



INVEST CAPITAL INVESTMENT BANK LIMITED

**HALF YEARLY
REPORT
DECEMBER**

2024



INVEST CAPITAL INVESTMENT BANK LIMITED

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Directors' Review

We on behalf of the Board of Directors of Invest Capital Investment Bank Limited ("the Company"), are pleased to present to the members, the un-audited financial statements for the half year ending December 31, 2024.

The Review

The Company had earned a net profit of Rupees 51.47 million during the six months ending 31st December 2024 as compared to the profit of Rupees 59.73 million in the corresponding period of the last year. The earnings per share came to Rupees 0.18 as against Rupees 0.21 for the period ending 31st December 2023. The profit decreased by Rupees 8.26 million as compared to the corresponding period of last year mainly due to loss in diversification project. The gross revenue including other income for the period stood at Rupees 77.41 million as compared to Rupees 87.59 million of the corresponding period of the last year. There were no financial charges during the period as all the mark-up based borrowings have already been paid off. The administrative and operating expenses also increased due to inflation by Rupees 0.77 million and clocked at Rupees 19.59 million as against Rupees 18.82 million of the corresponding period of the last year.

The total assets of the Company showed an increase of Rupees 28.43 million over the past six months and stood at Rupees 1,327.02 million as at 31st December 2024 as compared to Rupees 1,298.59 million as at June 30, 2024, whereas total liabilities other than equity were Rupees 701.06 million as at 31st December 2024 showing a rise of Rupees 102.97 million as compared to the Rupees 598.09 million as at June 30, 2024. The rise is mainly due to increase in security deposits from clients.

	----- Rupees in million -----	
	December 31, 2024	December 31, 2023
Gross Revenue	72.64	85.12
Other Income	4.77	2.47
Administration & Operating expenses	(19.59)	(18.82)
Financial charges (net of reversals)	(0.00)	(0.00)
Provision reversed / (charged)	4.45	1.17
Profit for the period before taxation	62.27	69.94
Taxation – net	10.80	10.21
Profit for the period after taxation	51.47	59.73
Earnings per Share	0.18	0.21

As per the plan, the management continued focus on resolution of the outstanding issues to keep the company functional. Following key areas were focused during the period as well:

- Settlement/rescheduling of loans with lenders (completed)
- Disposal / transfer of brokerage related assets and liabilities (completed)
- Recovery of non-performing leases and loans portfolio (good results)
- After substantial reduction in administrative expenses maintaining a reasonable level
- New leasing and financing business


The focus on the above-mentioned areas has enabled the company to overcome the financial and operational problems and improved the financial position of the Company. Considering management's plans and the results of the mitigating measures taken, the management is confident that the Company will continue as a going concern.


Acknowledgments

We are, once again, very thankful to the Securities and Exchange Commission of Pakistan for their guidance, the customers for their support, the lenders for their cooperation, and shareholders for their confidence and trust in the management of the Company. We are also thankful to all the staff members for their hard work and commitment to the betterment of the Company.

For and on behalf of the Board

Lahore
February 26, 2025


Muhammad Asif
Chief Executive Officer


Ayesha Shehryar
Chairperson

ڈائریکٹرز کا جائزہ

ہم، 31 دسمبر 2024 کو ختم ہونے والی سشٹائی پر انویسٹ کیپیٹل انویسٹمنٹ بینک لمیٹڈ (کمپنی) کے بورڈ آف ڈائریکٹرز کی جانب سے غیر آڈٹ شدہ مالیاتی گوشوارے ممبران کو پیش کرتے ہوئے مرمت محسوس کرتے ہیں۔

جائزہ

کمپنی نے 31 دسمبر 2024 کو ختم ہونے والے چھ مہینوں کے دوران 51.47 ملین روپے کا حوالہ منافع حاصل کیا تھا جبکہ گزشتہ سال کی اسی مدت میں 59.73 ملین روپے کا منافع ہوا تھا۔ فی حصص آمدنی 31 دسمبر 2023 کو ختم ہونے والی مدت کے لیے 0.21 روپے کے مقابلے میں اب 0.18 روپے ہو گئی۔ گزشتہ سال کی اسی مدت کے مقابلے میں منافع میں 8.26 ملین روپے کی کمی واقع ہوئی ہے جس کی بنیادی وجہ تنوع کے منصوبے میں ہونے والا نقصان ہے۔ مجموعی آمدنی بشمول دیگر آمدنی گزشتہ سال کی اسی مدت کے 87.59 ملین روپے کے مقابلے میں 77.41 ملین روپے رہی۔ اس مدت کے دوران کوئی مالی حیاہز نہیں تھے کیونکہ مارک اپ پر مبنی تمام قرضے پہلے ہی ادا کیے جا چکے ہیں۔ انتظامی اور آپریٹنگ اخراجات میں بھی انصاف طرز کی وجہ سے 0.77 ملین روپے کا اضافہ ہوا اور گزشتہ سال کی اسی مدت کے 18.82 ملین روپے کے مقابلے میں 19.59 ملین روپے تک پہنچ گئے۔

