

**FIRST DAWOOD INVESTMENT  
BANK LIMITED**

**First Quarter Report  
30 September, 2013**



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FIRST DAWOOD INVESTMENT BANK LIMITED

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## CORPORATE INFORMATION

<b>Board of Directors</b>	Mr. Rafique Dawood Mr. Rasheed Y. Chinoy Mr. Ayaz Dawood Mr. Asad Hussain Bokhari Mr. Khurshid A. Khair Mr. Abu Khursheed M. Ariff Mr. Aamir Amin	Chairman CEO Executive Director Director Director Director (Representing Minority Shareholders) Director (Nominee of NIT)
<b>Audit Committee</b>	Mr. Asad Hussain Bokhari Mr. Khurshid A. Khair Mr. Aamir Amin	Chairman Member Member
<b>HR&amp;R Committee</b>	Mr. Khurshid A. Khair Mr. Asad Hussain Bokhari Mr. Abu Khursheed M. Ariff Mr. Rasheed Y. Chinoy	Chairman Member Member Member
<b>Chief Financial Officer &amp; Company Secretary</b>	Mr. Nabeel Asif	
<b>Auditors</b>	M. Yousuf Adil Saleem & Co. Chartered Accountants (Deloitte)	
<b>Legal counsels</b>	A.Q Abbasi & Associates Kabiraji & Talibuddin Khalil Asif & Co. Mohsin Tayebaly & Co. Minto & Mirza S.B. Durrani Law Associates.	
<b>Management Consultants</b>	Shekha & Mufti Chartered Accountants (Moore Stephens International)	
<b>Bankers</b>	Al-Baraka Islamic Bank Bank Al-Habib Habib Metropolitan Bank MCB Bank National Bank of Pakistan Oman International Bank Standard Chartered Bank United Bank	
<b>Registered Office Head Office</b>	1900-B, Saima Trade Towers, I. I. Chundrigar Road, Karachi-74000 PABX: +92 (21) 3227-1875-80, 3701-0960-65, 3701-4641-44 Fax: +92 (21)3227-1912 Email: fdib@firstdawood.com URL: www.firstdawood.com	
<b>Share Registrar</b>	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 ("FDIB" or the "Company") is pleased to present the unaudited first quarter interim financial statements of the Company for the period ended September 30, 2013.

Your company during the period under review recorded after-tax loss of Rs.13.11 million as compared to profit of Rs.50.99 million during corresponding period last year. Gross revenue for the first quarter is Rs.7.57 million as compared to Rs.5.84 million during corresponding first quarter last year. Administrative expenses for the period under review shows declining trend and have reduced to Rs.16.45 million from Rs.19.54 million same periods last year. Financial costs have also reduced to Rs.3.58 million from Rs.4.13 as compared to corresponding period. The main factor of this reduction is settlement of liabilities, and restructuring a small portion on softer terms.

The company is facing severe financial crisis from few years and is managing its affairs by internal cash generation through; the recoveries and restructuring of liabilities. The NBFC sector in general and FDIB in particular continuous to remain directionless in the absence /approval of new rules and regulations. Due to this the management is working in an innovative / non-conventional manner to survive in most adverse conditions. The asset side of the company is generating funds through restructuring / rescheduling in repayment which in the present scenario is the backbone to let the company sustain its present state of affairs and also gear-up itself for normal business activities.

We are aware of the challenges ahead but we look forward to the future with confidence and expect that your company will transform its activities as soon as new business initiatives are undertaken, subject to support of Government and the Regulator.

The Board of Directors acknowledges and appreciates the collective effort and contribution of all staff members and management. We also take this opportunity to express our gratitude of our valued customers, business partners, other stakeholders, shareholders and particularly our creditors for their continued patience, confidence and patronage.

October 29, 2013  
Karachi.

