئی تبدیلی نہیں کی جارہی۔

مزکورہ بالا خصوصی امور میں کسی بھی ڈائریکٹر کا کوئی ذاتی مفاد شامل نہیں ہے، ماسوائے ان کے ممبر اور کمپنی ڈائریکٹر ہونے کی حیثیت سے۔



(۶) غیر کلیم کردہ منافع منقسمہ:

کمپنی کے وہ تمام شیئرز ہولڈرز نے کسی بھی وجہ سے اپنے منافع منقسمہ کے کلیمز جمع نہیں کروائے ہیں اس کی فہرست کمپنی کی ویب سائٹ 'www.fcibank.com.pk' پر دی گئی ہے ان کو مشورہ دیا جاتا ہے کہ وہ کمپنی کے شیئرز رجسٹر سے درج ذیل پتہ پر اپنے غیر کلیم شدہ منافع منقسمہ کی وصولیابی / معلومات کے لیے رابطہ کریں۔ میسرز THK ایسوسی ایٹس (پرائیویٹ) لمیٹڈ، پلاٹ نمبر C-32 جامی کمرشل اسٹریٹ نمبر 2 ڈی ایچ اے فیئر - VIII کراچی - ۷۵۵۰۰۔

کمپنیز ایکٹ ۲۰۱۷ کے سیکشن ۲۳۴ کے تحت کمپنی غیر کلیم شدہ منافع منقسمہ کے سلسلے میں حتمی نوٹس کا اشتہار شائع کر چکی ہے لہذا تمام غیر ادا شدہ منافع منقسمہ جو کہ واجب الادا ہونے کی تاریخ سے تین سال کی مدت کے لیے غیر کلیم شدہ یا غیر ادا شدہ رہیں ہیں مقررہ مدت کی تکمیل کے بعد وہ وفاقی حکومت کو جمع کرا دیگی۔

(۷) وڈیولنک کے ذریعے میٹنگ میں شرکت:

وہ شیئرز ہولڈرز جن کی مجموعی شیئرز ہولڈنگ % ۱۰ یا زیادہ ہے اور وہ میٹنگ میں وڈیولنک کے ذریعے حصہ لینے کیلئے کمپنی سے مطالبہ کر سکتے ہیں۔ اور اگر آپ یہ سہولت حاصل کرنا چاہتے ہیں تو براہ مہربانی درج ذیل فارم پر کر کے رجسٹرڈ پتہ پر میٹنگ سے سات دن پہلے جمع کرائیں۔

میں / ہم (شیئرز ہولڈر کا نام) شہر کا نام سے ایف سی آئی بی ایل کا ممبر ہونے کے تحت عمومی شیئرز برطریق فوئیو اسی ڈی سی / انویسٹر کا ڈونٹ نمبر بذریعہ ہذا بمقام میں میٹنگ میں وڈیولنک کی سہولت حاصل کرنا چاہتا / چاہتی ہوں۔

ممبر کے دستخط

کمپنی میٹنگ سے کم از کم پانچ دن پہلے تمام مکمل معلومات فراہم کرے گی جو انہیں اس سہولت تک رسائی کے قابل بنا سکیں گی۔

کمپنی میٹنگ کی تاریخ سے کم از کم پانچ روز قبل ممبروں کو وڈیولنک کی سہولت کے مقام سے آگاہ کرے گی اور ساتھ ہی اس سہولت کی رسائی کے قابل بنانے کیلئے تمام متعلقہ معلومات فراہم کی جائیں گی۔ نئی دہلی ۲۰۲۱ کے سرکل نمبر ۴ مورخہ ۱۵ فروری ۲۰۲۱ کے مطابق اراکین وڈیولنک کے ذریعے اے جی ایم میں شریک ہو کر انتخاب میں حصہ لے سکتے ہیں۔ جو ممبران وڈیولنک کے ذریعے اے جی ایم میں شرکت کے خواہشمند ہیں وہ اپنے مندراجات "Registration for FCIBL's AGM 2023" کے سنجیکٹ کے ساتھ مندرجہ ذیل ای میل ایڈریس fcib.agm2023@fcibank.com.pk پر بھیج کر اپنا نام رجسٹرڈ کروا کر سکتے ہیں۔

ای میل ایڈریس	موبائل نمبر	سی این آئی سی نمبر (اسکیڈ کا پی دونوں طرف)	فویو نمبر سی ڈی سی اکاؤنٹ نمبر	شیئرز کی تعداد	شیئرز ہولڈر کا نام

وڈیولنک اور لاگن کی تفصیلات صرف ان ممبرز کو بھیجی جائیں گی جو اپنی تمام متعلقہ تفصیلات میٹنگ شروع ہونے سے ۲۸ گھنٹے پہلے دینے گئے ای میل پر فراہم کر دیں گے۔

(۸) ای وونگ اور پوسٹل بیلٹ:

ممبران کمپنیز ایکٹ ۲۰۱۷ کے سیکشن ۱۴۵-۱۴۳ ایکٹ (ای وونگ) ۲۰۱۶ ایکٹ (پوسٹل بیلٹ) ریگولیشن ۲۰۱۸ (جیسا کہ معاملہ ہو) ای وونگ یا پوسٹل بیلٹ کے ذریعے اپنے ووٹ کا حق استعمال کر سکتے ہیں۔

کمپنیز ایکٹ ۲۰۱۷ سیکشن (۳) ۱۳۳ کے تحت اسٹیمٹیٹ آف میٹریل فیکٹ:

مندرجہ ذیل بیان ۳۰ ستمبر ۲۰۲۳ کو منعقد ہونے والی سالانہ جنرل میٹنگ میں بطور خصوصی امور میں نہنا جا جائیگا۔