کمپنی کے کل اثاثوں میں گزشتہ چھ مہینوں کے دوران 28.43 ملین روپے کا اضافہ ہوا اور 31 دسمبر 2024 کو 1,327.02 ملین روپے رہا جبکہ 30 جون 2024 کو 1,298.59 ملین روپے تھا، جب کہ 31 دسمبر 2024 تک کل واجبات 102.97 ملین روپے کے اضافے کے ساتھ 701.06 ملین روپے رہے جبکہ 30 جون 2024 کو یہ 598.09 ملین روپے تھے۔ اضافے کی بنیادی وجہ گاہکوں کی زرخیزانہ میں اضافہ ہے۔

کمپنی کے موجودہ اور گزشتہ نفع اور نقصان کا تقابلی جائزہ درج ذیل ہے:

----- روپے ملین میں -----

31 دسمبر		
2023	2024	
85.12	72.64	کل مالگداری (Revenues)
2.47	4.77	دیگر آمدنی
(18.82)	(19.59)	انتظامی اور آپریٹنگ اخراجات
(0.00)	(0.00)	مالی اخراجات (خالص)
1.17	4.45	پرویزن ریورسل / (حیاہز)
69.94	62.27	نفع / (نقصان) قبل از محصول
10.21	10.80	محصول - خالص
59.73	51.47	نفع / (نقصان) بعد از محصول
0.21	0.18	آمدنی فی حصص

منصوبے کے مطابق، اختتامیہ نے اپنی توجہ کمپنی کے غیر حل شدہ معاملات کے حل پر رکھی تاکہ کمپنی کو عملی (functional) رکھے۔ کمپنی کی اس ششماہی میں مندرجہ ذیل اہم نکات پر بھی توجہ مرکوز رہی:

- فترض خواہوں کے ساتھ فترضوں کا تصفیہ / ادائیگی کا نیا جدول (مکمل)۔
- علیحدہ ہونے والے بروکریج ہاؤس سے متعلق اثاثہ جات اور مالیاتی ذمہ داریوں کا تصفیہ یا منتقلی (مکمل)۔
- کارکردگی نا دکھانے والی لیسزز اور فترضوں کے پورٹ فولیو کی وصولیاتی (اچھے نتائج)
- انتظامی احراجات میں بڑی کمی کے بعد مناسب مقدار پر برقرار رکھنا
- لیسزنگ اور مالیاتی سرمایہ کاری کا نیا کاروبار

ان مذکورہ بالا معاملات پر توجہ دینے کی وجہ سے کمپنی کو مالیاتی اور آپریشنل مسائل پر قابو پانے میں مدد ملی اور اس کی وجہ سے کمپنی کی مالیاتی صورتحال میں بہتری آئے گی۔ کمپنی کے منصوبوں اور اس کے مسائل کو کم کرنے کے اقدامات کے نتائج کی بنیاد پر پرامید ہے کہ اس کا کاروبار جاری رہے گا۔

اظہار شکر

ہم سکیورٹی اینڈ اینیچر کمیشن آف پاکستان کی رہنمائی، کاغذوں کی حمایت، فترض خواہوں کے تعاون کا اور حصہ یافتگان کے کمپنی کی اختتامیہ پر اعتماد اور بھروسہ کرنے پر ایک بار پھر شکر گزار ہیں۔ ہم تمام عملے کے ارکان کے کمپنی کی بہتری کے لیے کی جانے والی سخت محنت اور عزم کے بھی شکر گزار ہیں۔

مخائب و برائے بورڈ آف ڈائریکٹرز

عائشہ شہریار
چیمپرسن

محمد آصف
چیف ایگزیکٹو آفیسر

لاہور

26 مندروری 2025

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Invest Capital Investment Bank Limited Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Invest Capital Investment Bank Limited ("the Company") as at December 31, 2024 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the financial statements for the six-months period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the three months ended December 31, 2024 and 2023 have not been reviewed, as we are required to review only the cumulative figures for the six months ended December 31, 2024.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

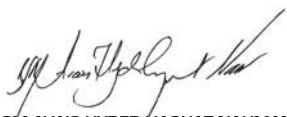
Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Material Uncertainty relating to Going Concern

We draw attention to Note 1.3 to the condensed interim financial statements, which indicates that the accumulated loss is Rs. 303.60 million (June 30, 2024: Rs. 355.07 million). This condition along with other matters as set forth in Note 1.3 indicate the existence of a material uncertainty which may cast significant doubt about the Company's ability to continue as a going concern. Our opinion is not qualified in respect of this matter.

The engagement partner on the audit resulting in this independent auditor's report is Syed Ali Adnan Tirmizy.



RSM AVAIS HYDER LIAQUAT NAUMAN
CHARTERED ACCOUNTANTS

PLACE: LAHORE
DATE: 26th February 2025

UDIN: RR2024101931BghmeAf8

Condensed Interim Statement of Financial Position (Un-audited)

As at December 31, 2024

	Note	Un-audited December 2024	Audited June 2024
Rupees in thousand			
ASSETS			
Non-current assets			
Property and equipment	5	67,907	70,101
Intangible assets	6	480	564
Investment accounted for using equity method	7	126,925	138,764
Financial assets at fair value through other comprehensive income		-	-
Net investment in finance lease	8	156,154	52,509
Long term musharakah finances	9	-	-
Long term loans	10	259,821	275,819
Long term security deposits		2,330	2,330
		613,617	540,087
Current assets			
Short term musharakah finances		28,028	28,028
Short term finances	11	176	123
Ijarah rentals receivables		1,241	1,241
Current portion of non-current assets	12	389,568	397,069
Advances, deposits, prepayments and other receivables		26,503	37,853
Investment in Treasury Bills	13	87,077	238,713
Financial assets at fair value through profit or loss	14	7,106	8,191
Bank balances		173,704	47,288
		713,403	758,507
TOTAL ASSETS		1,327,020	1,298,594