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

**Rafique Dawood**  
Chairman

## CONDENSED INTERIM BALANCE SHEET (UNAUDITED)

AS AT SEPTEMBER 30, 2013

	<i>Note</i>	<i>Un Audited September 30 2013</i>	<i>Audited June 30 2013</i>
		<i>Rupees</i>	
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property and equipment	5	7,505,959	4,795,768
Investment properties	6	70,855,000	70,855,000
Net investment in lease finance	7	77,523,345	92,369,542
Long-term investments	8	195,984,535	195,984,535
Long-term finances	9	16,031,413	23,288,578
Long-term loans		116,358	132,531
Long-term deposits		3,704,000	3,704,000
Deferred tax asset		198,893,526	198,893,526
		570,614,136	590,023,480
<b>CURRENT ASSETS</b>			
Current portion of non-current assets	10	237,480,212	228,624,516
Short term investments	11	74,594,425	55,233,953
Placements and finances	12	61,845,434	67,286,078
Advances and prepayments		6,514,688	5,497,073
Mark-up accrued		3,855,816	3,880,871
Other receivables		104,687,564	96,595,100
Cash and bank balances		58,960,714	67,003,068
		547,938,853	524,120,658
Non Current Assets - Held for Sale		29,603,000	29,603,000
		<u>1,148,155,989</u>	<u>1,143,747,138</u>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Ordinary shares		626,492,900	626,492,900
Preference shares		715,833,540	715,833,540
		1,342,326,440	1,342,326,440
Reserves		333,744,789	333,744,789
Accumulated loss		(1,464,239,947)	(1,443,910,048)
		211,831,282	232,161,181
Deficit on revaluation of investments		(5,006,303)	(5,006,303)
		206,824,979	227,154,878
<b>NON CURRENT LIABILITIES</b>			
Long-term loans	13	2,124,266	65,500,000
Long-term deposits		9,486,778	16,006,780
		11,611,044	81,506,780
<b>CURRENT LIABILITIES</b>			
Current portion of long term liabilities	14	570,390,375	501,181,641
Mark-up accrued		63,261,398	59,779,713
Short-term borrowings	15	97,690,220	81,418,223
Deferred Income		-	1,376,765
Certificates of investment	16	88,500,000	88,500,000
Accrued and other liabilities		108,797,619	101,748,784
Taxation		1,080,354	1,080,354
		929,719,966	835,085,480
<b>Contingencies and commitments</b>	17		
		<u>1,148,155,989</u>	<u>1,143,747,138</u>

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2013**

	<i>Note</i>	September 30 2013	September 30 2012
		<i>Rupees</i>	
<b>INCOME</b>			
Lease income		1,194,183	5,392
Return on placements, finances, deposits and investments		2,621,975	2,603,681
Gain on sale of securities		505,533	1,416,494
Income from long-term finances		109,646	149,627
Other income / ( loss)		3,139,879	1,669,526
		7,571,216	5,844,720
<b>PROVISIONS / CHANGES IN FAIR VALUE</b>			
Reversal / ( Provision) for lease losses and doubtful recoveries		810,000	104,680
Provision for Impairment		-	-
Loss on revaluation of investments - held-for-trading		(2,459,276)	(435,435)
Surplus on revaluation of investment property		-	-
		5,921,940	5,513,965
<b>EXPENDITURE</b>			
Administrative expenses		16,451,341	19,538,056
Finance cost		2,583,327	4,125,033
		(19,034,668)	(23,663,089)
		(13,112,728)	(18,149,124)
Share of loss of associates		-	-
<b>(LOSS) BEFORE TAXATION</b>		(13,112,728)	(18,149,124)
<b>TAXATION</b>			
Current year		-	-
Prior year		-	-
Deffered		-	(69,146,861)
		(13,112,728)	50,997,737
<b>PROFIT / (LOSS) AFTER TAXATION</b>		(13,112,728)	50,997,737
Earnings / (loss) per share - basic	Rupees	(0.21)	0.81
Earnings / (loss) per share - diluted	Rupees	(0.10)	0.38

