

Third Quarter Report 31 March 2017

### **Corporate Information** 2 Directors' Report 3 ڈائر کیٹرز کی رپورٹ: 4 Condensed Interim Balance Sheet (Unaudited) 5 Condensed Interim Profit & Loss Account (Unaudited) 6 Condensed Interim Cash Flow Statement (Unaudited) 7 Condensed Interim Statement of Comprehensive Income (Unaudited) 8 Condensed Interim Statement of Changes in Equity (Unaudited) 9 Notes to the Financial Statement (Unaudited) 10

#### **CORPORATE INFORMATION**

**Board of Directors** Mr. Rafique Dawood Chairman (Nominee B.R.R. Investments (Pvt) Ltd.)

Director & CEO (Not assumed charge as CEO) Mr. Abu Khursheed M. Ariff Mr. Ayaz Dawood Director (Nominee B.R.R. Investments (Pvt) Ltd.) Mr. Asad Hussain Bokhari Director

Member

Mr. Khurshid A. Khair Director

**Audit Committee** Mr. Asad Hussain Bokhari Chairman

Mr. Khurshid A. Khair Member Mr. Abu Khursheed M. Ariff Member

**HR&R** Committee Mr. Khurshid A. Khair Chairman Mr. Asad Hussain Bokhari Member Mr. Abu Khursheed M. Ariff

**Chief Financial Officer** Mr. Syed Musharaf Ali

**Company Secretary** 

Auditors Haroon Zakaria & Company **Chartered Accountants** 

Legal Advisor Nishtar & Zafar

A.Q. Abbasi & Associates Legal counsels

Ansari AG Legal Kabraji & Talibuddin Kamal Azfar & Associates Khalil Asif Ejaz & Co. Mohsin Tayebaly & Co. Minto & Mirza

S & B Durrani Law Associates

Bankers Al-Baraka Islamic Bank Ltd.

Bank Al-Habib Ltd.

Habib Metropolitan Bank Ltd.

MCB Bank Ltd. National Bank of Pakistan Ltd. Standard Chartered Bank Ltd.

United Bank Ltd.

18<sup>th</sup> Floor, B.R.R Tower, Hasan Ali Street **Registered Office** 

**Head Office** Off: I. I. Chundrigar Road,

Karachi-74000

PABX: +92 (21) 32602401-06 Fax : +92 (21)3227-1912 Email: fdib@firstdawood.com URL: www.firstdawood.com

**Share Registrar** F.D. Registrar Services (SMC-Pvt) Ltd.

1705, 17th Floor, Saima Trade Tower-A, I.I. Chundrigar Road, Karachi-74000 Tel: +92 (21) 3547 8192-93 / 021-32771906 Fax: +92 (21) 3262 1233 / 021-32271905

Email: fdregistrar@hotmail.com, fdregistrar@yahoo.com

#### **DIRECTORS' REPORT**

#### IN THE NAME OF ALLAH THE MOST COMPASSIONATE, THE MOST MERCIFUL

Dear Shareholders,

The Board of Directors of First Dawood Investment Bank Limited ("FDIBL" or the "Company") are pleased to present the interim financial statements of the Company for the period ended March 31, 2017.

Your company during the third quarter of the financial year 2016-17, has reported after-tax profit of Rs.10.76 million as compared to profit of Rs.7.76 million during corresponding period last year. Despite high inflationary trend, the management has kept a tight cost control, the administrative expenses significantly decreased from Rs.31.16 million to Rs.26.50 million and finance cost also decreased from Rs. 21.32 million from Rs. 8.16 million for the period under review in comparison to the corresponding period last year. The profit per share as of March 31, 2017 is 0.07 compared to 0.05 as of March 31, 2016.

The Company has applied for renewal of Investment Finance Services which is pending with NBFC department of SECP and a favourable response is expected.

The Board of Directors are also pleased to record their appreciation of the valuable and untiring efforts and services rendered by the staff of the company.

April 24, 2017 Karachi.

On behalf of the Board of Directors First Dawood Investment Bank Ltd

> Rafique Dawood Chairman

# ڈائر کیٹرز کی رپورٹ:

تمام ڈائر کیفرزا 3 مارچ 2017ء کی تو ماہی فیم آؤٹٹ شدرہ مالیاتی کوشوار سے کے ساتھ روپرٹ پیش کرتے ہوئے مسرت محمول کرتے ہیں۔ ادار نے نہیں سے سمای 18 مارچ 2017ء کی مالیاتی گوارٹ میں میں 10.76 میں دوپاور پیچلے مالیاتی سال کے تبییر سے سمای کا منافع 7.76 ملین روپے تھا۔ طالا تکرم پیگائی کرد تھان کے باوجودادار نے نے افراجات کو کنٹوول کیا ہے۔ اس مسلسل ای میں انتظامی افراجات میں بھی کی ہوئی ہے جو 21.32 ملین روپے ہے۔ جیک مسلسل ای میں میں میں کہ کی کہ ہوئی ہے تو 21.33 ملین روپے ہے۔ جیک مسلسل ای کوشش میں کہ کی ہوئی ہے دوراک کے میں میں میں کہ کو کہ بھی مسلسل ای کوشش میں ہے کہ کہ جیٹیت رکھتی ہے اوراس ادارے کے لئے:
میں ہیں کہ صوایاتی کے ذریعے تان ہو فار حالے کہ میں طرفواد کی کی میں کہ میں کہ کو کہ بیٹیت رکھتی ہے اوراس ادارے کے لئے:

ہم چھی طرح متعقبل کے چلنجر سے آگاہ ہیں او ہم برا قضاد ہیں کہ میادارہ کاروباری سرگرمیوں میں آگے کی طرف بڑھے گا اور قر ضدجات کی وصولی کے ذریعے اپنی مالیاتی حیثیت کو بہتر کرے گا۔

نے NBFsروز کے تحت جو کدر یکولیٹر سے منظور شدہ ہیں اوران نے رولز کے تحت بیا دارہ MCR شرا اُکا کو پورا کرتا ہے اورانویسٹمنٹ فائنس مرومز کے لائسنس کی تجدید کیلیے درخواست ایس ای بی پی کو تحت کرائی ہے جمکا پیند ہیں ورقبل متوقع ہے۔

بورد آف ذائر یکٹرز مشکل حالات میں مجی پوری محنت بگن اور عزم کے ساتھ کام کرنے پرانظامیہ سبت تمام ملاز مین کی خدمت کوقدر کی نگاہ ہے۔

پورڈ آف ڈائر یکٹرز کی طرف سے چئیر مین ۔

April 24, 2017 Karachi.