Muhammad Asif
Chief Executive Officer



Ayesha Shehryar
Chairperson



Muhammad Ikram
Chief Financial Officer

		Un-audited December 2024	Audited June 2024
Note		Rupees in thousand	
EQUITY AND LIABILITIES			
Share Capital and Reserves			
	Authorized capital		
	485,000,000 ordinary shares of Rs. 10 each	4,850,000	4,850,000
	Issued, subscribed and paid-up capital	2,848,669	2,848,669
	Loan from directors	-	126,000
	Capital reserves		
	Capital reserve on amalgamation	(2,022,076)	(2,022,076)
	Revenue reserves		
	General reserve	102,976	102,976
	Accumulated loss	(303,605)	(355,070)
	Fair value reserve	-	-
		625,964	700,499
Non-current liabilities			
	Security deposits from clients	227,111	173,134
	Redeemable capital	-	-
15	Liability related to outgoing group	11,340	12,960
		238,451	186,094
Current liabilities			
	Current portion of non-current liabilities	53,944	43,575
	Short term loan from director	59,816	-
	Accrued and other liabilities	143,456	150,344
	Profit / mark up payable	187,364	187,364
	Unclaimed dividend	7,439	6,856
	Provision for taxation - income tax	10,586	23,861
		462,605	412,000
TOTAL EQUITY AND LIABILITIES		1,327,020	1,298,593
CONTINGENCIES AND COMMITMENT			
		-	-

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

Muhammad Asif
Chief Executive Officer

Ayesha Shehryar
Chairperson

Muhammad Ikram
Chief Financial Officer

Condensed Interim Statement of Profit or Loss (Un-audited)

For the Half Year Ended December 31, 2024

	Half year ended 2024	December 2023	Quarter ended 2024	December 2023
	Rupees in thousand			
Income				
Income from leasing operations	21,402	11,693	14,428	4,550
Operating lease rentals	16	-	16	-
Profit on musharakah investments	623	1,595	40	1,583
Income from finances	34,057	34,294	16,043	18,085
Income on deposits with banks	6,390	1,633	4,028	986
Income from investment in treasury bills	1,612	5,375	(6,728)	1,277
Profit/(loss) from joint venture	(11,840)	9,331	(13,340)	9,331
Dividend income	1	4,693	1	2,415
Capital Gain on sale of treasury bills	17,643	4,804	14,174	4,804
Net gain on sale of marketable securities	682	9,619	769	8,351
Unrealized gain on financial assets at fair value - net	2,054	2,086	3,530	202
	72,640	85,123	32,961	51,585
Expenses				
Administrative and operating expenses	(19,587)	(18,816)	(11,490)	(9,841)
Financial charges	(4)	(2)	(4)	(1)
	(19,591)	(18,818)	(11,494)	(9,841)
	53,049	66,305	21,467	41,744
Other income	4,773	2,471	3,098	1,286
	57,822	68,776	24,565	43,030
Provision reversed / (charged) on non-performing loans and write-offs				
Reversal / (provision) against:				
Finance lease receivable and rentals - net	1,253	1,050	1,130	186
Long term / short term musharakah finances	663	118	237	118
Other receivables	2,532	-	-	-
	4,448	1,168	1,367	304
Profit for the year before income tax and levies	62,270	69,945	25,932	43,334
Levies	(5,818)	(2,698)	(5,818)	-
Profit before taxation	56,452	67,248	20,114	43,334
Provision for taxation				
-For the period	(4,768)	(7,513)	(2,268)	(8,710)
-Prior year	(219)	-	(219)	-
Profit for the period	51,465	59,735	17,627	34,624
Earnings per share - Basic and Diluted	0.181	0.210	0.062	0.122

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



Muhammad Asif
Chief Executive Officer



Ayesha Shehryar
Chairperson



Muhammad Ikram
Chief Financial Officer

Condensed Interim Statement of Comprehensive Income (Un-audited)

For the Half Year Ended December 31, 2024

	Half year ended December 2024	December 2023	Quarter ended December 2024	December 2023
	Rupees in thousand			
Profit for the period	51,465	59,735	17,627	34,624
Other comprehensive income				
Items that will not be reclassified subsequently to profit or loss				
Changes in the fair value of equity investments at fair value through other comprehensive income	-	14,248	-	13,488
Total comprehensive Income for the period	51,465	73,983	17,627	48,112

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



Muhammad Asif
Chief Executive Officer



Ayesha Shehryar
Chairperson



Muhammad Ikram
Chief Financial Officer

Condensed Interim Statement of Cash Flows (Un-audited)