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

**CHIEF EXECUTIVE OFFICER**

**DIRECTOR**

**CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)**  
FOR THE PERIOD ENDED SEPTEMBER 30, 2013

	<i>September 30 2013</i>	<i>September 30 2012</i>
<i>Note</i>	<i>Rupees</i>	<i>Rupees</i>
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(13,112,728)	(18,149,124)
Adjustments:		
- Depreciation	622,240	780,801
- Gain on sale of investments	(505,533)	(1,416,494)
- Finance cost	2,583,326	4,125,033
- Gain on sale of property and equipment	-	(80,333)
- Reversal / ( Provision) for lease losses and doubtful recoveries	(810,000)	(104,680)
- Exchange gain	-	(38,272)
- Other income / (loss)	(3,139,879)	(1,669,526)
	(1,249,846)	1,596,529
	(14,362,574)	(16,552,595)
<b>Changes in operating assets and liabilities</b>		
<i>(Increase) / decrease in operating assets</i>		
Net investment in lease finance	6,590,501	9,620,286
Long-term finances	6,717,165	11,389
Long-term loans	16,173	69,943
Placements and finances	5,440,644	-
Advances and prepayments	(1,017,616)	(912,421)
Advance against lease commitments	-	3,000,000
Interest accrued	(25,055)	(821,683)
Other receivables	(8,092,465)	8,697,204
	9,629,347	19,664,718
	(4,733,227)	3,112,123
<i>Increase / (decrease) in operating liabilities</i>		
Certificates of investment / deposits	-	(7,250,000)
Deposits	(6,520,002)	-
Short-term borrowings	16,271,997	-
Accrued and other liabilities	10,131,778	7,180,105
	15,150,546	3,042,228
Finance cost paid	-	(1,833,414)
Tax paid	-	-
<b>Net cash used in from operating activities</b>	<b>15,150,546</b>	<b>1,208,814</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property and equipment	(3,332,430)	(168,075)
Proceeds from sale of property and equipment	-	1,420,833
Short term investments	(19,360,472)	(28,860,362)
<b>Net cash flow from investing activities</b>	<b>(22,692,902)</b>	<b>(27,607,604)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Repayment of long-term loans	(500,000)	(13,451,102)
<b>Net cash flow (used in) / from financing activities</b>	<b>(500,000)</b>	<b>(13,451,102)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(8,042,356)</b>	<b>(39,849,892)</b>
Cash and cash equivalents at beginning of the period	67,003,068	139,860,361
Cash and cash equivalents at end of the period	58,960,714	100,010,469

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2013**

	<i>September 30 2013</i>	<i>September 30 2012</i>
	<i>Rupees</i>	
Net income / (loss) after taxation for the period	(13,112,728)	50,997,737
<b>Other comprehensive income / loss</b>		
Deficit on re-measurement of investments classified as available for sale		-
Share of surplus on remeasurement of investments in associate	-	-
<b>Total comprehensive income / (loss) for the period</b>	<u>(13,112,728)</u>	<u>50,997,737</u>