## CONDENSED INTERIM BALANCE SHEET (UNAUDITED) AS AT MARCH 31, 2017

Note				
ASSETS   NOW CURRENT ASSETS   Property and equipment   6   903,477   1,445,909   Intagible Asset   1,008,955   1,083,628   1,083,628   1,084,960   89,848,960   89,948,960			MARCH 31,	JUNE 30,
NON CURRENT ASSETS         Property and equipment         6         903,477 (1,445,909) (1,008,955) (1,008,955) (1,008,955) (1,008,955) (1,008,955) (1,008,955) (1,008,955) (1,008,955) (1,008,955) (1,008,956) (1,008,955) (1,008,956)		Note	Rupees	Rupees
Property and equipment   1,445,909   Intagible Asset   1,008,955   1,885,628   1,008,955   1,885,628   1,008,955   1,885,628	ASSETS			
Intagible Asset   1,008,955   1,083,628   Investment properties   94,848,960   89,948,949   89,948,940   89,848,960   89	NON CURRENT ASSETS			
Investment properties   94,848,960   89,848,960   Net investment in lease finance   7	Property and equipment	6	903,477	1,445,909
Net investment in lease finance         7         174,360,744           Long-term investments         8         188,502,126         174,360,744           Long-term finances         9         -         4,139,822         4,139,822         4,139,822         679,698,000         679,698,000         679,698,000         950,577,063         950,577,063         950,577,063         227,207,474         577,063         227,207,474         357,570,63         227,207,474         357,556         85,518,562         85,18,562         86,18,38,143         83,26,351         86,25,18,562         86	Intagible Asset		1,008,955	1,083,628
Long-term investments	Investment properties		94,848,960	89,848,960
Long-term finances	Net investment in lease finance	7	-	-
Designation	Long-term investments	8	188,502,126	174,360,744
Deferred tax asset	Long-term finances	9	-	-
CURRENT ASSETS         969,101,340         950,577,063           Current portion of non-current assets         11         207,281,603         227,207,474           Short-term investments         12         86,483,166         85,518,562           Placements and finances         13         10,915,413         13,915,413           Loans, advances and prepayments         48,794,119         33,236,351           Mark-up accrued         24,328         27,03,000           Assets classified as held for sale         14         25,103,000         27,103,000           Other receivables         11,760,000         -11,760,000         -11,760,000         -11,760,000         -11,740,000         -11,760,000         -11,740,00	Long-term deposits		4,139,822	4,139,822
CURRENT ASSETS         Current portion of non-current assets         11         207,281,603         227,207,474           Short-term investments         12         86,483,166         85,518,562           Placements and finances         13         10,915,413         13,915,413           Loans, advances and prepayments         48,794,119         33,236,351           Mark-up accrued         24,328         -           Assets classified as held for sale         14         25,103,000         27,103,000           Other receivables         11,760,000         -         -           Cash and bank balances         5,227,511         6,101,941         -           Mark-up accrued         395,589,140         339,582,741         -           Jaseserves         435,100,336         455,100,336         455,100,336           Reserves         435,100,336         455,100,336         455,100,336           Accumulated loss         (1,222,649,398)         (1,233,406,419)           Surplus / (Deficit) on revaluation of investments         5,719,622         (9,531,115)           Surplus / (Deficit) on revaluation of investments         15         -         -           Long-term loans         15         -         -         -           Long term deposits <td>Deferred tax asset</td> <td>10</td> <td>679,698,000</td> <td>679,698,000</td>	Deferred tax asset	10	679,698,000	679,698,000
Current portion of non-current assets         11         207,281,603         227,207,474           Short-term investments         12         86,483,166         85,518,562           Placements and finances         13         10,915,413         13,915,413           Loans, advances and prepayments         48,794,119         33,236,351           Mark-up accrued         24,328         -           Assets classified as held for sale         14         25,103,000         27,103,000           Other receivables         5,227,511         6,101,941         395,589,140         393,082,741           Cash and bank balances         5,227,511         6,101,941         395,589,140         393,082,741           EQUITY AND LIABILITIES           Ordinary shares         1,483,900,230         1,483,900,230           Reserves         435,100,336         435,100,336           Accumulated loss         (1,222,649,398)         (1,222,649,398)         (1,223,406,419)           Surplus / (Deficit) on revaluation of investments         5,719,622         (9,531,115)           Surplus / (Deficit) on revaluation of investments         15         -         -           Long-term loans         15         -         -         -           Long-term loans         15			969,101,340	950,577,063
Short-term investments         12         86,483,166         85,518,562           Placements and finances         13         10,915,413         13,915,413           Loans, advances and prepayments         48,794,119         33,236,351           Mark-up accrued         24,328         -           Assets classified as held for sale         14         25,103,000         27,103,000           Other receivables         11,760,000         -         -           Cash and bank balances         5,227,511         6,101,941           Task and bank balances         5,227,511         6,101,941           Beguity And LIABILITIES         395,589,140         393,082,741           Ordinary shares         1,483,900,230         1,483,900,230           Accumulated loss         1,222,649,398         435,100,336           Accumulated loss         1,222,649,398         (1,233,406,419)           Surplus / (Deficit) on revaluation of investments         5,719,622         (9,531,115)           Surplus / (Deficit) on revaluation of investments         15         -           NON CURRENT LIABILITIES         -         -           Long-term loans         15         -         -           Long term deposits         16         -         -	CURRENT ASSETS			
Placements and finances   13   10,915,413   13,915,413   13,915,413   13,915,413   13,915,413   13,915,413   13,915,413   13,915,413   13,915,413   13,926,351   14,8794,119   33,236,351   14,8794,119   25,103,000   27,103,0000   27,103,000   27,103,000   27,103,000   27,103,000   27,103,000,000   27,103,000,000   27,103,000,000   27,103,000,000   27,10	Current portion of non-current assets	11	207,281,603	227,207,474
Loans , advances and prepayments         48,794,119         33,236,351           Mark-up accrued         24,328         -           Assets classified as held for sale         14         25,103,000         27,103,000           Other receivables         11,760,000         -         -           Cash and bank balances         5,227,511         395,589,140         393,082,741           EQUITY AND LIABILITIES           Ordinary shares         1,483,900,230         1,483,900,230           Reserves         435,100,336         435,100,336           Accumulated loss         (1,222,649,398)         (1,233,406,419)           Surplus / (Deficit) on revaluation of investments         696,351,168         685,594,147           Surplus / (Deficit) on revaluation of investments         5,719,622         (9,531,115)           NON CURRENT LIABILITIES         -         -           Long-term loans         15         -         -           Long term deposits         16         -         -           CUrrent portion of long-term liabilities         16         493,510,443         493,510,443           Mark-up accrued         103,679,537         95,520,993           Short term borrowings         16.2         56,266,346         61,625,243	Short-term investments	12	86,483,166	85,518,562
Mark-up accrued       24,328       -         Assets classified as held for sale       14       25,103,000       27,103,000         Other receivables       11,760,000       -       7,227,511       6,101,941         Cash and bank balances       5,227,511       6,101,941       393,082,741       1,364,690,480       1,343,659,804         EQUITY AND LIABILITIES       Tordinary shares       1,483,900,230       1,483,900,230       435,100,336       435,100,336       435,100,336       435,100,336       435,100,336       435,100,336       435,100,336       435,100,336       435,100,336       435,100,336       455,100,336       669,535,168       685,594,147       696,351,168       685,594,147       696,351,168       685,594,147       696,351,168       685,594,147       696,351,168       685,594,147       696,351,168       685,594,147       670,663,032 <td< td=""><td>Placements and finances</td><td>13</td><td>10,915,413</td><td>13,915,413</td></td<>	Placements and finances	13	10,915,413	13,915,413
Assets classified as held for sale Other receivables Cash and bank balances Cash and bank balances  EQUITY AND LIABILITIES Ordinary shares Reserves Accumulated loss Accumulated loss Accumulated loss  EQUITY (Deficit) on revaluation of investments  Corrent portion of long-term liabilities  Current portion of long-term liabilities  Current portion of long-term liabilities  Current portion of long-term liabilities Accumulated	Loans , advances and prepayments		48,794,119	33,236,351
Other receivables         11,760,000         -           Cash and bank balances         5,227,511         393,082,741           395,589,140         1,364,690,480         13343,659,804           EQUITY AND LIABILITIES           Ordinary shares         1,483,900,230         1,483,900,236           Reserves         435,100,336         435,100,336           Accumulated loss         (1,222,649,398)         (1,233,406,419)           Surplus / (Deficit) on revaluation of investments         5,719,622         (9,531,115)           Surplus / (Deficit) on revaluation of investments         5,719,622         (9,531,115)           Long-term loans         15         -         -           Long term deposits         16         -         -           Current portion of long-term liabilities         16         493,510,443         493,510,443           Mark-up accrued         103,679,537         95,520,993           Short term borrowings         16.2         56,266,346         61,625,243           Accrued and other liabilities         5,973,147         13,933,594           Taxation         662,619,690         667,596,772           CONTINGENCIES AND COMMITMENTS         17	Mark-up accrued		24,328	-
Cash and bank balances         5,227,511 (39,04)         6,101,941 (395,589,140)         395,589,140 (393,082,741)         393,082,741 (3,346,690,480)         393,082,741 (3,346,690,480)         393,082,741 (3,346,690,480)         393,082,741 (3,346,690,480)         1,483,900,230 (3,280,230)         4,883,900,230 (3,280,230)         435,100,336 (35,100,336)         435,100,336 (35,100,336)         435,100,336 (35,346,419)         435,100,336 (35,346,419)         435,100,336 (35,346,419)         6696,351,168 (36,559,4147)         685,594,147 (36,341)         5,719,622 (9,531,115)         (9,531,115)         702,070,790 (376,063,032)	Assets classified as held for sale	14	25,103,000	27,103,000