For the Half Year Ended December 31, 2024

	Half year ended December 2024	Half year ended December 2023
	Rupees in thousand	
a) CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the year before income tax and levies	62,270	69,945
Adjustments for non cash charges and other items:		
Depreciation of property, plant and equipment	2,207	2,561
Amortization of intangible assets	84	121
(Reversal) against:		
Finance lease receivable and rentals - net	(1,253)	(1,050)
Long term / short term musharakah finances	(663)	(118)
Other receivables	(2,532)	-
(Gain) on disposal of operating assets	(1,968)	-
Unrealised loss on financial assets at fair value	(2,054)	(2,086)
Loss / (Profit) from joint ventures	11,840	(9,331)
Dividend Income	(1)	(4,693)
Capital gain on sale of securities	(20,921)	(4,804)
Profit on treasury bills	(1,612)	(5,375)
Financial charges	4	2
	(16,869)	(24,773)
Cash flow from operating activities before working capital changes	45,401	45,172
Changes in working capital		
(Increase) / Decrease in current assets		
Short term finances	(53)	(163)
Advances, deposits, prepayments and other receivables	(518)	(762)
	(571)	(925)
(Decrease) / Increase in current liabilities		
Accrued and other liabilities	(6,888)	1,070
Cash generated from operations	37,942	45,317
Financial charges paid	(4)	(2)
Income tax paid	(17,627)	(11,206)
Net cash generated from operations	20,311	34,109



Muhammad Asif
Chief Executive Officer



Ayesha Shehryar
Chairperson



Muhammad Ikram
Chief Financial Officer

Half year ended
December 2024

Half year ended
December 2023

Rupees in thousand

b) CASH FLOWS FROM INVESTING ACTIVITIES

(Additions) in:		
Property, plant and equipment	(49)	(53)
Recovery of / (investment in) :		
Net investment in finance lease	(93,608)	35,908
Long term musharakah finances	663	1,607
Long term loans	79,062	3,665
Financial assets at fair value through profit or loss	3,140	12,633
Proceeds of Financial assets at fair value of equity investments	-	1,642
Investment in treasury bills	182,113	(74,740)
Profit received on unclaimed dividend account	583	-
Proceeds from disposal of operating assets	2,004	-
Dividend Received	1	4,693
Net cash generated from / (used in) investing activities	173,909	(14,645)

c) CASH FLOWS FROM FINANCING ACTIVITIES

Receipts from / (Repayment of) :		
Redeemable capital	-	(1,500)
Long term loan from directors	(66,184)	-
Liability related to outgoing group	(1,620)	(1,620)
Net cash (used in) financing activities	(67,804)	(3,120)
Net increase in cash and cash equivalents (a+b+c)	126,416	16,344
Cash and cash equivalents at the beginning of the year	47,288	13,359
Cash and cash equivalents at the end of half year	173,704	29,703

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



Muhammad Asif
Chief Executive Officer



Ayesha Shehryar
Chairperson



Muhammad Ikram
Chief Financial Officer

Condensed Interim Statement of Changes in Equity (Un-audited)

For the Half Year Ended December 31, 2024

	Issued, subscribed and paid-up capital	Loan from directors	Capital Reserves	Revenue Reserve		Fair value reserve	Total
			Capital reserve on amalgamation	General reserve	Accumulated loss		
	Rupees in thousand						
Balance as at July 01, 2023	2,848,669	126,000	(2,022,076)	102,976	(509,391)	10,352	556,529
Total comprehensive income for the period							
Profit for the period	-	-	-	-	59,735	-	59,735
Other comprehensive income							
Items that will not be reclassified subsequently to profit or loss							
Changes in the fair value of equity investments at fair value through other comprehensive income	-	-	-	-	-	14,248	14,248
	-	-	-	-	59,735	14,248	73,983
Balance as at December 31, 2023	2,848,669	126,000	(2,022,076)	102,976	(449,656)	24,600	630,512
Profit for the half year ended June 30, 2024	-	-	-	-	64,884	-	64,884
Other comprehensive income							
Items that may not be reclassified subsequently to profit or loss							
Changes in the fair value of equity investments at fair value through other comprehensive income	-	-	-	-	-	5,102	5,102
	-	-	-	-	64,884	5,102	69,987
Other item:							
Adjustment of fair value of equity investment transferred to profit or loss account on disposal	-	-	-	-	29,702	(29,702)	-
Balance as at July 01, 2024	2,848,669	126,000	(2,022,076)	102,976	(355,070)	-	700,499
Total comprehensive income for the period							
Profit for the period	-	-	-	-	51,465	-	51,465
Other comprehensive income	-	-	-	-	-	-	-
	-	-	-	-	51,465	-	51,465
Transaction with owners							
Loan from directors-repaid	-	(126,000)	-	-	-	-	(126,000)
Balance as at December 31, 2024	2,848,669	-	(2,022,076)	102,976	(303,605)	-	625,964

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

Muhammad Asif
Chief Executive Officer

Ayesha Shehryar
Chairperson

Muhammad Ikram
Chief Financial Officer

Notes to the Condensed Interim Financial Statements (Un-audited)

