

F I R S T D A W O O D I N V E S T M E N T B A N K L I M I T E D

FDIBL/MG/ 4793 /2019

The General Manager
Pakistan Stock Exchange Ltd.
Stock Exchange Building
Stock Exchange Road
Karachi.

September 25, 2019

Sub: **Financial Results of First Dawood Investment Bank Limited for the Year Ended June 30, 2019**

Dear Sir,

We have to inform you that the Board of Directors of **First Dawood Investment Bank Limited** in their meeting held on **Wednesday, September 25, 2019 at 11:00 a.m.** at 18th Floor, B.R.R Tower, Hassan Ali Street, Off: I.I. Chundrigar Road, Karachi, recommended the following:

- | | | | |
|-------|--|--------------|----------------------|
| (i) | <u>CASH DIVIDEND</u> | -NIL- | <u>AND/OR</u> |
| (ii) | <u>BONUS SHARES</u> | -NIL- | <u>AND/OR</u> |
| (iii) | <u>RIGHT SHARES</u> | -NIL- | <u>AND/OR</u> |
| (iv) | <u>ANY OTHER ENTITLEMENT/CORPORATE ACTION</u> | -NIL- | <u>AND/OR</u> |
| (v) | <u>ANY OTHER PRICE-SENSITIVE INFORMATION</u> | -NIL- | |


The copy of profit and loss account and extract from Auditor report is enclosed.

The Annual General Meeting of First Dawood Investment Bank Limited will be held on Thursday, October 24, 2019 at 09:00a.m. at BRR Tower, Hassan Ali Street, Off: I.I. Chundrigar Road Karachi.

The Share Transfer Books of the Company will be closed from October 17, 2019 to October 24, 2019 (both days inclusive) the Transfer received at the Registrar Office, FD Registrar Services (SMC-Pvt.) Ltd. at 1705, 17th Floor, Saima Trade Tower-A, I.I. Chundrigar Road, Karachi, at the close of business on October 16, 2019 will be treated in time for the purpose of above entitlement to the transferees.

The Annual Report of the Company will be transmitted through PUCARS and in hard form by sending three (03) copies to you at least 21 days before holding of Annual General Meeting.

Yours truly,


Syed Musharaf Ali
Company Secretary

FIRST DAWOOD INVESTMENT BANK LIMITED
STATEMENT OF PROFIT OR LOSS
FOR THE YEAR ENDED JUNE 30, 2019

	<i>Note</i>	<i>2019</i> <i>Rupees</i>	<i>2018</i> <i>Rupees</i>
<u>INCOME</u>			
Lease income		2,307,180	2,330,581
Income from long term finances		17,234	63,484
Return on investments and deposits	35	8,561,233	2,923,063
Gain on sale of securities - net	36	3,869,751	10,022,201
Reclassification of gain		-	208,195
Other income	37	1,020,851	688,682
		15,776,249	16,236,206
<u>EXPENSES</u>			
Administrative expenses	38	(33,599,954)	(37,462,739)
Finance cost - Net	39	-	(3,347)
		(33,599,954)	(37,466,086)
Operating loss before provisions and changes in fair value		(17,823,705)	(21,229,880)
Provisions / changes in fair value			
Reversal of provision / (provision) for potential lease and other loan losses - net	40	28,621,656	58,665,428
Unrealized loss on remeasurment of investments - FVTPL		(49,836)	(2,441,441)
Liabilities written back	41	7,272,000	62,492,349
Unrealized (loss) / gain on remeasurment of investments property		(1,995,000)	10,632,000
		33,848,820	129,348,336
		16,025,115	108,118,456
Loss on disposal of asset classified as held for Sale		-	(10,592,960)
Share of (loss) / profit from associates- net	42	(4,142,352)	5,949,473
Profit before taxation		11,882,763	103,474,969
Taxation	43	(9,802,235)	(1,849,146)
Profit after taxation		2,080,528	101,625,823
Earning per share - basic	44	0.01	0.68
Earning per share - diluted	44	0.01	0.68

The annexed notes from 1 to 53 form an integral part of these financial statements.



Chief Executive



Director



Chief Financial Officer





EXTRACT FROM AUDITOR'S REPORT TO THE MEMBER

Report that:

As at June 30, 2019, the Company has recognized deferred tax asset of Rs.389.35 million in respect of carry forward of unused tax losses and provisions that result in deductible temporary differences. As stated in note 14 to the financial statements, assessment for recoverability of the said deferred tax asset on the basis of projections for future taxable income taking into account various assumptions regarding future business prospects and conditions has been carried out by the management.

In their opinion, except for the possible effects of the matter described in above (a) paragraph, proper books of accounts have been kept by the Company as required by the Repealed Companies ordinance, 1984;

they draw attention to the following matters:

to note 1.1 to the financial statements which state that licenses for Leasing Business and Investment and Finance Services under Non Banking Finance Companies (Establishment and Regulation) Rules, 2003 and Non Banking Finance Companies and Notified Entities Regulations, 2008 from the Securities and Exchange Commission of Pakistan (SECP) has been expired and awaiting renewal.

- (i) to note 1.2 to the financial statements which state that appeal for renewal of registration as Debt Securities Trustee under Regulation 6(2) of Debt Securities Trustee Regulations, 2012 is currently pending at the Hon' able High Court of Sindh.
- (ii) to note 1.10 & 11.4 of the financial statements discloses that the Company is not in compliance with certain requirements of NBFC Regulations.
- (iii) to note 31.1 to the financial statements which describes the litigation with HBFC over the settlement amount of liabilities due to different cost of funds as determined by SBP and JCR-VIS.

Their opinion is not qualified in respect of these matters.


Company Secretary

Date: September 25, 2019