EQUITY AND LIABILITIES         395,589,140         393,082,741           Ordinary shares         1,483,900,230         1,483,900,230           Reserves         435,100,336         435,100,336           Accumulated loss         (1,222,649,398)         (1,233,406,419)           Surplus / (Deficit) on revaluation of investments         5,719,622         (9,531,115)           Surplus / (Deficit) on revaluation of investments         5,719,622         (9,531,115)           NON CURRENT LIABILITIES         TO2,070,790         676,063,032           Long-term loans         15         -         -           Long term deposits         16         -         -           CUrrent portion of long-term liabilities         16         493,510,443         493,510,443           Mark-up accrued         103,679,537         95,520,993           Short term borrowings         16.2         56,266,346         61,625,243           Accrued and other liabilities         5,973,147         13,933,594           Taxation         667,596,772         667,596,772           CONTINGENCIES AND COMMITMENTS         17	Other receivables		11,760,000	-
EQUITY AND LIABILITIES         1,364,690,480         1,343,659,804           Ordinary shares         1,483,900,230         1,483,900,230           Reserves         435,100,336         435,100,336           Accumulated loss         (1,222,649,398)         (1,233,406,419)           Surplus / (Deficit) on revaluation of investments         5,719,622         (9,531,115)           Surplus / (Deficit) on revaluation of investments         5,719,622         (9,531,115)           NON CURRENT LIABILITIES         -         -           Long-term loans         15         -         -           Long term deposits         16         -         -         -           CURRENT LIABILITIES         -         -         -         -           CUrrent portion of long-term liabilities         16         493,510,443         493,510	Cash and bank balances		5,227,511	6,101,941
EQUITY AND LIABILITIES           Ordinary shares         1,483,900,230         1,483,900,230           Reserves         435,100,336         435,100,336           Accumulated loss         (1,222,649,398)         (1,233,406,419)           Surplus / (Deficit) on revaluation of investments         5,719,622         (9,531,115)           Surplus / (Deficit) on revaluation of investments         5,719,622         (9,531,115)           NON CURRENT LIABILITIES         0         0           Long term deposits         15         0         0           Long term deposits         16         0         0           Current portion of long-term liabilities         16         493,510,443         493,510,443           Mark-up accrued         103,679,537         95,520,993           Short term borrowings         16.2         56,266,346         61,625,243           Accrued and other liabilities         5,973,147         13,933,594           Taxation         662,619,690         667,596,772           CONTINGENCIES AND COMMITMENTS         17			395,589,140	393,082,741
Ordinary shares         1,483,900,230         1,483,900,230           Reserves         435,100,336         435,100,336           Accumulated loss         (1,222,649,398)         (1,233,406,419)           Surplus / (Deficit) on revaluation of investments         696,351,168         685,594,147           Surplus / (Deficit) on revaluation of investments         5,719,622         (9,531,115)           NON CURRENT LIABILITIES         702,070,790         676,063,032           Long-term loans         15         -         -           Long term deposits         16         -         -         -           CURRENT LIABILITIES         1         -         -         -           Current portion of long-term liabilities         16         493,510,443         493,510,443           Mark-up accrued         103,679,537         95,520,993           Short term borrowings         16.2         56,266,346         61,625,243           Accrued and other liabilities         5,973,147         13,933,594           Taxation         662,619,690         667,596,772           CONTINGENCIES AND COMMITMENTS         17         662,619,690         667,596,772			1,364,690,480	1,343,659,804
Ordinary shares         1,483,900,230         1,483,900,230           Reserves         435,100,336         435,100,336           Accumulated loss         (1,222,649,398)         (1,233,406,419)           Surplus / (Deficit) on revaluation of investments         696,351,168         685,594,147           Surplus / (Deficit) on revaluation of investments         5,719,622         (9,531,115)           NON CURRENT LIABILITIES         702,070,790         676,063,032           Long-term loans         15         -         -           Long term deposits         16         -         -         -           CURRENT LIABILITIES         1         -         -         -           Current portion of long-term liabilities         16         493,510,443         493,510,443           Mark-up accrued         103,679,537         95,520,993           Short term borrowings         16.2         56,266,346         61,625,243           Accrued and other liabilities         5,973,147         13,933,594           Taxation         662,619,690         667,596,772           CONTINGENCIES AND COMMITMENTS         17         662,619,690         667,596,772				
Reserves         435,100,336         435,100,336           Accumulated loss         (1,222,649,398)         (1,233,406,419)           Surplus / (Deficit) on revaluation of investments         696,351,168         685,594,147           Surplus / (Deficit) on revaluation of investments         702,070,790         676,063,032           NON CURRENT LIABILITIES           Long-term loans         15         -         -           Long term deposits         16         -         -         -           Current portion of long-term liabilities         16         493,510,443	EQUITY AND LIABILITIES			
Accumulated loss         (1,222,649,398)         (1,233,406,419)           Surplus / (Deficit) on revaluation of investments         696,351,168         685,594,147           Surplus / (Deficit) on revaluation of investments         5,719,622         (9,531,115)           NON CURRENT LIABILITIES         TO2,070,790         676,063,032           Long-term loans         15         -         -           Long term deposits         16         -         -         -           CURRENT LIABILITIES         TO2         - </td <td>Ordinary shares</td> <td></td> <td>1,483,900,230</td> <td>1,483,900,230</td>	Ordinary shares		1,483,900,230	1,483,900,230
Surplus / (Deficit) on revaluation of investments     696,351,168 5,719,622 (9,531,115) (9,531,115) (702,070,790) 676,063,032       NON CURRENT LIABILITIES  Long-term loans 15	Reserves		435,100,336	435,100,336
Surplus / (Deficit) on revaluation of investments         5,719,622 (9,531,115)         (9,531,115)         (9,531,115)         (702,070,790)         676,063,032         702,070,790         676,063,032         702,070,790         676,063,032         702,070,790         676,063,032         702,070,790         7	Accumulated loss		(1,222,649,398)	(1,233,406,419)
NON CURRENT LIABILITIES         702,070,790         676,063,032           Long-term loans         15         -         -           Long term deposits         16         -         -           CURRENT LIABILITIES         -         -         -           Current portion of long-term liabilities         16         493,510,443         493,510,443           Mark-up accrued         103,679,537         95,520,993           Short term borrowings         16.2         56,266,346         61,625,243           Accrued and other liabilities         5,973,147         13,933,594           Taxation         3,190,217         3,006,499           667,596,772         667,596,772   CONTINGENCIES AND COMMITMENTS			696,351,168	685,594,147
NON CURRENT LIABILITIES   Long-term loans	Surplus / (Deficit) on revaluation of investments		5,719,622	(9,531,115)
Long-term loans			702,070,790	676,063,032
Long term deposits         16         -         -           CURRENT LIABILITIES           Current portion of long-term liabilities         16         493,510,443         493,510,443           Mark-up accrued         103,679,537         95,520,993           Short term borrowings         16.2         56,266,346         61,625,243           Accrued and other liabilities         5,973,147         13,933,594           Taxation         3,190,217         3,006,499           CONTINGENCIES AND COMMITMENTS         17	NON CURRENT LIABILITIES			
CURRENT LIABILITIES           Current portion of long-term liabilities         16         493,510,443         493,510,443           Mark-up accrued         103,679,537         95,520,993           Short term borrowings         16.2         56,266,346         61,625,243           Accrued and other liabilities         5,973,147         13,933,594           Taxation         3,190,217         3,006,499           CONTINGENCIES AND COMMITMENTS         17	Long-term loans	15	-	-
Current portion of long-term liabilities         16         493,510,443         493,510,443           Mark-up accrued         103,679,537         95,520,993           Short term borrowings         16.2         56,266,346         61,625,243           Accrued and other liabilities         5,973,147         13,933,594           Taxation         3,190,217         3,006,499           CONTINGENCIES AND COMMITMENTS         17         667,596,772	Long term deposits	16	-	-
Mark-up accrued         103,679,537         95,520,993           Short term borrowings         16.2         56,266,346         61,625,243           Accrued and other liabilities         5,973,147         13,933,594           Taxation         3,190,217         3,006,499           CONTINGENCIES AND COMMITMENTS         17         667,596,772	CURRENT LIABILITIES		-	-
Mark-up accrued         103,679,537         95,520,993           Short term borrowings         16.2         56,266,346         61,625,243           Accrued and other liabilities         5,973,147         13,933,594           Taxation         3,190,217         3,006,499           CONTINGENCIES AND COMMITMENTS         17         667,596,772	Current portion of long-term liabilities	16	493,510,443	493,510,443
Short term borrowings         16.2         56,266,346         61,625,243           Accrued and other liabilities         5,973,147         13,933,594           Taxation         3,190,217         3,006,499           CONTINGENCIES AND COMMITMENTS         17         667,596,772				
Accrued and other liabilities       5,973,147       13,933,594         Taxation       3,190,217       3,006,499         662,619,690       667,596,772         CONTINGENCIES AND COMMITMENTS       17       667,596,772	·	16.2		
Taxation         3,190,217         3,006,499           662,619,690         667,596,772           CONTINGENCIES AND COMMITMENTS         17         667,596,772	<u> </u>			
CONTINGENCIES AND COMMITMENTS 17 662,619,690 667,596,772	Taxation			
CONTINGENCIES AND COMMITMENTS 17				
	CONTINGENCIES AND COMMITMENTS	17	,,	,,
		<u> </u>	1,364,690,480	1,343,659,804