ٹیکنالوجی کی ترقی و رفتار کو مد نظر رکھتے ہوئے اور اس بات کی رعایت کرتے ہوئے کہ پرانی ٹیکنالوجی فرسودہ ہو چکی ہے، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی جانب سے بذریعہ ایس



سالانہ اجلاس عام میں شرکت۔

(۲) کمپنی کا ہر ممبر اس اجلاس میں شرکت اور ووٹ ڈالنے کا حق رکھتا ہے اور وہ اپنی جگہ اجلاس میں شرکت اور ووٹ دینے کیلئے اپنا پراکسی مقرر کر سکتا/ کر سکتی ہے۔ پراکسی کی تقرری کی اطلاع کمپنی کو اجلاس سے کم از کم ۲۸ گھنٹے قبل دینی ہوگی۔ سی۔ ڈی۔ سی۔ اے کا ووٹس رکھنے والوں کو سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان سے جاری سرکلر نمبر ۱ بتاریخ ۲۶ جنوری ۲۰۰۰ء میں دی گئی ہدایات پر عملدرآمد کرنا ہوگا۔

(الف)۔ اجلاس میں شرکت کیلئے۔

- (i) انفرادی صورت میں، اکاؤنٹ ہولڈر یا سب اکاؤنٹ ہولڈر اور یا وہ شخص جسکی سیکورٹیز گروپ اکاؤنٹس میں ہوں اور انکی رجسٹریشن کی تفصیلات قواعد و ضوابط کے تحت اپ لوڈ کی گئی ہوں، کو اپنے اصل کمپیوٹرائزڈ قومی شناختی کارڈ (سی۔ این۔ آئی۔ سی) یا اصل پاسپورٹ کے ذریعے اجلاس میں شرکت کے وقت اپنی شناخت کی توثیق کرنا ہوگی۔
- (ii) کارپوریٹ ادارے کی صورت میں، انٹارنی کے لیے بورڈ آف ڈائریکٹران کی قرارداد کے مطابق نامزد شخص کے مخصوص دستخط (اگر یہ اس سے قبل فراہم نہیں کئے گئے) مینڈنگ کے وقت پیش کرنا ہونگے۔

(ب)۔ پراکسی کی تقرری کیلئے۔

- (i) انفرادی صورت میں، اکاؤنٹ ہولڈر یا سب اکاؤنٹ ہولڈر اور یا وہ شخص جسکی سیکورٹیز گروپ اکاؤنٹس میں ہوں اور انکی رجسٹریشن کی تفصیلات قواعد و ضوابط کے تحت اپ لوڈ کی گئی ہوں پراکسی فارم مذکورہ ضروریات کے تحت جمع ہونے چاہیے۔
- (ii) پراکسی فارم دو افراد کی جانب سے گواہی کے ساتھ ہونا چاہیے، جبکہ نام، پتہ اور سی این آئی سی نمبر فارم پر درج ہونے چاہیے۔
- (iii) پراکسی فارم کے ساتھ سی۔ این۔ آئی۔ سی مصدقہ کاپیاں یا حق دار مالکان کا پاسپورٹ اور پراکسی پیش کرنا ہوگا۔
- (iv) پراکسی کو اپنے اصل سی۔ این۔ آئی۔ سی یا پاسپورٹ اجلاس کے وقت پیش کرنا ہوگا۔
- (v) کارپوریٹ ادارے کی صورت میں کمپنی کو پراکسی فارم کے ساتھ بورڈ آف ڈائریکٹران کی قرارداد اور یا بورڈ آف انٹارنی جمع مخصوص دستخط جمع کرانے ہونگے۔ (اگر یہ اس سے قبل فراہم نہیں کئے گئے)۔
- تفصیلات بھیج کر اپنا نام اندراج کروائیں۔

(۳) پتہ میں تبدیلی:

شیرز ہولڈرز سے گزارش ہے کہ وہ اپنا پتہ تبدیل ہونے کے بارے میں کمپنی کے شیرز رجسٹرار کو یا سی ڈی سی شراکت دار / انویسٹر اکاؤنٹ سروسز کو فوری طور پر مطلع کریں جو بھی صورت ہو۔

(۴) طبعی حصص کو سی ڈی سی اکاؤنٹ میں جمع کرانا:

وڈ یونٹ اور لاگن کرنے کی تفصیلات صرف ان اراکین کو ہی فراہم کی جائے گی جو اے جی ایم سے کم از کم ۲۸ گھنٹے پہلے تمام معلومات بذریعہ ای میل فراہم کریں گے۔ کمپنی ایکٹ ۲۰۱۷ کے سیکشن ۷۲ کے تحت ہر لٹھ کمپنی کے لیے ضروری ہے کہ وہ اپنے طبعی حصص کو بک انٹری فارم میں تبدیل کریں لہذا حصص یافتگان جن کے پاس طبعی حصص ہیں ان سے درخواست ہے کہ اپنے حصص بک انٹری میں تبدیل کروالیں۔

(۵) ویب سائٹ پر مالیاتی گوشوارہ کی دستیابی:

۳۰ جون ۲۰۲۳ کو ختم ہونے والے مالی سال کیلئے کمپنی کی سالانہ رپورٹ کمپنی کی ویب سائٹ پر دستیاب ہے www.fcibank.com.pk سابقہ ادوار کی سالانہ رسد ماہی رپورٹیں بھی دستیاب ہیں۔



سالانہ اجلاس عام کی اطلاع

بذریعہ ہذا اطلاع دی جاتی ہے کہ فرسٹ کریڈٹ اینڈ انویسٹمنٹ بینک لمیٹڈ کے شیئرز ہولڈرز کا ۳۴ واں سالانہ اجلاس عام بروز ہفتہ ۳۰ ستمبر ۲۰۲۳ کو دوپہر ۱۲:۰۰ بجے بمقام رجسٹرڈ آفس دوسری منزل، سنڈو ایویو نیوسینٹر، اسٹریٹن روڈ، کراچی میں منعقد ہوگا جس میں مندرجہ ذیل امور انجام دیئے جائیں گے۔