For the Half Year Ended December 31, 2024

1. LEGAL STATUS AND OPERATIONS

- 1.1** Invest Capital Investment Bank Limited (the Company) is a public limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (Repealed with the enactment of the Companies Act, 2017 on May 30, 2017). The Company is engaged in the business of leasing and investment finance activities as a Non-Banking Finance Company (NBFC) and is regulated by the Securities and Exchange Commission of Pakistan (SECP). The Company is listed on Pakistan Stock Exchange Limited. The registered office of the Company is situated at Flat No. 2, First Floor, Plot No. 38-C, 22nd Commercial Street, Phase II Ext., DHA, Karachi in the province of Sindh. The branches of the company are located at Lahore, Peshawar and Gujranwala.
- 1.2** In 2009, the Company entered in a scheme of arrangement for the amalgamation by way of merger of Al-Zamin Leasing Corporation Limited (AZLCL) and Al-Zamin Leasing Modaraba (AZLM) with and into Invest Capital Investment Bank Limited. All the assets, liabilities and reserves of AZLCL and AZLM were vested with and assumed by the Company. The Honorable High Court of Sindh approved the amalgamation by way of merger through order dated December 08, 2009 effective from June 30, 2009 (close of business).
- 1.3** The Company suffered financial and operational difficulties from 2009 to 2011. These financial and operational difficulties resulted as under:
- the Company suffered huge operating loss till 2011 and as at the statement of financial position date, the accumulated loss is Rs.303.60 million (June 2024: Rs. 355.07 million).
 - the Company has been unable to comply with the terms of certain loan agreements as explained in detail in the relevant notes to the financial statements.
 - the Company has been facing difficulty in recovery of its leases and loans portfolio.

There has been material uncertainty related to events and conditions which may cast significant doubt about the Company's ability to continue as a going concern and, therefore the Company may not be able to realize its assets and discharge its liabilities in the normal course of business.

However, the management implemented its multi-facet plan which resulted in improvement in the financial and operational condition of the Company. The plan and efforts and their impact on the financial and operational conditions of the Company are discussed below:

(a) Substantial reduction in administrative and other expenses

The management of the Company has curtailed its administrative and other operating expenses to minimum possible level over the years, without affecting the operational efficiency of the Company.

(b) Leasing / financing business

The Company is mainly carrying out car leasing / financing business at attractive rates and reasonable deposit margin. During the half year leases and finances amounting to Rs.287.31 million (June 2024 : Rs. 258.27 million) have been disbursed. Management is hopeful that leasing business will contribute in improving the operating results and equity position of the Company.

(c) Settlement / rescheduling of loans / finances with lenders

The Management has settled all the outstanding loans with various banks / financial institutions through cash payment / transfer of the Company's lease / loan portfolios and immovable properties / shares / other assets with waiver of mark-up.

(d) Disposal of non-core assets

The management was committed to dispose off non core assets, during the year 2018 the

management had disposed off all non-core assets. Disposal of non core assets has resulted in improvement in the liquidity position of the Company.

(e) Improved recovery of leases and loans portfolio

The Company has been putting all its efforts for recovery from leases and loans portfolio. Net recovery during the half year is Rs. 188.60 million (June 2024: Rs. 308.47 million). This amount has been utilized in the new leasing business, as well as, in meeting the obligations towards the remaining lenders.

The above mentioned plans / efforts have helped to overcome the financial and operational problems of the Company. Considering management's plans and the positive results of the mitigating actions as discussed in para (a) to (e) above, management is confident that the Company will continue as a going concern.

2. BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of :

- International Accounting Standard (IAS) 34 - 'Interim Financial reporting' issued by the International Accounting Standards board (IASB) as notified under the companies act, 2017; and
- Provisions of and directives issued under the Companies act, 2017, the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations), the directives issued by the Securities and Exchange Commission of Pakistan (SECP).
- Wherever the requirements of the Companies Act, 2017, the NBFC Rules, the NBFC Regulations or the directives issued by SECP differ with the requirements of IASs / IFRSs, requirements of the Companies Act, 2017, the NBFC Rules, the NBFC Regulations or the directives issued by SECP shall prevail.

2.1.2 These condensed interim financial statements are un-audited but subject to limited scope review by the auditors of the Company and is being submitted to the shareholders as required under section 237 of the Companies Act, 2017.

2.1.3 These condensed interim financial statements do not include all the information required for a complete set of financial statements, and should be read in conjunction with the published audited financial statements of the Company for the year ended June 30, 2024.

2.2 Application of new and revised International Financial Reporting Standards (IFRSs)

2.2.1 Standards, amendments to standards and interpretations becoming effective in current period

There are certain new standards, interpretations and amendments to approved accounting standards which are mandatory for the Company's accounting periods beginning on or after July 1, 2024 but are considered not to be relevant or have any significant effect on the Company's financial reporting.

2.2.2 New standards and amendments to approved accounting standards that are effective in future periods

There are certain standards and certain amendments to approved accounting standards that will be mandatory for accounting periods beginning on or after July 1, 2025 but are considered not to be relevant or expected to have any significant effect on the Company's financial reporting. The new standards, amendments to IFRIC interpretations that are relevant to the operations of the company are disclosed in the published audited financial statements for the year ended June 30, 2024.

2.3 Basis of measurement

These financial statements have been prepared under the 'historical cost convention' except:

- Investments at fair value through statement of profit or loss.
- Financial assets at fair value through other comprehensive income
- Investment in joint venture at equity method.

2.4 Functional and presentation currency

These condensed interim financial statements have been prepared in Pakistani Rupee which is the functional and presentation currency of the Company. Figures have been rounded off to the nearest thousand of rupees except earning per share which is in rupees.