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements

This condensed interim financial information has been signed by two Directors due to reasons stated in note 1.3 to this condensed interim financial information.

## CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017

Note				Nine Months Ended MARCH 31,		Ended I 31,
Lease income   1,274,471   523,200   294   14,395   15,942,020   12,548,162   4,553,000   2,044,858   15,942,020   12,548,162   4,553,000   2,044,858   1,052,788   2,382,745   1,000   1,052,788   2,382,745   1,000   1,052,788   2,382,745   1,000   1,052,788   2,382,745   1,000   1,050,000   1,052,000			2017			2016
Lease income Return on deposits and investments Gain on sale of securities I1,942,020 I2,548,162 I1,082,278 Income from long-term finances I1,942,020 I2,548,162 I1,082,278 I1,082,282 I1,0		Note	<		Rupees	>
Return on deposits and investments	INCOME					
Cain on sale of securities   4,183,273   5,742,650   1,082,278   2,382,745   1,000me from long-term finances   4,658,497   204,941   3,051,527   27,272   27,272   154,126   2,996,157   (1,720,721)   (2,532,109)   26,212,387   22,015,110   6,966,378   1,937,161	Lease income		1,274,471	523,200	294	14,395
Note   Continue   Co	Return on deposits and investments		15,942,020	12,548,162	4,553,000	2,044,858
Cher income   154,126   2,996,157   (1,720,721)   (2,532,109)   26,212,387   22,015,110   6,966,378   1,937,161	Gain on sale of securities		4,183,273	5,742,650	1,082,278	2,382,745
PROVISION / CHANGES IN FAIR VALUE	Income from long-term finances		4,658,497	204,941	3,051,527	27,272
PROVISION / CHANGES IN FAIR VALUE	Other income			2,996,157	(1,720,721)	(2,532,109)
(Provision) / reversal for lease losses and doubtful recoveries         17         4,987,770 (17,161,919)         25,010 (10,500,000)         1,050,000           Share of profit / (loss) from associates         2,753,261 (12,527,033)         - (603,223)         (603,223)         - (703,23)         - (703,23)         - (703,23)         - (703,23)         - (703,23)         - (703,23)         - (703,23) <td< td=""><td></td><td></td><td>26,212,387</td><td>22,015,110</td><td>6,966,378</td><td>1,937,161</td></td<>			26,212,387	22,015,110	6,966,378	1,937,161
17   4,987,770   (17,161,919)   25,010   1,050,000	PROVISION / CHANGES IN FAIR VALUE					
Share of profit / (loss) from associates						
Liability no Longer Payable Deficit / Surplus on remeasurement of held for trading scurities Impairment    1,389,128	doubtful recoveries	17	4,987,770		25,010	1,050,000
Deficit / Surplus on remeasurement of held for trading scurities   6,188,097   5,460,000   -   5,460,000   -   5,460,000   -     1,2451,388   2,383,938       2,383,938       2,383,938     2,383,93	Share of profit / (loss) from associates		2,753,261	(12,527,033)	-	(603,223)
Property			-	77,724,930	-	-
19,389,128   45,005,321   5,485,010   446,777     45,601,515   67,020,431   12,451,388   2,383,938     EXPENDITURES	Deficit / Surplus on remeasurement of held for trading scurities		6,188,097	(3,030,657)	-	-
A5,601,515   G7,020,431   12,451,388   2,383,938	Impairment		5,460,000	-	5,460,000	-
EXPENDITURES   Capture			19,389,128	45,005,321	5,485,010	446,777
Administrative expenses         (26,500,226) (8,1167,162) (13,167,162) (13,167,162) (13,167,162) (13,167,162) (13,167,162) (13,167,162) (13,167,162) (13,167,162) (13,167,162) (13,167,162) (13,167,162) (13,167,162) (13,167,163) (13,167,162) (13,167,162) (13,167,163) (13,167,162) (13,167,163) (13,167,162) (13,167,163) (13,167,162) (13,167,163) (13,167,162) (13,167,163) (13,167,162) (13,167,163) (13,167,162) (13,167,162) (13,167,163) (13,167,162) (13,16			45,601,515	67,020,431	12,451,388	2,383,938
(8,160,548)   (21,317,864)   (2,677,178)   (8,136,327)   (34,660,774)   (52,485,026)   (10,890,234)   (16,737,003)   (10,505) / PROFIT BEFORE TAXATION   10,940,741   14,535,405   1,561,154   (14,353,065)   (14,353,	EXPENDITURES					
(LOSS) / PROFIT BEFORE TAXATION         (34,660,774)         (52,485,026)         (10,890,234)         (16,737,003)           TAXATION Current         (10,940,741)         14,535,405         1,561,154         (14,353,065)           PROFIT/ (LOSS) AFTER TAXATION         (183,720)         (6,775,639)         289,755         -           Earning per share - basic         0.07         0.05         0.01         (0.10)	Administrative expenses		(26,500,226)	(31,167,162)	(8,213,056)	(8,600,676)
(LOSS) / PROFIT BEFORE TAXATION         10,940,741         14,535,405         1,561,154         (14,353,065)           TAXATION Current         (183,720)         (6,775,639)         289,755         -           PROFIT/ (LOSS) AFTER TAXATION         10,757,021         7,759,766         1,850,909         (14,353,065)           Earning per share - basic         0.07         0.05         0.01         (0.10)	Finance cost		(8,160,548)	(21,317,864)	(2,677,178)	(8,136,327)
TAXATION           Current         (183,720)         (6,775,639)         289,755         -           PROFIT/ (LOSS) AFTER TAXATION         10,757,021         7,759,766         1,850,909         (14,353,065)           Earning per share - basic         0.07         0.05         0.01         (0.10)			(34,660,774)	(52,485,026)	(10,890,234)	(16,737,003)
Current         (183,720)         (6,775,639)         289,755         -           PROFIT/ (LOSS) AFTER TAXATION         10,757,021         7,759,766         1,850,909         (14,353,065)           Earning per share - basic         0.07         0.05         0.01         (0.10)	(LOSS) / PROFIT BEFORE TAXATION		10,940,741	14,535,405	1,561,154	(14,353,065)
PROFIT/ (LOSS) AFTER TAXATION         10,757,021         7,759,766         1,850,909         (14,353,065)           Earning per share - basic         0.07         0.05         0.01         (0.10)	TAXATION					
Earning per share - basic 0.07 0.05 0.01 (0.10)	Current		(183,720)	(6,775,639)	289,755	-
<u> </u>	PROFIT/ (LOSS) AFTER TAXATION		10,757,021	7,759,766	1,850,909	(14,353,065)
Earning per share - diluted 0.07 0.05 0.01 (0.10)	Earning per share - basic		0.07	0.05	0.01	(0.10)
	Earning per share - diluted		0.07	0.05	0.01	(0.10)

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements

This condensed interim financial information has been signed by two Directors due to reasons stated in note 1.3 to this condensed interim financial information.

## CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED) FOR THE NINE MONTHS ENDED MARCH 31, 2017

A. CASH FLOWS FROM OPERATING ACTIVITIES  Profit / (Loss) before taxation Adjustments:  Depreciation Gain on sale of investments Amontziation Finance cost Gain / Loss on sale of property and equipment Foreign / (Loss) possible of the trading scurities Gain / Loss on sale of property and equipment Provision / (reversal of provision potential lease Deficit / Surplus on remeasurement of held for trading scurities Gain / Loss on restructuring / settlement of Liabilities Other income Characteristics (Increase) / decrease in operating assets (Increase) / decrease in operating assets Net investment in lease finance (Increase) / decrease in operating assets Net investment in lease finance Placements and finances Advances and prepayments Mark up accrued Placements and finances Advances and prepayments Mark up accrued (Increase) / decrease) in operating liabilities (Increase) / (decrease) in operating liabilities  Increase / (decrease) in operating liabilities  Increase / (decrease) in operating liabilities  Increase / (decrease) in operating liabilities  Short term borrowings Accrued and other liabilities  Increase / (decrease) in operating activities  Purchase of property and equipment Proceed from sale of property and equipment Proceed from s			Nine Month March :	
Profit / Loss) before taxation			2017	2016
Adjustments:     Depreciation     Gain on sale of investments     Amortization     Amortization     Amortization     Finance cost     Gain / Loss on sale of property and equipment     Frovision / (reversal of provision potential lease     Provision / (reversal of provision potential lease     (4,987,770)     Deficit / Surplus on remeasurement of held for trading scurities     (3,188,097)     Gain / Loss on restructuring / settlement of Liabilities     (1154,126)     (12,199,763)     (14,797,092)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,259,511)     (12,590,259,511)     (12,590,259,511)     Mark up accrued     (12,328)     (13,139,344)     (13,155,7768)     (13,139,344)     (14,787,064)     (14,787,064)     (15,557,768)     (15,558,587)     (15,674,260)     (15,6	A.	CASH FLOWS FROM OPERATING ACTIVITIES	Rupees	Rupees
Adjustments:     Depreciation     Gain on sale of investments     Amortization     Amortization     Amortization     Finance cost     Gain / Loss on sale of property and equipment     Frovision / (reversal of provision potential lease     Provision / (reversal of provision potential lease     (4,987,770)     Deficit / Surplus on remeasurement of held for trading scurities     (3,188,097)     Gain / Loss on restructuring / settlement of Liabilities     (1154,126)     (12,199,763)     (14,797,092)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,222)     (12,590,259,511)     (12,590,259,511)     (12,590,259,511)     Mark up accrued     (12,328)     (13,139,344)     (13,155,7768)     (13,139,344)     (14,787,064)     (14,787,064)     (15,557,768)     (15,558,587)     (15,674,260)     (15,6		Profit / (Loss) before taxation	10 940 741	14 535 405
Depreciation			10,5 10,7 11	11,555,105
Amortization			538,282	651,108
Finance cost   S,160,548   C,1317,864   Gain / Loss on sale of property and equipment   C,69,850   Provision / (reversal of provision potential lease   (4,987,770)   17,161,919   Deficit / Surplus on remeasurement of held for trading scurities   (6,188,077)   30,300,657   Gain / Loss on restructuring / settlement of Liabilities   (5,460,000)   (77,724,930)   (12,199,763)   (44,797,092)   (12,199,763)   (44,797,092)   (12,199,763)   (44,797,092)   (12,199,763)   (44,797,092)   (12,199,763)   (44,797,092)   (12,199,763)   (44,797,092)   (12,199,763)   (12,199,763)   (12,199,763)   (12,199,763)   (12,199,763)   (12,199,763)   (12,199,763)   (12,199,763)   (12,199,763)   (12,199,763)   (12,199,768)   (12,199,763)   (12		Gain on sale of investments	(4,183,273)	(5,742,650)
Gain   Loss on sale of property and equipment   (569,850)   Provision / (reversal of provision potential lease   (4,987,770)   17,161,919   Deficit / Surplus on measurement of held for trading scurities   (5,188,097)   (5,180,000)   (77,724,930)   (17,174,930)   (17,174,930)   (17,174,930)   (12,199,763)   (44,797,092)   (1,259,022)   (3,0261,687)   (12,199,763)   (44,797,092)   (1,259,022)   (3,0261,687)   (1,259,022)   (3,0261,687)   (1,259,022)   (3,0261,687)   (1,259,022)   (3,0261,687)   (1,259,022)   (3,0261,687)   (1,259,022)   (3,0261,687)   (1,259,022)   (3,0261,687)   (1,259,022)   (3,0261,687)   (1,259,022)   (1		Amortization	74,673	74,947
Provision / (reversal of provision potential lease   (4,887,770   17,161,919   Deficit / Surplus on remeasurement of held for trading scurities   (6,188,097)   3,030,657   3,030,657   (154,126)   (2,996,157)   (154,126)   (2,996,157)   (12,199,763)   (44,797,092)   (154,126)   (2,996,157)   (12,199,763)   (44,797,092)   (12,199,763)   (44,797,092)   (12,199,763)   (44,797,092)   (12,199,763)		Finance cost	8,160,548	21,317,864
Deficit / Surplus on remeasurement of held for trading scurities   G,188,097   G,306,657   Gain / Loss on restructuring / settlement of Liabilities   (1,2490,000   (77,724,930)   (12,199,633   (44,797,092)   (12,199,633   (44,797,092)   (1,259,022)   (30,261,687)		Gain / Loss on sale of property and equipment	-	(569,850)
Gain   Loss on restructuring   settlement of Liabilities   (15,460,000)   (177,724,930)   (12,14,126)   (12,19,163)   (12,199,163)   (13,199,164)   (13,19		Provision / (reversal of provision potential lease	(4,987,770)	17,161,919
Other income         (154,126)         (2,996,157)           Changes in operating assets and liabilities         (1,2199,763)         (4,797,092)           Changes in operating assets on operating assets         (Increase) / decrease in operating assets           Net investment in lease finance         17,933,590         29,107,011           Long-term finances         20,993,174         10,010,164           Placements and finances         3,000,000         8,636,360           Advances and prepayments         (15,557,768)         (9,205,911)           Mark up accrued         (24,328)         10,681           Increase / (decrease) in operating liabilities         3,558,305         3,558,305           Increase / (decrease) in operating liabilities         (5,358,897)         (2,674,260)           Accrued and other liabilities         (5,358,897)         (2,674,260)           Accrued and other liabilities         (13,319,344)         (23,683,125)           Tax paid         (1,770,634)         (564,483)           Net cash (used)/generated from operating activities         9,995,668         (15,559,990)           B. CASH FLOWS FROM INVESTING ACTIVITIES         Purchase of property and equipment         0         0         0         0         0         0         0         0         0         0		Deficit / Surplus on remeasurement of held for trading scurities	(6,188,097)	3,030,657
(12,199,763)   (44,797,092)   (1,259,022)   (30,261,687)		Gain / Loss on restructuring / settlement of Liabilities	(5,460,000)	(77,724,930)
Changes in operating assets and liabilities         (1,259,022)         (30,261,687)           Changes in operating assets         (Increase) / decrease in operating assets           Net investment in lease finance         17,933,590         29,107,011         10,010,164         10,000,000         8,633,660         Advances and finances         3,000,000         8,633,660         Advances and prepayments         (15,557,768)         (9,205,911)         Mark up accrued         (24,328)         10,681		Other income		(2,996,157)
Changes in operating assets and liabilities (Increase) / decrease in operating assets Net investment in lease finance Long-term finances 20,993,174 10,010,164 Placements and finances 3,000,000 8,536,360 Advances and prepayments (15,57,768) (9,205,911) Mark up accrued (24,328) 10,681 26,344,668 38,558,305 25,085,646 8,296,618           Increase / (decrease) in operating liabilities Short term borrowings Accrued and other liabilities Accrued and other liabilities Tax paid Net cash (used)/generated from operating activities  Purchase of property and equipment Long-term investments Long-term deposits Short-term investments Short-term investments (2,709,679) Proceed from sale of property and equipment Long-term investments (7,152,701) (1,356,975) Net cash (used)/generated from investing activities  Repayment of Short Term Borrowings (5,358,897) Net cash (used) in cash and cash equivalents (874,430) (11,117,288) Cash and cash equivalents at beginning of the period 6,101,941 49,162,028				
(Increase)   decrease in operating assets   17,933,590   29,107,011   10,010,164			(1,259,022)	(30,261,687)
Net investment in lease finance				
Long-term finances   20,993,174   10,010,164   Placements and finances   3,000,000   8,636,360   Advances and prepayments   (15,557,768)   (9,205,911)   Mark up accrued   (24,328)   10,681   (24,328)   10,681   (24,328)   10,681   (24,328)   10,681   (24,328)   10,681   (24,328)   (25,085,646   8,296,618   (25,085,646   8,296,618   (25,085,646   8,296,618   (25,085,646   8,296,618   (25,085,646   8,296,618   (25,085,646   8,296,618   (25,085,646   8,296,618   (25,085,646   8,296,618   (25,085,646   8,296,618   (25,085,646   8,296,618   (25,085,647   (21,008,865)   (25,085,647   (25,085,647   (21,008,865)   (25,085,647   (21,008,865)   (25,085,6		, ,,		