عمومی امور:

- (الف) غیر معمولی اجلاس عام منعقدہ ۱۰ جون ۲۰۲۳ کی کارروائی کی توثیق۔
 (ب) ۳۰ جون ۲۰۲۳ کو ختم شدہ سال کیلئے کمپنی کے آڈٹ شدہ مالیاتی اسٹیٹمنٹس مع ان پراڈیٹرز رپورٹ، چیئرمین ریویو اور ڈائریکٹرز رپورٹ کی وصولی، غور و خوض اور منظوری۔
 (پ) ۳۰ جون ۲۰۲۳ کو ختم ہونے والے سال کیلئے قانونی آڈیٹرز کا تقرر اور ان کے مشاہرہ کا تعین کرنا۔ سکدش ہونے والے آڈیٹرز میسرز کرو حسین چوہدری اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس کی جانب سے بطور اہلیت کے حامل نے خود کو دوبارہ تفری کیلئے پیش کیا ہے۔

خصوصی امور:

- (ج) اگر ضروری سمجھا جائے، ترمیمات کے ساتھ یا ترمیمات کے بغیر، اضافوں یا ایزاف کے ساتھ درج ذیل قرارداد کو بطور عام قرارداد زیر غور لانا اور کمپنی کو اس قابل اور اس بات کا مجاز بنانا کہ سالانہ رپورٹ (بشمول آڈٹ شدہ مالیاتی دستاویزات، آڈیٹرز رپورٹ، ڈائریکٹرز رپورٹ اور چیئرمین کا جائزہ) کمپنیز ایکٹ ۲۰۱۷ کے سیکشن (۶) ۲۲۳ بمعہ خواندگی ایس آر او ۳۸۹ (۱) / ۲۰۲۳ مجریہ ۲۱ مارچ ۲۰۲۳ کے تحت بزرگیہ QR کوڈ اور ویب لنک ممبران کو ارسال کر سکے۔
 "قرارداد یا جاتا ہے کہ فرسٹ کریڈٹ اینڈ انویسٹمنٹ بینک لمیٹڈ (کمپنی) بزرگیہ ہذا مجاز ہے اور اسے مجاز بنایا جاتا ہے کہ کمپنی کی سالانہ رپورٹ، بشمول آڈٹ شدہ مالیاتی دستاویزات، آڈیٹرز رپورٹ، ڈائریکٹرز رپورٹ اور چیئرمین کا جائزہ کو ایس آر او ۳۸۹ (۱) / ۲۰۲۳ مجریہ سیکورٹیز اینڈ اسٹیٹمنٹس کمیشن آف پاکستان ممبران کو بذریعہ QR کوڈ اور ویب لنک ارسال کرے اور یہ کہ سالانہ رپورٹ کو بذریعہ ڈی یو ایس بی ارسال کئے جانے کی موجودہ روایت کو ترک کیا جائے۔"

دیگر امور:

- (د) صدر اجلاس کی اجازت سے دیگر امور انجام دینا۔
 اہم حقائق سے متعلق بیان زیر تحت سیکشن (۳) ۱۳۳ ا ب کمپنیز ایکٹ ۲۰۱۷ جسے سالانہ اجلاس عام میں خصوصی کارروائی کیلئے پیش کیا جانا ہے کو نوٹس ہذا کے ساتھ منسلک کیا جا چکا ہے۔

حسب الحکم بورڈ



محمد امین کھتری

کمپنی سیکریٹری

کراچی

۸ ستمبر ۲۰۲۳

نوٹ۔

حصص کی کتب کی منتقلی کی ہدش۔

- (۱) کمپنی کی حصص منتقلی کی کتاب ۲۳ ستمبر ۲۰۲۳ تا ۳۰ ستمبر ۲۰۲۳ (بشمول دونوں ایام) بند رہے گی۔ جو مشتعلیات ۲۲ ستمبر ۲۰۲۳ کو کاروبار کے اختتام تک ہمارے شیئرز رجسٹرار میسرز ITHK ایبوسی ایٹس (پرائیویٹ) لمیٹڈ، پلاٹ نمبر ۳۲ سی، جامی کمزش اسٹریٹ ۱۱، ڈی ایچ ای فیزے کراچی۔ ۷۵۵۰۰ کے دفتر میں باضابطہ طور پر موصول ہوگی انھیں اجلاس میں شرکت کرنے اور ووٹ دینے کی غرض سے شیئرز ہولڈرز کے استحقاق کے مقصد کیلئے بروقت سمجھا جائے گا۔



ٹریڈنگ پروگرامز:

ایف سی آئی بی ایل ڈائریکٹرز ٹریڈنگ کے تقاضوں کو لہذا کمپنیز (کوڈ آف کارپوریٹ گورننس) ریگولیشن ۲۰۱۹ کے تحت تعیل کرتا ہے چونکہ ایف سی آئی بی ایل کے تمام ڈائریکٹرز سی سی جی کے مطابق ڈائریکٹرز ٹریڈنگ پروگرام (ڈی ٹی پی) مکمل کر چکے ہیں، سوائے ایک نو منتخب ڈائریکٹر جو معززہ وقت کے مطابق سٹینڈنگ مکمل کر لینگے۔ اس کے علاوہ ڈائریکٹرز ٹریڈنگ کے تقاضوں کے مطابق پاکستان اسٹاک ایکسچینج کی رولز بک (لسٹنگ ریگولیشنز)، این بی ایف سی رولز ۲۰۰۳، این بی ایف سی اور این ای ریگولیشنز ۲۰۰۸ اور میمورینڈم اور آرٹیکل آف ایسوسی ایشن کی کاپیاں بھی فراہم کی گئیں ہیں اور تمام ڈائریکٹرز اپنے فرائض اور ذمہ داریوں سے بخوبی آگاہ ہیں۔