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the published audited financial statements for the year ended June 30, 2024.

3.2 Restatement

The Institute of Chartered Accountant of Pakistan (ICAP) has withdrawn the Technical Release 27 "IAS 12, Income Taxes(Revised 2012)" and issued guidance - "IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes" via circular No. 07/2024 dated May 15, 2024. The said guidance requires certain amounts of tax paid under minimum and final tax regime to be shown separately as a levy instead of showing it in current tax.

Accordingly, the impact has been incorporated in these condensed interim financial statements retrospectively in accordance with the requirement of International Accounting Standard (IAS 8) - 'Accounting Policies, Change in Accounting Estimates and Errors'. This requirement was already applied in the financial statements of the Company for the year ended June 30, 2024. Accordingly the figures of prior period condensed interim financial statement for the period ended December 31, 2023 have been restated. There has been no effect on the condensed interim statement of financial position, condensed interim statement of changes in equity, the condensed interim statement of cash flows and earnings per share as a result of this change.

The impact of the restatement is as under:

	For half year ended December 31, 2024			For half year ended December 31, 2023		
	Had there been no change in accounting policy	Impact of change in accounting policy	After incorporating the effects of change in accounting policy	Had there been no change in accounting policy	Impact of change in accounting policy	After incorporating the effects of change in accounting policy
(Rupees in '000)						
Profit before income	62,270	(5,818)	56,452	69,945	(2,698)	67,248
Levies	-	(5,818)	(5,818)	-	(2,698)	(2,698)
Provision for taxation	(10,586)	5,818	(4,768)	(10,210)	2,698	(7,513)

4. Accounting estimates and judgments

4.1 The preparation of financial statements in conformity with approved accounting standards as applicable in Pakistan, requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on amounts recognized in these condensed interim financial statements are the same as those disclosed in the published audited financial statements for the year ended June 30, 2024.

- 4.2 Risk management policies and procedures are consistent with those disclosed in the published audited financial statements for the year ended June 30, 2024.

	Note	Un-audited December 31, 2024	Audited June 30, 2024
Rupees in thousand			

5. PROPERTY AND EQUIPMENT

Operating assets	5.1	67,907	70,101
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5.1 Operating assets

Book value at beginning of the period / year	70,101	75,172
Additions during the period / year	49	53
Disposals during the period / year	(36)	-
Depreciation charged during the period / year	(2,207)	(5,124)
	67,907	70,101

	Note	Un-audited December 31, 2024	Audited June 30, 2024
Rupees in thousand			

6. INTANGIBLE ASSETS

Computer Software		
Cost	13,695	13,695
Accumulated amortisation	(13,215)	(13,131)
Written down value	<u>480</u>	<u>564</u>

6.1 Reconciliation of written down value :

Opening balance	564	806
Amortisation	(84)	(242)
Closing balance	480	564
Rate (%)	30%	30%

7. INVESTMENT ACCOUNTED FOR USING EQUITY METHOD

Investment in joint venture	7.1	126,925	138,764
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7.1 Investment in joint venture

This represents investment in a CNG filling station. Registered office of the Company is situated at G.T Road, Chughalpura, Peshawar. The latest available unaudited financial statements of joint venture as on December 31, 2024 have been used for the purpose of application of equity method.

	Note	Un-audited December 31, 2024	Audited June 30, 2024
Rupees in thousand			
- Centre Gas (Private) Limited	7.1.1	126,925	138,765

7.1.1 Centre Gas (Private) Limited

The movement in the Company's share of net assets of Centre Gas (Private) Limited (CGL) is as under:

	Un-audited December 31, 2024	Audited June 30, 2024
	Rupees in thousand	
Cost		
(2,500 Shares of Rs. 1,000/- each) Shareholding 50%	34,536	34,536
Cumulative share of profit of joint venture	92,389	104,229
	126,925	138,765

CGL's paid-up share capital is Rs. 5 million comprising of 5,000 ordinary shares of Rs. 1,000 each. The equity as at December 31, 2024 is Rs 217.67 million (June 2024: Rs. 244.18 million) . Profit or loss is shared equally.

	Note	Un-audited December 31, 2024	Audited June 30, 2024
		Rupees in thousand	

8. NET INVESTMENT IN FINANCE LEASE

Contracts accounted for as finance lease under IFRS 16	8.1	302,995	197,034
Less : Current portion	12	(146,841)	(144,525)
		156,154	52,509

8.1 Net investment in finance lease

Following is a statement of lease receivables accounted for under IFRS 16:

	Un-audited December 2024			Audited June 2024		
	Due within one year	Due after one year but within five years	Total	Due within one year	Due after one year but within five years	Total
	Rupees in thousand					
Minimum lease payments receivable	704,835	123,833	828,668	671,386	16,695	688,082
Residual value of leased assets	7,274	62,549	69,823	20,884	37,836	58,721
Lease contracts receivable	712,109	186,382	898,491	692,270	54,531	746,803
Unearned lease income	(26,722)	(30,228)	(56,950)	(7,289)	(2,023)	(9,313)
Income suspended	(128,397)	-	(128,397)	(129,054)	-	(129,054)
Provision for potential lease losses	(410,149)	-	(410,149)	(411,402)	-	(411,402)
	(565,268)	(30,228)	(595,496)	(547,745)	(2,023)	(549,769)
	146,841	156,154	302,995	144,525	52,508	197,034

8.1.1 These finances carry profit rates ranging from 14.67% to 31.00 % per annum (June 2024: 14.67% to 31.00% per annum). These agreements usually are for three to five years period and are generally secured against leased assets, personal / corporate guarantees and promissory notes given by the lessees and other collaterals.