Placements and finances				
Advances and prepayments Mark up accrued  (24,328) (26,344,668 (26,344,668) (26,344,668) (26,344,668) (25,085,646) (25,085,646) (25,085,646) (25,085,646) (25,085,646) (25,085,646) (25,085,646) (25,085,647) (26,074,260) (26,074		· ·	1 ' ' 1	
Mark up accrued         (24,328)         10,681           26,344,668         38,558,305         25,085,646         8,296,618           Increase / (decrease) in operating liabilities         (5,358,897)         (2,674,260)         (2,74,260)         (21,008,865)         (21,008,865)         (21,008,865)         (21,008,865)         (21,008,865)         (21,319,344)         (23,683,125)         (23,683,125)         (23,683,125)         (25,483)         (25,483)         (25,483)         (25,483)         (25,483)         (25,950,990)         (25,483)         (25,950,990)         (25,483)         (25,950,990)				
26,344,668   38,558,305   25,085,646   8,296,618				
Increase / (decrease) in operating liabilities   Short term borrowings   (5,358,897)   (2,674,260)   (2,1008,865)   (13,319,344)   (23,683,125)   (13,319,344)   (23,683,125)   (13,770,634)   (564,483)   (1,770,634)   (564,483)   (1,770,634)   (564,483)   (1,770,634)   (564,483)   (1,770,634)		Mark up accrued		
Increase / (decrease) in operating liabilities   Short term borrowings   (5,358,897)   (2,674,260)   (7,960,447)   (21,008,865)   (13,319,344)   (23,683,125)   (13,319,344)   (23,683,125)   (13,319,344)   (564,483)   (1,770,634)   (564,483)   (1,770,634)   (564,483)   (1,770,634)   (564,483)   (1,770,634)				
Short term borrowings		Increase / (decrease) in operating lightlities	23,063,040	8,230,018
Accrued and other liabilities (7,960,447) (21,008,865)  Tax paid (13,319,344) (23,683,125)  (1,770,634) (564,483)  Net cash (used)/generated from operating activities 9,995,668 (15,950,990)  B. CASH FLOWS FROM INVESTING ACTIVITIES  Purchase of property and equipment - (2,709,679)  Proceed from sale of property and equipment 1,641,500 842,000  Long-term investments 8,053,356  Long-term deposits 5,000  Short-term investments (7,152,701) (1,356,975)  Net cash (used)/generated from investing activities (5,511,201) 4,833,702  C. CASH FLOWS FROM FINANCING ACTIVITIES  Repayment of Short Term Borrowings (5,358,897) -  Net cash (used in) from financing activities (5,358,897) -  Net cash (used in) from financing activities (874,430) (11,117,288)  Cash and cash equivalents at beginning of the period 6,101,941 49,162,028			(5 358 897)	(2 674 260)
Tax paid   (13,319,344)   (23,683,125)   (1,770,634)   (564,483)   (1,770,634)   (564,483)   (1,770,634)   (564,483)   (1,770,634)   (564,483)   (1,770,634)   (1,5950,990)   (1,5950,99		<del>_</del>		
Tax paid Net cash (used)/generated from operating activities         (1,770,634) (564,483)         (564,483)           B. CASH FLOWS FROM INVESTING ACTIVITIES         8,053,959           Purchase of property and equipment Proceed from sale of property and equipment Proceed from sale of property and equipment Score Proceed from investments Score S				
Net cash (used)/generated from operating activities 9,995,668 (15,950,990)  B. CASH FLOWS FROM INVESTING ACTIVITIES  Purchase of property and equipment - (2,709,679) Proceed from sale of property and equipment 1,641,500 842,000 Long-term investments 8,053,356 Long-term deposits 5,000 Short-term investments (7,152,701) (1,356,975) Net cash (used)/generated from investing activities (5,511,201) 4,833,702  C. CASH FLOWS FROM FINANCING ACTIVITIES  Repayment of Short Term Borrowings (5,358,897) - Net cash (used in) from financing activities (5,358,897) - Net increase / (decrease) in cash and cash equivalents (874,430) (11,117,288) Cash and cash equivalents at beginning of the period 6,101,941 49,162,028		Tax paid		
Purchase of property and equipment         - (2,709,679)           Proceed from sale of property and equipment         1,641,500         842,000           Long-term investments         8,053,356         5,000           Long-term deposits         5,000         5,000           Short-term investments         (7,152,701)         (1,356,975)           Net cash (used)/generated from investing activities         (5,511,201)         4,833,702           C. CASH FLOWS FROM FINANCING ACTIVITIES         8         5,358,897)         -           Net cash (used in) from financing activities         (5,358,897)         -           Net cash (used in) from financing activities         (5,358,897)         -           Net increase / (decrease) in cash and cash equivalents         (874,430)         (11,117,288)           Cash and cash equivalents at beginning of the period         6,101,941         49,162,028		Net cash (used)/generated from operating activities		(15,950,990)
Proceed from sale of property and equipment         1,641,500         842,000           Long-term investments         8,053,356           Long-term deposits         5,000           Short-term investments         (7,152,701)         (1,356,975)           Net cash (used)/generated from investing activities         (5,511,201)         4,833,702           C. CASH FLOWS FROM FINANCING ACTIVITIES         Repayment of Short Term Borrowings         (5,358,897)         -           Net cash (used in) from financing activities         (5,358,897)         -           Net increase / (decrease) in cash and cash equivalents         (874,430)         (11,117,288)           Cash and cash equivalents at beginning of the period         6,101,941         49,162,028	В.	CASH FLOWS FROM INVESTING ACTIVITIES		
Proceed from sale of property and equipment         1,641,500         842,000           Long-term investments         8,053,356           Long-term deposits         5,000           Short-term investments         (7,152,701)         (1,356,975)           Net cash (used)/generated from investing activities         (5,511,201)         4,833,702           C. CASH FLOWS FROM FINANCING ACTIVITIES         Repayment of Short Term Borrowings         (5,358,897)         -           Net cash (used in) from financing activities         (5,358,897)         -           Net increase / (decrease) in cash and cash equivalents         (874,430)         (11,117,288)           Cash and cash equivalents at beginning of the period         6,101,941         49,162,028		Purchase of property and equipment	-	(2.709.679)
Long-term investments Long-term deposits Short-term deposits Short-term investments (7,152,701) Short-term investments (7,152,701) (1,356,975) Net cash (used)/generated from investing activities  C. CASH FLOWS FROM FINANCING ACTIVITIES  Repayment of Short Term Borrowings Short-term Borrowings (5,358,897) Net cash (used in) from financing activities  Net increase / (decrease) in cash and cash equivalents Cash and cash equivalents at beginning of the period  6,101,941 49,162,028			1.641.500	
Long-term deposits 5,000 Short-term investments (7,152,701) (1,356,975) Net cash (used)/generated from investing activities (5,511,201) 4,833,702  C. CASH FLOWS FROM FINANCING ACTIVITIES  Repayment of Short Term Borrowings (5,358,897) - Net cash (used in) from financing activities (5,358,897) -  Net increase / (decrease) in cash and cash equivalents (874,430) (11,117,288)  Cash and cash equivalents at beginning of the period 6,101,941 49,162,028			, , , , , , , , , , , , , , , , , , , ,	,
Net cash (used)/generated from investing activities (5,511,201) 4,833,702  C. CASH FLOWS FROM FINANCING ACTIVITIES  Repayment of Short Term Borrowings (5,358,897) -  Net cash (used in) from financing activities (5,358,897) -  Net increase / (decrease) in cash and cash equivalents (874,430) (11,117,288)  Cash and cash equivalents at beginning of the period 6,101,941 49,162,028		=		
C. CASH FLOWS FROM FINANCING ACTIVITIES  Repayment of Short Term Borrowings (5,358,897) -  Net cash (used in) from financing activities (5,358,897) -  Net increase / ( decrease) in cash and cash equivalents (874,430) (11,117,288)  Cash and cash equivalents at beginning of the period 6,101,941 49,162,028		Short-term investments	(7,152,701)	(1,356,975)
Repayment of Short Term Borrowings (5,358,897) -  Net cash (used in) from financing activities (5,358,897) -  Net increase / (decrease) in cash and cash equivalents (874,430) (11,117,288)  Cash and cash equivalents at beginning of the period 6,101,941 49,162,028		Net cash (used)/generated from investing activities	(5,511,201)	4,833,702
Net cash (used in) from financing activities (5,358,897) -  Net increase / ( decrease) in cash and cash equivalents (874,430) (11,117,288)  Cash and cash equivalents at beginning of the period 6,101,941 49,162,028	с.	CASH FLOWS FROM FINANCING ACTIVITIES		
Net increase / ( decrease) in cash and cash equivalents (874,430) (11,117,288)  Cash and cash equivalents at beginning of the period 6,101,941 49,162,028		Repayment of Short Term Borrowings	(5,358,897)	-
Cash and cash equivalents at beginning of the period 6,101,941 49,162,028		Net cash (used in) from financing activities	(5,358,897)	-
		Net increase / ( decrease) in cash and cash equivalents	(874,430)	(11,117,288)
Cash and cash equivalents at end of the period 5,227,511 38,044,740		Cash and cash equivalents at beginning of the period	6,101,941	49,162,028
		Cash and cash equivalents at end of the period	5,227,511	38,044,740