آڈیٹرز:

موجودہ آڈیٹرز میسرز کرو حسین چوہدری اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس، ریٹائر ہو گئے ہیں اور وہ دوبارہ تقرری کے اہل ہیں اور انہوں نے اپنے آپ کو دوبارہ تقرری کے لئے پیش کیا ہے کوڈ آف کارپوریٹ گورننس کے تحت آڈٹ کمیٹی نے ۳۰ جون ۲۰۲۳ کو ختم ہونے والے سال کے لئے میسرز کرو حسین چوہدری اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس کو تقرر کرنے کی سفارش کی ہے۔

شیئر ہولڈنگ پیٹرن:

۳۰ جون ۲۰۲۳ پر شیئر ہولڈنگ پیٹرن بشمول کمپنی کے حصص یافتگان کی کمیٹی کی سالانہ رپورٹ کے ساتھ منسلک ہے۔ دوران سال شیئر ہولڈنگ پیٹرن کے مطابق ڈائریکٹرز، سی ای او، سی ایف او، کمپنی سیکریٹری اور ان کی بیوی، بچوں کی طرف سے کمپنی کے حصص کا کاروبار نہیں کیا گیا سوائے جو کہ شیئر ہولڈنگ پیٹرن میں دکھایا گیا ہے۔

اظہار تشکر:

ڈائریکٹرز اپنے اسٹیٹک ہولڈرز، قابل قدر صارفین اور مالیاتی اداروں کا ان کی مسلسل اعتماد اور سرپرستی اپنی تشکر کا اظہار کرتے ہیں۔ ہم ریگولیٹری اداروں خاص طور پر سیکورٹیز اور ایکسچینج کمیشن آف پاکستان، اسٹیٹ بینک آف پاکستان اور پاکستان اسٹاک ایکسچینج کی مسلسل رہنمائی اور تعاون کے بھی شکر گزار ہیں۔ ہم انتظامیہ اور ملازمین کی محنت اور لگن سے کام کرنے کا اعتراف بھی کرتے ہیں۔

بحکم بورڈ



جمال نسیم
ڈائریکٹر



محمد محسن علی
چیف ایگزیکٹو آفیسر

کراچی

۳۱ اگست ۲۰۲۳



انسانی وسائل اور معاوضوں کی کمیٹی:

بورڈ آف ڈائریکٹرز نے کلیدی عہدوں کے انتخاب، تعینے اور متبادل پلاننگ کے حوالے سے اپنی ذمہ داریوں کو پورا کرنے میں مدد کے لیے ایک انسانی وسائل اور معاوضے کی کمیٹی تشکیل دی ہے۔ یہ کمیٹی چار (۴) ممبران پر مشتمل ہے زیادہ تر ممبران نان ایگزیکٹو ڈائریکٹرز ہیں جبکہ چیئر مین کمیٹی انڈیپنڈنٹ بینٹ ڈائریکٹر ہیں۔ سال کے دوران کمیٹی کی دو (۲) میٹنگز منعقد کی گئیں، جس میں درج ذیل ڈائریکٹرز نے شرکت کی:

ڈائریکٹر کا نام	میٹنگز کی تعداد جن میں شریک ہونے کے اہل تھے	میٹنگز کی تعداد جن میں شریک ہوئے
محترمہ نینا آفریدی	۲	۲
جناب فیصل احمد	۲	۲
سید عرفان حسین رضوی	۲	۲
جناب محمد نعیم الدین *	۲	۲

* ایکشن میں مستغفی بتاریخ ۱۰ جون ۲۰۲۳۔

رسک مینجمنٹ کمیٹی:

بورڈ نے ایک رسک مینجمنٹ کمیٹی تشکیل دی ہے تاکہ وہ ڈائریکٹرز کو مستقبل میں درپیش نقصانات کے تعین اور اس کے سدباب کرنے میں معاونت کر سکیں۔ یہ کمیٹی چار (۴) ممبران پر مشتمل ہے جن میں زیادہ تر ممبران نان ایگزیکٹو ڈائریکٹرز ہیں سال کے دوران کمیٹی کی ایک (۱) میٹنگ منعقد کی گئی، جس میں درج ذیل ڈائریکٹرز نے شرکت کی:

ڈائریکٹر کا نام	میٹنگز کی تعداد جن میں شریک ہونے کے اہل تھے	میٹنگز کی تعداد جن میں شریک ہوئے
جناب اسد اللہ سلیم	۱	۱
جناب مسعود رضا	۱	۱
جناب محمد نعیم الدین *	۱	۱
جناب امجد اقبال	-	-
جناب محمد حسن علی	۱	۱

* ایکشن میں مستغفی بتاریخ ۲۲ اگست ۲۰۲۲۔

ڈائریکٹرز مشاہرہ پالیسی:

بورڈ نے ڈائریکٹرز مشاہرہ پالیسی نافذ العمل کی ہے اس پالیسی کے مطابق تمام نان ایگزیکٹو ڈائریکٹرز بورڈ میٹنگ فیس کے حصول کے مجاز ہونگے۔ کمیٹی کی کمیٹیز اور شیئرز ہولڈرز وقتاً فوقتاً مشاہرہ کی مالیت تعین کرنے کے مجاز ہونگے۔ ایگزیکٹو ڈائریکٹرز اور سی ای او کے مشاہرے کا تعین بورڈ آف ڈائریکٹرز کے ذمہ ہوگا پالیسی کے مطابق بورڈ میٹنگز میں شرکت پر ڈائریکٹرز کے جو بھی اخراجات ہونگے وہ کمیٹی کے ذمہ واجب الادا ہونگے۔

ریلیٹیو پارٹی ٹرانزیکشن:

لسٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ریگولیشن ۲۰۱۹ اور دیگر قابل اطلاق قوانین کے تقاضوں کی تعمیل کے لئے ایف سی آئی بی ایل نے ریلیٹیو پارٹی کے تمام لین دین کے معاملات کو جائزہ اور منظوری کے لئے آڈٹ کمیٹی اور بورڈ کے روبرو پیش کیا مندرجہ بالا لین دین کے معاملات کو آڈٹ کمیٹی اور اس کے بعد بورڈ نے اپنی اپنی میٹنگوں میں منظوری دے دی ہے۔ دوران سال تمام متعلقہ معاملات جو ریلیٹیو پارٹی سے ہوئے وہ آرم لینتھ کے تحت تھے جس کی تفصیلات منسلک آڈٹ شدہ مالیاتی گوشوارہ رپورٹ کے نوٹ نمبر ۴۳ میں درج ہیں۔



کمپوزیشن:

- (i) انڈیپنڈنٹ ڈائریکٹرز: ۳
(ii) نان ایگزیکٹو ڈائریکٹرز: ۴
(iii) ایگزیکٹو ڈائریکٹرز: * ۱

* ایگزیکٹو ڈائریکٹر صدر، سی ای او ہیں جن کا تفری کا ٹریکٹ پر ہے۔

دوران سال بورڈ میں کوئی عارضی آسامی خالی نہیں ہوئی۔

دوران سال چار (۴) بورڈ مینٹنگز منعقد ہوئیں جن میں ڈائریکٹرز کی حاضری کا ریکارڈ مندرجہ درج ذیل ہے۔

ڈائریکٹرز کے نام	مینٹنگ کی تعداد جن میں شامل ہونے کے اہل ہیں	مینٹنگ کی تعداد جن میں شامل ہوئے
جناب فیصل احمد	۴	۴
سید عرفان حسین رضوی	۴	۴
جناب اسد اللہ سلیم	۴	۴
جناب مسعود رضاء	۴	۴
جناب محمد نعیم الدین*	۴	۴
جناب جمال نسیم	۴	۴
محترمہ زینا آفریدی	۴	۴
جناب اسحاق اقبال	۴	۴
جناب محمد محسن علی	۴	۴

* ایکشن میں مستعفی بتاریخ ۱۰ جون ۲۰۲۳۔

آڈٹ کمیٹی اور داخلی کنٹرول:

بورڈ کی آڈٹ کمیٹی تین (۳) نان ایگزیکٹو ڈائریکٹرز پر مشتمل ہے جن میں بشمول چیئر مین کمیٹی زیادہ تر آزاد ڈائریکٹرز ہیں۔ بورڈ نے کارپوریٹ قانون و قواعد کے مطابق کام کرنے کے مروجہ امور (Terms of reference) لسنڈ کمپنیز ریگولیشن ۲۰۱۹ کے تحت تعین کیا ہے۔ سال کے دوران آڈٹ کمیٹی کی چار (۴) مینٹنگز منعقد کی گئیں جس میں درج ذیل ڈائریکٹرز نے شرکت کی:

ڈائریکٹر کا نام	مینٹنگز کی تعداد جن میں شریک ہونے کے اہل تھے	مینٹنگز کی تعداد جن میں شریک ہوئے
جناب جمال نسیم	۴	۴
سید عرفان حسین رضوی	۴	۴
جناب اسد اللہ سلیم	۴	۴
جناب محمد نعیم الدین*	۴	۴

* ایکشن میں مستعفی بتاریخ ۱۰ جون ۲۰۲۳۔



کلیدی آپریٹنگ اور مالیاتی نتائج:

کمپنی کے پچھلے چھ سال کے کلیدی آپریٹنگ اور مالیاتی نتائج درج ذیل ہیں:

سال جو ۳۰ جون کو ختم ہوا	۲۰۲۳	۲۰۲۲	۲۰۲۱	۲۰۲۰	۲۰۱۹	۲۰۱۸
ملین روپوں میں						
کل آمدنی	۲۷۹	۱۲۴	۱۴۵	۱۵۵	۱۱۷	۱۰۳
قبل از ٹیکس منافع / (نقصان)	۳۰	۱۳	۲۹	۳۸	۱۵	۱۶
بعد از ٹیکس منافع / (نقصان)	۱۳	۸	۲۱	۲۹	۱۰	۹
حصص یافتگان کا سرمایہ	۷۲۲	۷۲۲	۷۵۰	۷۳۹	۷۱۹	۷۲۲
کل اثاثے	۱,۸۵۱	۲,۰۵۲	۱,۴۲۲	۱,۶۶۷	۱,۳۸۵	۱,۳۲۷
منافع / نقصان فی حصص (روپے میں)	۰.۲۰	۰.۱۳	۰.۳۲	۰.۴۲	۰.۱۵	۰.۱۴

اسٹاف ریٹائرمنٹ پیفٹ اسکیمز:

ایمپلائز پروویڈنٹ فنڈ اور گریجویٹ فنڈ کی سرمایہ کاری کا تخمینہ ۳۰ جون ۲۰۲۳ کے مطابق بالترتیب ۲۳,۵۶۵,۵۳۹ روپے اور ۷,۲۳۵,۳۳۳ روپے ہے۔

ڈائریکٹرز کا انتخاب:

ایف سی آئی بی ایل (FCIBL) کے ڈائریکٹرز کے الیکشن ۱۰ جون ۲۰۲۳ کو منعقد ہوئے تھے جس میں FCIBL کے بورڈ کی تشکیل نو کمپنیز ایکٹ ۲۰۱۷ اور سٹاک ایکسچینج (کوڈ آف کارپوریٹ گورننس) ریگولیشنز ۲۰۱۹ کے تقاضوں کے مطابق کی گئی۔ مندرجہ ذیل ڈائریکٹرز کو ۱۰ جون ۲۰۲۳ سے منتخب قرار دیا گیا۔ جو ایس ای سی پی سے فٹ اینڈ پراپر سے مشروط ہے جسکی منظوری دے دی گئی ہے۔