8.1.2 The above net investment in finance lease includes non-performing lease portfolio of Rs. 487.25 million (June 2024: Rs. 490.06 million). Detail of non performing leases is as follows:

	Un-audited December 2024			Audited June 2024		
	Principal outstanding	Provision required	Provision held	Principal outstanding	Provision required	Provision held
Category of classification	Rupees in thousand					
Doubtful	-	-	-	3,290	-	-
Loss	487,248	410,149	410,149	486,768	411,402	411,402
	487,248	410,149	410,149	490,058	411,402	411,402

	Note	Un-audited December 31, 2024	Audited June 30, 2024
Rupees in thousand			

9. LONG TERM MUSHARAKAH FINANCES

Secured

Considered doubtful

Companies (non-financial institutions)

17,890 18,673

Individuals

43,224 43,104

61,114 61,777

Provision against doubtful balances

(10,917) (11,580)

50,197 50,197

Less: Current portion

12 (50,197) (50,197)

- -

- 9.1** These represent investments under musharakah basis for working capital and project financing. These are secured against mortgage of properties, demand promissory notes and personal guarantee of their sponsor directors. Profit rates ranges from 16.00% to 30.00% per annum (June 2024: 16.00% to 30.00% per annum). These were receivable in monthly / quarterly / semi-annual installments and in lump sum on maturity.

	Note	Un-audited December 31, 2024	Audited June 30, 2024
Rupees in thousand			

10. LONG TERM LOANS

Secured

Considered good

Customers

10.1 2,119 4,392

Vehicle Finance

10.2 423,475 443,448

Considered doubtful

Customers

10.1 30,189 33,759

Outgoing group

10.3 71,955 71,955

Ex-employee

529 529

102,673 106,243

Provision against doubtful balances

(75,916) (75,916)

26,757 30,326

452,351 478,166

Less: Current portion

12 (192,530) (202,347)

259,821 275,819

- 10.1** These carry mark-up at the rate ranging from 11.18% to 29.00% per annum (June 2024: from 11.18% to 30.00% per annum). These are secured against registered charge over different assets of customers, pledge / hypothecation of stocks and collateral in certain cases.
- 10.2** These represent finance given under vehicle financing scheme. These finances are repayable within a period of three to four years and are secured against lien on vehicles financed, demand promissory notes and personal guarantees. Profit rates for the year ranges from 17.50% to 30.68% per annum (June 2024: from 17.50% to 30.68% per annum). These are receivable in monthly installments.
- 10.3** Rs. 24.58 million was receivable in 08 unequal quarterly installments commenced from December 31, 2016 and ended on September 30, 2018, and balance amount of Rs. 47.37 million was receivable in lump sum on December 31, 2018. Mark-up amounting to Rs 36.04 million is also outstanding. It was subject to mark up at the rate of six month KIBOR plus 2% per annum. Effective markup rate charged was 9.04% per annum till maturity December 31, 2018.

	Note	Un-audited December 31, 2024	Audited June 30, 2024
Rupees in thousand			

11. SHORT TERM FINANCES

11.1

Secured			
Considered good		176	123
Considered doubtful		8,133	8,133
Provision against doubtful balances		(8,133)	(8,133)
		-	-
		176	123

11.1 These are secured against registered charge over assets of the customers, pledge / hypothecation of stocks and collateral in certain cases. These carry mark-up at the rates ranging from 15.29% to 30.03% per annum (June 2024 : 15.29% to 32.24% per annum).

	Note	Un-audited December 31, 2024	Audited June 30, 2024
Rupees in thousand			

12. CURRENT PORTION OF NON-CURRENT ASSETS

Net investment in finance lease	8	146,841	144,525
Long term musharakah finances	9	50,197	50,197
Long term loans	10	192,530	202,347
		389,568	397,069

	Note	Un-audited December 31, 2024	Audited June 30, 2024
Rupees in thousand			

13. Investment in Treasury Bills

Cost of investment	13.1	87,077	238,713
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13.1 These carry mark-up at the rates ranging from 13.00% to 20.00% per annum (June 2024 : 21.90% to 21.94% per annum), invested in six months , twelve months tenure and are due to mature in from April, 2025 to November, 2025.

	Note	Un-audited December 31, 2024	Audited June 30, 2024
Rupees in thousand			

14. Financial assets at fair value through profit or loss

Investments at fair value through profit or loss			
Quoted securities	14.1	7,106	8,191

14.1 Investments at fair value through profit or loss

Un-audited December 31, 2024	Audited June 30, 2024	Name of company	Un-audited December 31, 2024	Audited June 30, 2024
Number of shares			Rupees in thousand	
-	500,000	TPL Properties Limited	-	4,370
500,000	-	The Bank of Punjab	5,405	-
23,206	23,206	TRG Pakistan Limited	1,640	1,440
146	146	Askari Bank Limited	6	3
46	56	Engro Corporation Limited	25	19
145	20,145	Pakistan Petroleum Limited	30	2,359
523,543	546,316		7,106	8,191

14.2 These investments are valued on the basis of quoted prices in active market for identical instruments (Level 1 hierarchy).

