

First National Bank Modaraba (FNBM)

Managed by: National Bank Modaraba
Management Company Ltd (NBMMCL)

**Corporate Briefing Session
For the year ended Jun 30,2023**

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About FNBM

First National Bank Modaraba (“the Modaraba”) is a multipurpose, perpetual and multi-dimensional Modaraba formed under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and Rules framed there under. The Modaraba is managed by National Bank Modaraba Management Company Limited (a wholly owned subsidiary of the National Bank of Pakistan)), incorporated in Pakistan under the repealed Companies Ordinance 1984 (now the Companies Act 2017) and registered with the Registrar of Modaraba Companies. The registered office of the Modaraba is situated at Ground Floor, National Bank of Pakistan, Regional Headquarters Building, 26 Mclagon Road Lahore.

Financial Performance at a glance

	Year Ended June 30,2023	Year Ended June 30,2022	Year Ended June 30, 2021	Year Ended June 30, 2020	Year Ended June 30, 2019	Year Ended June 30, 2018
Balance Sheet Size	305,951,556	265,717,697	239,158,238	238,951,705	303,068,110	356,066,321
Total Equity	(55,578,783)	(58,111,902)	(62,095,159)	(63,161,052)	(22,110,114)	8,154,162
Total Operating & Other Income	64,180,616	53,454,288	49,834,268	23,351,818	22,260,145	76,030,467
Operating & Financial Exp.	52,824,636	39,999,887	33,827,265	54,403,262	52,357,465	71,817,951
Profit for the period	4,940,406	3,143,856	1,337,762	(34,071,784)	(35,716,364)	(8,178,908)
Modaraba Co.'s Management Fee	560,137	356,446	151,674	Nil	Nil	Nil
Net profit after tax	4,100,537	2,609,400	1,110,342	(34,071,784)	(35,716,364)	(8,178,908)
Earning per certificate (Rs.)	0.16	0.10	0.04	(1.36)	(1.43)	(0.33)
Return on Assets (%)	1.34%	0.99%	0.46%	(14.28)	(11.78)	(2.30)
Return on Equity (%)	NA	NA	NA	N/A	N/A	(101)
Dividend Paid (%)	Nil	Nil	Nil	Nil	Nil	Nil
Breakup value per certificate (Rs.)	2.22	(2.32)	(2.48)	(2.52)	(1.42)	.33

Economic and Sector Outlook:

The Financial year 2022-2023 was marked with uncertain political scenarios, which spiraled the economy into difficulties like accelerating inflation, fast rising dollar price, high interest rates etc.

The financial sector including the Modarbas has to adjust its business activities accordingly. In these changing economic environment the Modaraba sector is trying to position itself using its Islamic image and doing innovations in Islamic financial products hoping for better results.

Future Outlook:

While one of the main tasks for the Modaraba at present is to recover its non performing portfolio but with the help of parent bank NBP, the Modaraba is looking to different options for its revival and shall come up with suitable option/plan for future to be implemented in the best interest of the stakeholders with approval of regulatory authorities