- ۱۔ جناب فیصل احمد
 - ۲۔ سید عرفان حسین رضوی
 - ۳۔ جناب اسد اللہ سلیم
 - ۴۔ جناب مسعود رضاء
 - ۵۔ جناب جمال نسیم
 - ۶۔ محترمہ زینا آفریدی
 - ۷۔ جناب امجد اقبال
- نان ایگزیکٹو ڈائریکٹرز
- نان ایگزیکٹو ڈائریکٹرز
- نان ایگزیکٹو ڈائریکٹرز
- نان ایگزیکٹو ڈائریکٹرز
- نان ایگزیکٹو ڈائریکٹرز / انڈیپنڈنٹ ڈائریکٹرز
- نان ایگزیکٹو ڈائریکٹرز / انڈیپنڈنٹ خاتون ڈائریکٹرز
- نان ایگزیکٹو ڈائریکٹرز / انڈیپنڈنٹ ڈائریکٹرز

بورڈ آف ڈائریکٹرز:

بورڈ کی مجموعی ساخت ۳۰ جون ۲۰۲۳ کو مندرجہ ذیل ہے۔

ڈائریکٹرز کی کل تعداد:

(a) مرد: ۷ (بشمول مقرر کردہ سی ای او)

(b) خاتون: ۱



کریڈٹ ریٹنگ:

VIS کریڈٹ ریٹنگ کمپنی نے اپنی رپورٹ مورخہ ۳۰ دسمبر ۲۰۲۲ میں کمپنی کی درمیانے سے طویل مدتی ایٹمیٹی ریٹنگ کو 'A-' (سنگل A منفی) اور مختصر مدتی ریٹنگ کو 'A-2' پر برقرار رکھا ہے۔ ریٹنگ کا آؤٹ لک متحکم ہے۔

ماحولیاتی اور کارپوریٹ سماجی ذمہ داریاں:

کمپنی ماحولیاتی اور کارپوریٹ سماجی ذمہ داریوں سے بخوبی آگاہ ہے اور اس سلسلے میں ملک میں متحرک تحریک کے ساتھ کھڑی ہے علاوہ ازیں کمپنی تمام سرکاری، انٹرنل، ہیلتھ، حفاظت اور ماحولیاتی قواعد کی تعمیل کرتی ہے۔ سہولیات اور آپریشن کا عمل ایسے طریقے سے ڈیزائن کیا گیا ہے جو انسانی صحت اور ماحول سے متعلق خطرے سے محفوظ رکھتا ہے۔

رسک کے تعین اور نشاندہی کا فریم ورک (رسک اسسیمیٹ فریم ورک):

کمپنی کا مجموعی رسک مینجمنٹ کا پروگرام ایف سی آئی بی ایل کی مالی کارکردگی پر مالیاتی منڈیوں کے غیر متوقع منفی اثرات کو کم کرنے کی کوششوں پر مرکوز ہے۔ کمپنی کی سرگرمیوں میں مختلف قسم کے مالیاتی خطرات، مارکیٹ کے خطرات (انٹریٹ ریٹ رسک اور پرائس رسک) کریڈٹ رسک، لکویڈٹی رسک اور آپریشنل رسک کو بخوبی پیش نظر رکھا جاتا ہے۔ کمپنی کو درپیش خطرات کو کمپنی کی انتظامیہ کی طرف سے کمپنی کی منظور شدہ پالیسیوں کے مطابق منظم کیا جا رہا ہے۔ علاوہ ازیں کمپنی کے بورڈ آف ڈائریکٹرز بھی کمپنی کے رسک مینجمنٹ فریم ورک کی نگرانی کے ذمہ دار ہیں۔ کمپنی کا مجموعی رسک مینجمنٹ کا پروگرام موثر سرمایہ کاری کے ساتھ ساتھ ماحولیاتی اور مارکیٹ کے اتار چڑھاؤ کے خطرات سے نمٹنے پر مرکوز ہے اور شیئرز ہولڈرز کو زیادہ منافع فراہم کرنے میں کوشاں ہے۔ بورڈ آف ڈائریکٹرز سالانہ بنیاد پر مجموعی رسک مینجمنٹ پر نظر ثانی کرتے ہیں۔

کارپوریٹ اور فنانشل رپورٹنگ فریم ورک:

کمپنی نے گڈ کارپوریٹ گورننس کی عملداری یقینی بنانے کے لیے تمام ضروری اقدامات اٹھائے ہیں۔ لسٹڈ کوڈ آف کارپوریٹ گورننس ریگولیشن ۲۰۱۹ (سی سی جی) کے انتظامی قوانین کے مطابق بورڈ درج ذیل رپورٹ پیش کرتے ہوئے خوشی محسوس کرتے ہیں:

- کمپنی کی انتظامیہ کے تیار کردہ مالی گوشواروں میں اس کے امور، عملدرآمد کے نتائج، نقدی بہاؤ اور ایکٹیوٹی میں تبدیلیاں واضح اور شفاف طور پر پیش کی گئی۔
- کمپنی کے حساب کی کتابوں کو باقاعدگی سے تیار کیا گیا ہے۔
- مالی گوشواروں کی تیاری میں اکاؤنٹنگ پالیسیاں تسلسل کے ساتھ بروئے کار لائی گئی ہیں اور مستقبل کے اندازے معقول اور دانشمندانہ فیصلوں پر مبنی ہے۔
- بین الاقوامی حساب کتاب کے معیارات (IFRS) جو پاکستان میں نافذ عمل ہیں ان گوشواروں کی تیاری میں اپنایا گیا ہے اور کسی بھی تبدیلی کو باقاعدہ ظاہر کیا گیا۔
- اندرونی مالیاتی کنٹرول کا نظام قائم کیا ہے وہ نہایت مضبوط ہے اور موثر انداز میں عملدرآمد کیا جا رہا ہے۔
- کمپنی کے مستقبل میں کام کرنے کی صلاحیت پر کوئی قابل ذکر مشکل نہیں اور مالی گوشواروں کو اسی بنیاد پر تیار کیا گیا ہے۔
- لسٹنگ کے ضابطوں میں موجود کارپوریٹ گورننس کے بہترین طریقہ کار سے کوئی مادی انحراف نہیں کیا گیا۔