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements

This condensed interim financial information has been signed by two Directors due to reasons stated in note 1.3 to this condensed interim financial information.

# CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017

	Nine Months Ended		Quart	er
	March 31,	March 31,	March	31
	2017	2016	2017	2016
	<	Rup	oees	>
(Loss) / profit after taxation	10,757,021	7,759,766	1,850,909	14,353,065
Other comprehensive income				
Unrealised gain / (Deficit) on remeasurement of investments classified as available-for-sale	6,188,097	(8,189,488)	6,188,097	(8,133,036)
Share of associates' on reversal of unrealised loss on remeasurement of investments	6,188,097	(8,189,488)	6,188,097	6,621,433 (1,511,603)
Total comprehensive (loss) / income for the period	16,945,118	(429,722)	8,039,006	12,841,462

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements

This condensed interim financial information has been signed by two Directors due to reasons stated in note 1.3 to this condensed interim financial information.

# CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED) FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017

	Share Co	pital	(	apital Reserve		Revenue Reserve		
	Ordinary Shares	Preference Shares	Statutory Reserve	Premium on Right Issue	Capital Reserve on Acquisition	Deficit on Revaluation of Investments	Accumulated Losses	Total
Balance at July 1, 2015	1,483,900,230		279,023,134	53,426,910	2,596,484	(3,297,659)	(1,633,621,650)	182,027,449
Total comprehensive income for the period - Profit for the period				-	-		7,759,766	- 7,759,766
Other comprehensive income     Share of Unrealised gain on remasurement     of associates investment						6,564,981		6,564,981
Transer to Statutory Reserve	-		-	-	-			
Balance as at March 31, 2016	1,483,900,230		279,023,134	53,426,910	2,596,484	3,267,322	(1,625,861,884)	196,352,196
Balance at July 1, 2016	1,483,900,230		379,076,942	53,426,910	2,596,484	(9,531,115)	(1,233,406,419)	676,063,032
Total comprehensive income for the period	-				-	-	-	
Profit for the period     Other comprehensive income						15,250,737	10,757,021	10,757,021 15,250,737
Transer to Statutory Reserve								•
Balance as at March 31, 2017	1,483,900,230	-	379,076,942	53,426,910	2,596,484	5,719,622	(1,222,649,398)	702,070,790

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements

This condensed interim financial information has been signed by two Directors due to reasons stated in note 1.3 to this condensed interim financial information.

#### NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)

#### FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017

#### 1. STATUS AND NATURE OF BUSINESS

- 1.1 First Dawood Investment Bank Limited ("the Company") was incorporated on June 22, 1994 as a public limited company in Pakistan under the Companies Ordinance, 1984 and is listed on the Karachi Stock Exchange. The registered office of the Company is situated in Karachi, Pakistan. The Company had obtained the licenses for Leasing Business and Investment and Finance Services under Non Banking Finance Companies (Establishment and Regulation) Rules, 2003 ("the Rules") and Non Banking Finance Companies and Notified Entities Regulations, 2008 ("the Regulation") from the Securities and Exchange Commission of Pakistan (SECP) which have been expired.
- 1.2 The Company had applied for registration as a Debt Securities Trustee under Regulation 6(2) of Debt Securities Trustee Regulations, 2012 which was denied by SECP vide its order dated November 22, 2013 against which an appeal has been filed before appellate bench of SECP on December 17, 2013. The appeal is pending. The Company is acting as trustees to Term Finance Certificates / Sukuk issued by Saudi Pak Leasing Company Limited, New Allied Electronics Industries (Private) Limited, Security Leasing Company Limited, Dewan Cement Limited, House Building Finance Company Limited (sukuk issue), Bunny's Limited, Pak Hy-Oils Limited, and Flying Board and Paper Products Limited. The value of assets under trustee as at March 31, 2017 amounted to Rs. 9.40 billion (June 30, 2016: Rs. 9.40 billion).
- 1.3 The Board has appointed Mr. Abu Khursheed M. Arif as Chief Executive Officer. However, application for approval of Chief Executive Officer is pending with SECP, therefore, Mr. Abu Khursheed M. Arif not assumed charge as CEO, As such two directors have signed these financial statements.

#### 2. BASIS OF PREPARATION

- 2.1 This condensed interim financial information has been prepared in accordance with requirements of the International Accounting Standard (IAS) 34 "Interim Financial Reporting" and the requirements of Non Banking Finance Companies and Notified Entities Regulations, 2008 (the Regulation), the Non Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the Rules), the Companies Ordinance, 1984 (the Ordinance) and directives issued by the SECP . In case where requirement differs,, the requirements of the Rules, the Regulations, the Ordinance or directives issued by SECP have been followed.
- 2.2 This condensed interim financial information does not include all of the information and disclosures required for annual financial statements and should be read in conjunction with the financial statements of the Company as at and for the year ended June 30, 2016.
- 2.3 This condensed interim financial information is presented in Pakistan Rupees which is also the Company's functional currency.
- 2.4 This condensed interim financial information is un-audited and is being submitted to the shareholders as required by listing regulations of Karachi and Islamabad Stock Exchanges and section 245 of the Companies Ordinance, 1984.

#### 3. SIGNIFICANT ACCOUNTING POLICIES

- **3.1** The accounting policies and method of computation adopted for the preparation of this condensed interim financial information are the same as those applied in the preparation of the Company's annual financial statements for the year ended June 30, 2016.
- **3.2** Amendments to certain existing standards and interpretations on approved accounting standards effective during the period were not relevant to the Company's operations and did not have any impact on the accounting policies of the Company and therefore not stated in this condensed interim financial information.

#### 4. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the financial statements of the Company for the year ended June 30, 2016.

#### 5. ACCOUNTING ESTIMATES AND JUDGEMENT

The basis for accounting estimates and judgment adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual financial statements of the Company for the year ended June 30, 2016.

### NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017

6.	PROP	ERTY, EQUIPMENT AND INTANGIBLE	Note	March 31, 2017 Rupees	June 30, 2016 Rupees
		Furniture & fixtures		64,305	77,147
		Equipment and appliances		70,712	126,838
		Vehicles		768,460	1,241,924
		Intangible asset		1,008,955	1,083,628
	6.1	Acquisition of assets - at cost		1,912,432	2,529,537
					02.000
		Equipment and appliances  Vehicles		-	92,000 34,000
		venicies			126,000
	6.2	Disposal of assets - at cost			120,000
	0.2	Equipment and appliances			
		Vehicles		41,500	1,763,000
				41,500	1,889,000
7.	NET II	NVESTMENT IN LEASE FINANCE			
		Net investment in lease finance	7.1	512,486,902	518,020,492
		Provision for potential lease losses		(402,377,533)	(397,330,918)
		Current portion		(110,109,369)	(120,689,574)
				-	-
	7.1	Particulars of net investment in lease finance			
		Minimum lease payments receivable		567,277,291	574,085,350
		Residual value of leased assets		61,186,780	61,186,782
				628,464,071	635,272,132
		Unearned finance income		· · ·	(8,051)
		Markup held in Suspense		(115,977,169)	(117,243,589)
		Net investment in lease finance		512,486,902	518,020,492
7.1.		ease finances carry mark up ranging from 6M KIBOR plus spread of 2% snum having maturity up to 5 years and are secured against leased asso		16: 6M KIBOR plus spi	read of 2% to 5%)
7.2	Provi	sion for potential lease losses			
	0	pening balance		397,330,918	410,238,033
	(R	eversal) / charge for the period - net		5,046,615	(75,292)
	W	ritten off during the period			(12,831,823)
	Cl	osing balance		402,377,533	397,330,918
7.3	Curre	nt portion of lease finance			
		aturing within and year		E12 486 002	E18 020 402
		aturing within one year ovision for potential lease losses		512,486,902 (402,377,533)	518,020,492 (397,330,918)
	rı	ovision for potential lease losses		110,109,369	120,689,574
				110,103,303	120,003,374

#### NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017

8.	LONG	TERM INVESTMENTS	Note	March 31, 2017 Rupees	June 30, 2016 Rupees
		Investment in associates Saving Certificates	8.1	188,201,999 300,127 188,502,126	179,658,222 7,819,363 187,477,585
	8.1	Investment in associates  Opening balance Increase in interest of associates Share of (loss) / gain Share of surplus on revaluation of investments Transfer from available-for-sale investment		174,076,054 - 2,753,261 11,372,684 - 188,201,999	179,658,222 - (699,999) (4,882,169) - 174,076,054
9.	LONG	-TERM FINANCES  Term finance facilities  Provision for doubtful finances  Current portion	11	255,412,517 (158,240,283) 97,172,234 (97,172,234)	276,405,691 (169,482,095) 106,923,596 (106,923,596)
	9.1	Particulars of provision for doubtful finances  Opening balance (Reversal) / charge for the period - net Provision during the period Closing balance		158,643,283 (403,000) - 158,240,283	169,482,095 4,291,041 (15,129,853) 158,643,283

#### 10. DEFERRED TAX ASSET

Deferred tax asset is recognized in respect of carry forward assessed tax losses/deductible temporary differences to the extent it is probable that there will be future taxable profits against which these losses/deductible temporary differences can be utilized. The Company has prepared a five year business plan which has been approved by the Board of Directors. The said plan involves certain key assumptions underlying the estimation of future taxable profits including injection of fresh equity. The determination of future taxable profit is directly related and sensitive to certain key assumptions such as recoveries of outstanding lease and long term finances, resumption of licenses, expected return on investments and bank balances etc. Any change in the key assumptions may have an effect on the realizability of the deferred tax asset. The Board and management believes that it is probable that the Company will be able to achieve the profits projected in the business plan and deferred tax will be realised in the future.