	Note	Un-audited December 31, 2024	Audited June 30, 2024
Rupees in thousand			

15. REDEEMABLE CAPITAL

Secured

Term finance certificates	15.1	3,565	3,565
Less: Current portion	16	(3,565)	(3,565)
		-	-

- 15.1** Term finance certificates (TFCs) were issued by the Company on September 05, 2002. These were subject to markup at 5 year PIB plus 275 bps. Markup was payable semi-annually. These were matured in September 05, 2013. The outstanding amount has not been claimed by the TFC holders despite various reminders and advertisement in newspapers.

		Un-audited December 31, 2024	Audited June 30, 2024
Rupees in thousand			

16. CURRENT PORTION OF NON-CURRENT LIABILITIES

Security deposit from lessees	37,392	27,023
Liability related to outgoing group	3,240	3,240
Deferred liability	9,747	9,747
Redeemable capital	3,565	3,565
	53,944	43,575

17. CONTINGENCIES AND COMMITMENT

17.1 Contingencies

There are no material contingencies existing since the date of published audited financial statements for the year ended June 30, 2024.

		Un-audited December 31, 2024	Audited June 30, 2024
Rupees in thousand			

17.2 Commitment

Under lease financing contracts committed but not executed	179,500	73,100
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18. SEGMENT INFORMATION

December 2024 (Un-audited)				December 2023 (Un-audited)			
Investment / financing activities	Leasing activities	Other operations	Total	Investment / financing activities	Leasing activities	Other operations	Total
Rupees				Rupees			

Information about reportable segment profit or loss, assets and liabilities

Revenue from external customers	56,671	21,419	(5,450)	72,640	62,466	11,693	10,964	85,123
Interest (reversal) / expense - net	(3)	(1)	-	(4)	(2)	-	-	(2)
Depreciation and amortization	2	1	-	3	2,260	423	-	2,683
Provision reversed / (charged) / Impairment of assets	3,195	1,253	-	4,448	118	1,050	-	1,168
Reportable segment profit	59,865	22,672	(5,450)	77,087	64,842	13,166	10,964	88,972
Reportable segment assets	1,022,784	304,236	-	1,327,020	928,628	247,069	-	1,175,697
Reportable segment liabilities	224,419	(265)	-	224,154	(545,011)	(174)	-	(545,185)

Un-audited
December
31, 2024

Unaudited
December
31, 2023

Rupees in thousand

Reconciliation of (loss) / profit

Total profit from reportable segments	82,537	78,008
Profit from other operations	(5,450)	10,964
	77,087	88,972
Unallocated amounts:		
Other administrative and operating expenses	(19,590)	(21,498)
Other income	4,773	2,471
Profit before tax	62,270	69,945

Reconciliation of assets and liabilities

Assets		
Total assets of reportable segments	1,327,020	1,175,697
Liabilities		
Total liabilities of reportable segments	224,154	(545,185)

19. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on 26th February 2025 by the Board of Directors of the Company.

20. GENERAL

20.1 Provision for taxation made in these condensed interim financial statements are subject to adjustment in annual financial statements.

20.2 Figures have been rounded off to the nearest thousand of Rupees except earning per share which is in Rupees.



Muhammad Asif
Chief Executive Officer



Ayesha Shehryar
Chairperson



Muhammad Ikram
Chief Financial Officer

Company Information

Board of Directors

Mrs. Ayesha Shehryar	-Chairperson
Mr. Muhammad Asif	-Chief Executive
Mr. Muhammad Qasim	-Executive Director
Mrs. Fiza Zahid	-Director
Mr. Shahab Ud Din Khan	-Director
Mr. Zahir Qamar	-Director
Mr. Abdul Shakoor	-Director

Audit Committee

Mr. Zahir Qamar	-Chairman
Ms. Shahab Ud Din Khan	-Member
Mr. Abdul Shakoor	-Member

Human Resource Committee

Mr. Muhammad Qasim	-Chairman
Mr. Muhammad Asif	-Member
Mr. Zahir Qamar	-Member

Company Secretary

Mr. M. Naim Ashraf

Auditors

RSM Avais Hyder Liaquat Nauman
Chartered Accountants

Legal Advisors

Ahmad & Qazi

Share Registrar

Corptec Associates (Private) Limited
503-E, Johar Town, Lahore.
Tel: 042-35170336-7
Fax: 042-35170338
E-mail: mimran.csbm@gmail.com

Bankers

Habib Metropolitan Bank Limited
Meezan Bank Limited
JS Bank Limited

Registered Office

Flat No. 2, First Floor, Plot No. 38-C,
22nd Commercial Street, Phase II Ext.
DHA, Karachi.
Telephone: 021-35894022
Website: www.icibl.com

Head Office

131-A, P-Street,
Upper Mall Scheme,
Lahore.
Tel: 042-35777285-86

National Tax Number

0656427-5



INVEST CAPITAL INVESTMENT BANK LIMITED



INVEST CAPITAL INVESTMENT BANK LIMITED

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Flat No. 2, First Floor, Plot No. 38-C,
22nd Commercial Street, Phase II Ext.

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