مالیاتی نتائج:

کمپنی کے ۲۰۲۲-۲۳ کے لئے مالیاتی نتائج کا خلاصہ ذیل میں دیا گیا ہے۔ ۲۲-۲۰۲۱ کا تقابلی ڈیٹا بھی درج ذیل ہیں۔

(روپے 000 میں)

۲۰۲۱-۲۲	۲۰۲۲-۲۳	
۱۳۴,۰۸۲	۲۷۹,۳۲۲	کل آمدنی
(۱,۷۷۱)	۱,۶۶۹	آپریٹنگ منافع
۱۳,۳۱۲	۲۹,۸۲۹	قبل از ٹیکس منافع
۸,۱۸۹	۱۴,۹۹۴	بعد از ٹیکس منافع
۷۷۰,۸۴۱	۷۷۷,۷۰۶	حصص یافتگان کا سرمایہ
(۴۹,۰۰۳)	(۵۳,۷۹۳)	سرمایہ کاری کی قدر و قیمت کے تعین نو میں خسارہ
۷۲۱,۸۳۸	۷۲۳,۹۱۳	حصص یافتگان کا سرمایہ (خالص بعد از خسارہ)
۲,۰۵۲,۷۷۴	۱,۸۵۱,۳۱۰	کل اثاثہ
۰.۱۳	۰.۲۰	نی چھص آمدنی بیسک اور ڈائریکٹوریٹ (روپے)

آپریٹیشن کا جائزہ:

ایف سی آئی بی ایل نے غیر سازگار لیکویڈیٹی کی صورتحال، سیکٹرز کے عدم توازن و مشکل معاشی حالات، انسانی و بنیادی وسائل سمیت سازگار حالات کی عدم موجودگی کے باوجود جو تقریباً مالی سال ۲۰۲۳ میں مسلسل درپیش رہے، سے مقابلہ کیا اور اپنے کاروبار کو نئے پیرائے میں آگے بڑھاتے ہوئے منافع کو برقرار رکھنے میں کامیاب رہا ہے۔ مالی سال ۲۰۲۳ کے دوران ایف سی آئی بی ایل کی کل آمدنی ۱۴۵.۲ ملین کے اضافے کے بعد ۲۷۹.۳ ملین روپے ہو گئی جبکہ گزشتہ سال ۲۰۲۲ میں ۱۳۴.۰۸ ملین روپے رپورٹ کی گئی۔ کمپنی نے مالی سال ۲۰۲۳ کے لئے ۱.۷۷۱ ملین روپے کا آپریٹنگ منافع ریکارڈ کیا۔ جبکہ مالی سال ۲۰۲۲ آپریٹنگ خسارہ ۱.۷۷۱ ملین روپے 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 کمپنی نے مالی سال ۲۰۲۳ میں قبل از ٹیکس منافع ۲۹.۸۲۹ ملین روپے کے اضافے کے بعد ۲۹.۸۲۹ ملین روپے رپورٹ کیا جبکہ پچھلے سال کا قبل از ٹیکس منافع ۱۳.۳۱۲ ملین روپے تھا۔ اسی طرح ۳۰ جون ۲۰۲۳ کو ختم ہونے والے مالی سال کے لئے بعد از ٹیکس منافع ۸.۱۸۹ ملین روپے کے اضافے کے ساتھ ۸.۱۸۹ ملین روپے ریکارڈ کیا جبکہ گزشتہ سال کا بعد از ٹیکس منافع ۸.۱۸۹ ملین روپے تھا۔

۳۰ جون ۲۰۲۳ کی بیلنس شیٹ کے مطابق حصص یافتگان کی سرمایہ کاری کی از سر نو قیمت کے تعین کے بعد ایکویٹی بڑھ کر ۷۷۷.۷۰۶ ملین روپے ہو گئی جبکہ ۳۰ جون ۲۰۲۲ کو ۷۷۰.۸۴۱ ملین روپے تھی۔ ۳۰ جون ۲۰۲۳ کے اختتام پر کمپنی کے کل اثاثے کم ہو کر ۱,۸۵۱,۳۱۰ ملین روپے ہو گئے جبکہ ۳۰ جون ۲۰۲۲ کو کل اثاثے ۲,۰۵۲,۷۷۴ ملین روپے تھے۔

بیلنس شیٹ کی تاریخ سے اب تک تبدیلی:

بیلنس شیٹ کی تاریخ سے اب تک کوئی بھی مادی تبدیلی رونما نہیں ہوئی جس کو منسلک مالیاتی گوشوارہ کے ساتھ ہم آپگ کرنے کی ضرورت ہو، سوائے ان کے جو پہلے ہی ظاہر کر دی گئیں ہیں۔

حصص پر منافع (ڈیویڈنڈ):

ماضی میں کمپنی کی حصص پر منافع (ڈیویڈنڈ) کی پالیسی میں پرکشش نقد منافع (ڈیویڈنڈ)، حصص یافتگان کو بونس حصص بھی جاری کرتا رہا ہے، مگر اس سال ۳۰ جون ۲۰۲۳ کے اختتام پر ڈائریکٹرز نے ڈیویڈنڈ کی ادائیگی کی کوئی تجویز پیش نہیں کی ہے۔