			March 31, 2017	June 30, 2016
		Notes	Rupees	Rupees
11.	CURRENT PORTION OF NON-CURRENT ASSETS			
	Net investment in lease finance	7	110,109,369	120,689,574
	Long-term finances		97,172,234	106,517,900
	Long-term loans			-
			207,281,603	227,207,474
12.	SHORT TERM INVESTMENTS			
	Held-for-trading			
	Listed ordinary shares		47,534,811	42,611,572
	Available-for-sale			
	Term finance certificates / sukuk bonds		16,467,063	30,303,751
	Unquoted securities		16,858,960	12,980,907
			33,326,023	43,284,658
	Less: provision for impairment in preference shares		(377,668)	(377,668)
			86,483,166	85,518,562

#### NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017

		March 31, 2017 Rupees	June 30, 2016 Rupees
13.	PLACEMENTS AND FINANCES	Mapees	nupees
	Placement and finance- unsecured Provision for doubtful finances	3,000,000	6,000,000
		3,000,000	6,000,000
	Financing against shares	155,185,305	155,823,260
	Provision for doubtful finances	(155,185,305)	(155,823,260)
		-	-
	Short-term finance - secured	11,300,000	11,300,000
	Provision for doubtful finances	(11,300,000)	(11,300,000)
		-	-
	Certificates of deposit	5,000,000	5,000,000
	Provision for doubtful finances	(5,000,000)	(5,000,000)
		-	-
	Morabaha / musharika finances	87,624,717	87,624,717
	Provision for doubtful finances	(79,709,304)	(79,709,304)
		7,915,413	7,915,413
		10,915,413	13,915,413
14.	ASSETS ACQUIRED IN SATISFACTION OF CLAIMS		_
	TI: 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1		

This represents a property (repossessed asset) having values of Rs. 25.10 million million acquired by the Company in settlement of its term finance and lease financing.

The Company intends to utilize the property for settlement of its liabilities.

15.	LONG TERM LOANS	Note	March 31, 2017 Rupees	June 30, 2016 Rupees
	Secured			
	Commercial Banks	16	432,573,673	432,573,673
			432,573,673	432,573,673
	Current portion		(432,573,673)	(432,573,673)
			-	-
16.	CURRENT PORTION OF LONG TERM LIABILITIES			
	Long term loans	15	432,573,673	432,573,673
	Lease deposits		60,936,770	60,936,770
			493,510,443	493,510,443

<sup>16.1</sup> The markup has been reversed based on legal opinion sought and no markup is shown in the external confirmation circulated by the external auditor.

#### 16.2 SHORT TERM BORROWINGS

Unsecured

Call borrowing - commercial bank	-	2,139,404
Development Financial Institution	56,266,346	59,485,839
	56,266,346	61,625,243

#### NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017

| March 31, June 30, | 2017 | 2016 | 2017 | 2016 | 2017 | 2016 | 2017 | 2016 | 2017 | 2016 | 2017 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 | 2018 |

#### 17.1 Contingent liabilities

Letters of comfort / guarantee

1,088,000,000 1,098,000,000

The guarantees worth Rs. 1,088 million (June 30, 2015: Rs. 1,098 million) are under litigations and are being defended by lawyers of the Company. Based on the opinion of legal advisors of the Company, the management is confident that adequate legal grounds are available to defend these cases. Accordingly, no provision is required to be made for the said cases in this condensed interim financial information. Brief detail of the guarantees under litigations is as under:

- i. A guarantee of Rs. 245 million was given against a Letter of Commitment and not against a guarantee which is currently in litigation. The beneficiary has restructured its facilities to the customer. Hence the beneficiary can not claim the same amount from two parties, thus the amount is disputed. The beneficiary has filed a recovery case and winding up petition against the Company in the Sindh High Court (SHC). According to the Company's legal advisors, the Company has good merits to defend both recovery case and inding up petition.
- ii. A guarantee of Rs. 250 million against the repayment of sukuk was called as the principal debtor defaulted in payment of installments of the said sukuk. The Trustee of the sukuk has filed a recovery suit against the Company in the SHC, which is pending adjudication.

  Based on the opinion of the legal advisors of the Company, the Company has good merits to defend the case as the guarantee never became operational on technical grounds.
- iii. A guarantee of Rs 465 million against the repayment of sukuk has been called which is currently under litigation. Based on the opinion of the legal advisors of the Company, the Company has good merits to defend the case as the guarantee never became operational due to default on the part of trustee of the sukuk issue.
- IV. A guarantee of Rs. 128 million against the bridge finance facility was called as the party in favour of which guarantee was issued defaulted in making payment to the beneficiary bank. The beneficiary has filed winding up petition and suit for recovery in the SHC, which is pending adjudication. According to the Company's legal advisor, the Company has good merits to defend both the recovery case and the winding up petition as "FDIBL" had issued a guarantee against a "bridge finance" and not a "term loan".

#### 18 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of major shareholders, associated companies with or without common directors, other companies with common directors, retirement benefit fund, directors, key management personnels and their close family members.

Details of transactions with related parties and balances with them as at period / year-end are as follows: -

	March 31, 2017		June 30, 2016		
	Key management personnel	Associates/ related parties	Key management personnel	Associates/ related parties	
	Rupees				
Investment in associate					
Balance at beginning of the period / year	-	174,076,054	-	179,658,222	
Share of Loss from Associate	-	2,753,261	-	(699,999)	
Share of reversal of deficit on revaluation	-	-	-	-	
of investments classified in other	-	-	-	-	
comprehensive income	-	11,372,684	-	(4,882,169)	
Balance at end of the period / year	-	188,201,999	_	174,076,054	
Long term finances / loans					
Short term Loan	-	2,329,500	-	9,080,000	
Unearned rent	-	-	-		
Long term finance	-	-	-	-	
Term Finance Certificates / Sukuk bonds	-	16,089,395	-	29,926,083	
Disposal of Fixed Asset Cost	-	-	-	-	
	-	18,418,895	-	39,006,083	

#### NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)

FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2017

	March 3	March 31, 2017		June 30, 2016	
	Key management personnel	Associates/ related parties	Key management personnel	Associates/ related parties	
Charge to profit and loss account					
Common expenses paid	-	-	-	580,025	
Share of (loss) / profit from associate	-	-	-	(699,999)	
Share of common expenses received	-	-	-	-	
Service charges on staff loan	-	-	-	-	
Rental income	-	2,882,000	-	1,086,000	
Rental expense	-	204,600	-	818,400	
Takaful expense	-	41,713	-	68,420	
	-	3,128,313	-	1,852,846	

#### 19. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorised for issue on April 24, 2017 by the Board of Directors of the Company.

#### 20. GENERAL

Figures have been rounded off to the nearest Rupee.

This condensed interim financial information has been signed by two Directors due to reasons stated in note 1.3 to this condensed interim financial information.





### Be aware, Be alert, Be safe

Learn about investing at www.jamapunji.pk

#### Key features:

- Licensed Entities Verification
- Scam meter<sup>⋆</sup>
- 🙇 Jamapunji games\*
- Company Verification
- Insurance & Investment Checklist
- 7,7 FAQs Answered

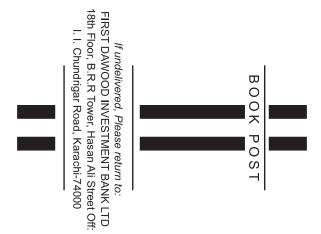
- Knowledge center
- Risk profiler\*
- Financial calculator
- Subscription to Alerts (event notifications, corporate and regulatory actions)
- Jamapunji application for mobile device
- Online Quizzes

jamapunji.pk

@jamapunji\_pk

\*Mobile apps are also available for download for android and ios device:







#### **Head Office:**

18th Floor, B.R.R Tower, Hasan Ali Street Off: I. I. Chundrigar Road, Karachi-74000 PABX +92 (21) 32602401-06 Fax: +92 (21)3227-1912 Email: fdib@firstdawood.com, URL: www.firstdawood.com