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

**CHIEF EXECUTIVE OFFICER**

**DIRECTOR**



## CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

FOR THE PERIOD ENDED SEPTEMBER 30, 2013

	SHARE CAPITAL			CAPITAL RESERVES			REVENUE RESERVES			TOTAL
	ORDINARY SHARES	PREFERENCE SHARES	STATUTORY RESERVE	PREMIUM ON RIGHT SHARES	CAPITAL RESERVE ON ACQUISITION	(DEFICIT)/ SURPLUS ON REVALUATION OF INVESTMENTS	(ACCUMULATED LOSS)/ UNAPPROPRIATED PROFIT			
	----- Rupees -----									
Balance as at July 01, 2012	626,492,900	715,833,540	277,721,395	53,426,910	2,596,484	(9,987,869)	(1,465,185,986)		200,897,374	
Total Comprehensive income for the quarter	-	-	-	-	-	-	50,997,737		50,997,737	
Dividend on preference shares @ 4% for the quarter	-	-	-	-	-	-	(7,217,171)		(7,217,171)	
Balance as at September 30 2012	<u>626,492,900</u>	<u>715,833,540</u>	<u>277,721,395</u>	<u>53,426,910</u>	<u>2,596,484</u>	<u>(9,987,869)</u>	<u>(1,421,405,420)</u>		<u>244,677,940</u>	
Balance as at July 01, 2013	626,492,900	715,833,540	277,721,395	53,426,910	2,596,484	(5,006,303)	(1,443,910,048)		227,154,878	
Total Comprehensive income for the quarter	-	-	-	-	-	-	(13,112,728)		(13,112,728)	
Dividend on preference shares @ 4% for the quarter	-	-	-	-	-	-	(7,217,171)		(7,217,171)	
Balance as at September 30 2013	<u>626,492,900</u>	<u>715,833,540</u>	<u>277,721,395</u>	<u>53,426,910</u>	<u>2,596,484</u>	<u>(5,006,303)</u>	<u>(1,464,239,947)</u>		<u>206,824,979</u>	

CHIEF EXECUTIVE OFFICER

DIRECTOR

**NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2013**

**1. STATUS AND NATURE OF BUSINESS**

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 and Islamabad Stock Exchanges. 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 are awaiting renewal.

**2. BASIS OF PRESENTATION**

These condensed interim financial statements are unaudited and have been prepared in accordance with the requirements of the 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), directives issued by the SECP and approved accounting standards as applicable in Pakistan. Approved Accounting Standards comprise of such International Financial Reporting Standards (IFRS) as are notified under the provisions of the Ordinance. Wherever, the requirements of the Rules, the Regulations, the Ordinance or directives issued by SECP differ with the requirements of these standards, the requirements of the Regulations, the NBFC Rules, the Ordinance and the said directives take precedence. The disclosures made in these interim financial information have, however, been limited based on the requirements of the IAS 34: 'Interim Financial Reporting'.

The condensed interim financial statements is being submitted to the shareholders as required by Section 245 of the Companies Ordinance, 1984.

**3. BASIS OF MEASUREMENT**

These interim financial statements have been prepared under the historical cost convention except for the measurement of certain financial instruments at fair value.

**4. ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted in preparation of these interim financial statements are the same as those applied in the preparation of annual financial statements of the Company for the year ended 30 June 2013.

	<i>September 30, 2013</i>	<i>June 30, 2013</i>
<i>Note</i>	<i>Rupees</i>	<i>Rupees</i>
<b>5. PROPERTY AND EQUIPMENT</b>		
Furniture & fixtures	124,238	128,519
Equipment and appliances	1,022,204	1,136,502
Vehicles	6,359,517	3,530,747
	7,505,959	4,795,768
<b>5.1 Acquisition of assets - at cost</b>		
Equipment and appliances	-	279,202
Vehicles	3,332,430	1,008,520
	3,332,430	1,287,722
<b>5.2 Disposal of assets - at cost</b>		
Vehicles	-	4,35,9500
	-	4,35,9500

**NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)**  
FOR THE PERIOD ENDED SEPTEMBER 30, 2013

	<i>Note</i>	<i>September 30, 2013 Rupees</i>	<i>June 30, 2013 Rupees</i>
<b>6. INVESTMENT PROPERTIES</b>			
Opening balance		70,855,000	70,095,000
Acquired in settlement of assets		-	-
Disposed off in settlement of liabilities		-	-
Transferred to operating fixed assets		-	-
Gain on fair value adjustment		-	760,000
		<u>70,855,000</u>	<u>70,855,000</u>
<b>7. NET INVESTMENT IN LEASE FINANCE</b>			
Net investment in lease finance	7.1	669,607,607	676,198,108
Provision for doubtful receivables		(465,266,835)	(465,266,835)
Current portion	10	(126,817,427)	(118,561,731)
		<u>77,523,345</u>	<u>92,369,542</u>
<b>7.1 Particulars of net investment in lease finance</b>			
Minimum lease payments receivable		673,093,373	680,691,055
Residual value of leased assets		132,178,174	132,365,176
		<u>805,271,547</u>	<u>813,056,231</u>
Unearned finance income		(135,663,940)	(136,858,123)
Net Investment in lease finance		<u>669,607,607</u>	<u>676,198,108</u>
<b>8. LONG TERM INVESTMENTS</b>			
Investment in associates	8.1	189,238,323	189,238,323
US Dollar bond		6,746,212	6,746,212
		<u>195,984,535</u>	<u>195,984,535</u>
<b>8.1 Investment in associates</b>			
Opening Balance		189,238,323	182,360,837
Increase in interest in associates		-	-
Share of profit		-	2,540,645
Share of surplus on revaluation of investments		-	4,336,841
Balance at the end of the period		<u>189,238,323</u>	<u>189,238,323</u>
<b>8.1.1 Carrying value of investment in associate</b>			
<i>Sep-13</i>	<i>Jun-13</i>	<i>Name of associate</i>	
<i>Number of Shares</i>	<i>Number of Shares</i>		
2,246,070	2,246,070	Dawood Capital Management Ltd.	22,533,668
4,762,100	4,762,100	B.R.R. Investments (Private) Ltd.	31,404,458
19,926,010	19,926,010	Dawood Family Takaful Limited	135,300,197
			<u>189,238,323</u>
			<u>189,238,323</u>

**NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)**  
FOR THE PERIOD ENDED SEPTEMBER 30, 2013

	<i>Note</i>	<i>September 30, 2013 Rupees</i>	<i>June 30, 2013 Rupees</i>
<b>9. LONG TERM FINANCES</b>			
Term finance facilities- secured		290,160,128	296,877,293
Provision for doubtful receivables		(163,532,854)	(163,592,854)
		126,627,274	133,284,439
Current portion	10	(110,595,861)	(109,995,861)
		<u>16,031,413</u>	<u>23,288,578</u>
<b>10. CURRENT PORTION OF NON-CURRENT ASSETS</b>			
Net investment in lease finance	7	126,817,427	118,561,731
Long-term finances	9	110,595,861	109,995,861
Long-term loans		66,924	66,924
		<u>237,480,212</u>	<u>228,624,516</u>
<b>11. SHORT TERM INVESTMENTS</b>			
<b>11.1 Investments - at fair value through profit or loss - Held for Trading</b>			
Listed Ordinary Shares		36,150,074	12,977,102
<b>11.2 Investments - Available for Sale</b>			
Term finance certificates		5,876,411	9,688,911
Unquoted equity securities		20,123,515	20,123,515
		25,999,926	29,812,426
<b>11.2 Investments - Held to Maturity</b>			
Treasury bills		12,444,425	12,444,425
		<u>74,594,425</u>	<u>55,233,953</u>
<b>12. PLACEMENTS AND FINANCES</b>			
Placements and finances- unsecured		14,500,000	14,500,000
Provision for doubtful finances		(14,500,000)	(14,500,000)
		-	-
Financing against shares		311,071,100	311,071,100
Provision for doubtful finances		(311,071,100)	(311,071,100)
		-	-
Short-term finance - secured		55,581,567	60,581,567
Provision for doubtful finances		(34,000,901)	(34,000,901)
		21,580,666	26,580,666
Certificates of deposit		5,000,000	5,000,000
Provision for doubtful deposits		(5,000,000)	(5,000,000)
		-	-
Morabaha / Musharika Finances		94,446,242	94,886,886
Provision for Doubtful Finances		(54,181,474)	(54,181,474)
		40,264,768	40,705,412
		<u>61,845,434</u>	<u>67,286,078</u>

**NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2013**

	<i>Note</i>	<i>September 30, 2013 Rupees</i>	<i>June 30, 2013 Rupees</i>
<b>13. LONG TERM LOANS - Secured</b>			
Asian Development Bank		21,242,060	21,242,060
Commercial banks		439,385,597	439,885,597
		<u>460,627,657</u>	<u>461,127,657</u>
Current Portion	14	(458,503,391)	(395,627,657)
		<u>2,124,266</u>	<u>65,500,000</u>
<b>14. CURRENT PORTION OF LONG TERM LIABILITIES</b>			
Long term loans		458,503,391	395,627,657
Lease deposits		111,886,984	105,553,984
		<u>570,390,375</u>	<u>501,181,641</u>
<b>15. SHORT TERM BORROWINGS</b>			
<i>Unsecured</i>			
Ready Futures Contracts Outstanding		16,271,997	-
From commercial banks - call borrowings		6,418,223	6,418,223
Non-banking finance companies - call borrowings		75,000,000	75,000,000
		<u>97,690,220</u>	<u>81,418,223</u>
<b>16. CERTIFICATES OF INVESTMENT</b>			
Non banking financial institutions		88,500,000	88,500,000
		<u>88,500,000</u>	<u>88,500,000</u>
<b>17. CONTINGENCIES AND COMMITMENTS</b>			
<b>17.1 Contingent Liability</b>			
Letters of comfort / guarantee		<u>2,038,000,000</u>	<u>2,038,000,000</u>

**18. TRANSACTIONS WITH RELATED PARTIES**

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

**18.2** Details of transactions with related parties and balances with them except for those disclosed elsewhere in the financial statements are as follows:

**NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)**  
FOR THE PERIOD ENDED SEPTEMBER 30, 2013

	30-Sep-13		30-Jun-13	
	Key management personnel	Associates/ related parties	Key management personnel	Associates/ related parties
	----- Rupees -----			
<b>Long term finances / loans</b>				
Balance at beginning of the year	-	-	71,799	-
Sanctioned / granted	-	-	-	-
Received during the year	-	-	(71,799)	-
Balance at end of the year	-	-	-	-
<b>Investment in associate</b>				
Balance at beginning	-	182,360,837	-	163,947,170
Increase / (decrease) in interest	-	-	-	45,000,000
Transfer to / (from) available for sale investments	-	-	-	-
Share of (loss / profit)	-	-	-	(27,454,104)
Share of surplus / (deficit) on revaluation	-	-	-	867,771
Balance at end of the year	-	182,360,837	-	182,360,837
Advance for shares	-	3,000,000	-	3,000,920
Long term finance	-	-	-	7,500,000
Disposal of fixed assets - cost	-	-	1,387,500	-
Unearned Rent	-	1,719,500	-	1,991,000
Markup Accrued	-	-	-	-
<b>Settlement transactions</b>				
Short term investments acquired	-	-	-	-
Property acquired	-	-	-	-
Term finance facility received	-	-	-	4,165,917
Term finance facility transferred	-	-	-	-
Cash and bank balances - paid	-	-	-	26,000,000
Vehicle sold	-	-	-	34,583
Land Transferred	-	-	-	46,880,000
Transfer cost related to land transfer	-	-	-	5,921,000
<b>Charge to profit and loss account</b>				
Return on placements, finances, deposits and investments	-	-	-	-
Common expenses charged	-	-	-	2,118,015
Share of (loss) / profit from associate	-	-	-	2,540,645
Share of common expenses paid	-	-	-	421,050
Service charges on staff loan	-	-	20,885	-
Rental Income	-	271,500	-	1,086,000
Rent expense	-	-	-	2,243,920
Insurance expense	-	-	-	74,891
Provision for long term finance	-	-	-	(7,500,000)

**19. DATE OF AUTHORIZATION FOR ISSUE**

These financial statements were authorized for issue on **October 29, 2013** by the Board of Directors of the Company.

**20. GENERAL**

Figures have been rounded off nearest to Rupee.

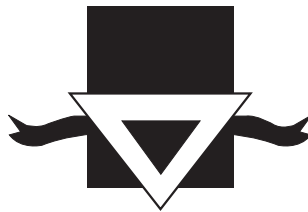
**CHIEF EXECUTIVE OFFICER**

**DIRECTOR**

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