ڈائریکٹرز رپورٹ

فرسٹ کریڈیٹ اینڈ انویسٹمنٹ بینک لمیٹڈ کے بورڈ آف ڈائریکٹرز کی جانب سے ۳۴ ویں سالانہ رپورٹ بشمول مالیاتی تفصیلات کا گوشوارہ اور آڈیٹرز کی رپورٹ برائے سال ۲۰۲۳ جون ۲۰۲۳ء پیش کرتے ہوئے ہم طمانیت محسوس کرتے ہیں۔

معاشی جائزہ:

پاکستان کی معیشت کیلئے مالی سال ۲۰۲۳ چیلنجنگ سال رہا جس میں گزشتہ سال کے مقابلے میں جی ڈی پی میں معمولی اضافہ ہوا ہے پورے مالی سال ۲۰۲۳ کے دوران پاکستان کو توانائی کے عالمی چیلنجز، کوویڈ ۱۹، بیرونی قرضے، سیلاب، مہنگائی اور سیاسی غیر یقینی صورتحال کی وجہ سے معاشی بحران کا سامنا کرنا پڑا۔ سال ۲۰۲۳ کے اوائل میں پاکستان کو معاشی تناؤ کا سامنا کرنا پڑا لیکن IMF کے ۳ بلین امریکی ڈالر کے اسٹینڈ بائی اریجمنٹ (SBA) کے ذریعے استحکام حاصل ہوا۔ آئی ایم ایف اور دوست ممالک کی امداد کی وجہ سے جون ۲۰۲۳ کے اختتام پر روپے کو USD/PKR ۲۷۷.۶ پر برقرار رکھتے ہوئے ذخائر میں اضافہ کیا۔

کرنٹ اکاؤنٹ کا خسارہ 11MFY23 میں ۸۱% تک کم ہو گیا جس کی وجہ درآمدی کنٹرول، ڈالر کی کمی اور برآمدات اتر سببات میں کمی ہے حکومت سال ۲۰۲۳ میں جی ڈی پی کی نمو ۲.۵% تک کی توقع رکھتی ہے، اور اپنے اہداف میں زراعت کے شعبے میں ترقی اور ایک چکدار صنعتی شعبے کو نمایاں کیا گیا ہے جس کا مقصد ۳.۲% نمو ہے۔ جو پچھلے سال کے منفی ۲.۱% کے مقابلے میں بہتر امکانی صورتحال ہے۔

اگرچہ مئی ۲۰۲۳ تک مہنگائی ۳۸% کی بلند ترین سطح پر پہنچ گئی تھی لیکن جون کے اعداد و شمار ۲۹.۴% تک گرنے سے اعتدال کی علامت کو ظاہر کرتے ہیں۔ تاہم ختم ہونے والے مالی سال کے دوران اوسط کمزور پرائس انڈیکس (سی پی آئی) افراط زر پچھلے سال کے ۲۹.۴% کے مقابلے میں کافی زیادہ تھا۔ مہنگائی کے دباؤ اور PKR کی قدر میں بتدریج کمی کا مقابلہ کرنے کے لیے اسٹیٹ بینک آف پاکستان (SBP) کی مائٹری پالیسی کمیٹی (MPC) نے ۲۰۲۳ میں پالیسی ریٹ میں متعدد بار اضافہ کیا جس کے نتیجے میں ۶۰۰bps کے اضافے سے ۲۲% ہو گیا۔

زیر جائزہ سال کے دوران کے ایس ای ۱۱۰۰ انڈیکس صرف ۸۸ پوائنٹس یا منفی ۰.۲% کی کمی کے ساتھ ہموار رہا تاہم پاکستان اسٹاک ایکسچینج (KSE100) کا نیٹج مارک انڈیکس FY۲۰۲۳ کی آخری سہ ماہی کے دوران ۳.۶% کا اضافہ ریکارڈ ہوا اور انڈیکس ۴۱,۴۵۳ پوائنٹس پر بند ہوا۔ مالی سال ۲۰۲۳ کے دوران KSE100 کے لیے کل اوسط مارکیٹ کا حجم دباؤ میں رہا۔

ایف سی آئی بی ایل کے مستقبل کے امکانات اور حکمت عملی:

موجودہ صورتحال میں یہ بات سیاق و سباق سے ہٹ کر نہیں ہو سکتی کہ ایف سی آئی بی ایل واحد سرمایہ کاری بینک ہے جو اپنی پوری استعداد کے ساتھ بروئے عمل ہے اور اپنی سرگرمیوں میں اضافہ کر رہا ہے، حالانکہ ہمیں بڑے کمرشل بینکوں سے غیر مساوی مسابقت کا بھی سامنا ہے۔ ایف سی آئی بی ایل کو لیکویڈیٹی کے چیلنجز کا سامنا ہے جس سے نمٹنے کے لیے آمدنی بڑھانے کے بہت سے نئے ذرائع پر کام کا آغاز کر دیا گیا ہے۔ ایف سی آئی بی ایل مارکیٹ سے نئے تجربہ کار عملے کی خدمات کے توسط سے منی مارکیٹ اور فارینکس بروکرینج کے کاروبار کو فروغ دینے کی کوشش کر رہا ہے جو آنے والے سالوں میں منافع میں اپنا کردار ادا کرے گا۔ اسی طرح ذریعہ جائزہ سال کے دوران ترقی اور منی مارکیٹ کے آپریشنز میں بھی اضافہ دیکھنے میں آیا ہے۔ کاروبار میں یہ ترقی کمرشل بینکوں کے ساتھ سخت مقابلے کے باوجود حاصل کی گئی۔ یہاں یہ بات مدنظر 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 زیادہ توجہ دے رہے ہیں۔ این بی ایف سی ریگولیٹری فریم ورک کے تحت نئے کاروباری تنوع پر زیادہ توجہ دے رہا 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۔



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