

# SECURITY INVESTMENT BANK LIMITED (SIBL)

## **CORPORATE BRIEFING SESSION**

For the year ended DECEMBER 31,2020

On 06<sup>th</sup> May 2021

Through Video Link

At 10:00 A.M

# AGENDA

1. VISION AND MISSION
2. HISTORY AND PROFILE
3. CORE BUSINESS ACTIVITIES
4. COMPANY PROFILE
5. CHAIRMAN'S REVIEW REPORT
6. GOVERNANCE
7. PATTERN OF SHAREHOLDING
8. FINANCIAL PERFORMANCE
9. CONCLUSION

## **VISION**

Aiming for continued growth, we will further develop our strengths to seize new opportunities and maintain our steadfast commitment

## **MISSION**

- Meet the challenges of highly competitive market with our expertise, creativity and services.
- Develop & maintain strong client relationship.
- Continuously enhance our contribution towards industrial development of the country.
- Determine to strengthen our long-term earnings & will endure return on shareholders' equity.

# **HISTORY AND PROFILE**

Security Investment Bank Limited (SIBL) is a public limited company incorporated in Pakistan under the Companies Ordinance, 1984 on May 23, 1991 and started its commercial operation on December 31, 1991.

SIB is licensed to carry out business of investment finance services as a Non-Banking Finance Company (NBFC) under section 282C of the Companies Ordinance, 1984 (Now Companies Act, 2017) and the Non-Banking Finance Companies ( Establishment and Regulation ) Rules, 2003.

# **CORE BUSINESS ACTIVITIES**

The Company core business' is providing financing facilities to its valued customers which includes:

1. Corporate financing.
2. Car financing.
3. Consumer Financing including Bike Financing.
4. Personal Loan Facility.
5. Corporate Advisory Services.

# **COMPANY PROFILE**

## **BOARD OF DIRECTORS**

Haji Jan Muhammad  
Mr. Muhammad Mehboob  
Mr. Muhammad Shoaib  
Mrs. Samreen Shoaib  
Mr. Shaikh Abdullah  
Mr. Karim Muhammad Munir  
Mr. Faisal Zahid

## **PRESIDENT & CEO**

Mr. Zafar M. Sheikh

## **AUDIT COMMITTEE**

Mr. Shaikh Abdullah (CHAIRMAN)  
Haji Jan Muhammad  
Mr. Karim Muhammad Munir  
Mr. Faisal Zahid

## **HUMAN RESOURCE AND REMUNERATION COMMITTEE**

Mr. Faisal Zahid (CHAIRMAN)  
Mr. Zafar M. Sheikh  
Mr. Muhammad Mehboob

## **RISK MANAGEMENT COMMITTEE**

Mr. Karim Muhammad Munir (CHAIRMAN)  
Mr. Muhammad Mehboob  
Mr. Muhammad Shoaib  
Mr. Zafar M. Sheikh  
Mr. Faisal Zahid

## **CFO**

Mr. Shakeel Ahmed

## **HEAD OF INTERNAL AUDIT**

Mr. Muhammad Farhan Uddin

# CHAIRMAN'S REVIEW REPORT

I am pleased to present you, the 29th Annual Report for the year ended December 31, 2020.

The administration and adequacy of the Board is fundamentally the Chairman's obligation. The Board of Executives ("the Board") of Security Investment Bank ("SIB") has performed their obligations persevering in maintaining the finest intrigued of shareholders' of the Company and has overseen the issues of the Company in a viable and effective way, which comes about in a productive year for SIB and conveyed benefits to our shareholders, in spite of investment banking sector is under pressure and weak economic outlook prevail during the financial year 2020.

The Board has constituted effective Audit, Human Resource & Remuneration and Risk Management Committees and approved their respective terms of references, assigned adequate resources so that the Committees perform their responsibilities diligently.

All significant issues throughout the year was presented before the Board or its Committees to strengthen and formalize the corporate decision-making, particularly all related party's transactions executed by the Company were approved by the Board.

The Board received agendas and supporting written material in sufficient time prior to the board and its committee meetings. The Board meets frequently enough to adequately discharge its responsibilities. The non-executive and independent directors are equally involved in important decisions.

The Board has exercised its power assigned to the Board in accordance with the relevant laws and regulations applicable and the Board has always prioritized the Compliance with all the applicable laws and regulations.

I would like to acknowledge thank to our shareholders, my fellow directors, stakeholders and our staff for their hard work and commitment. I am also grateful to the regulators for their cooperation and support. We look forward to future success in the Company's endeavors.

Haji Jan Muhammad  
Chairman

**Karachi: March 13, 2021**

# **GOVERNANCE**

## **INTERNAL CONTROL AND COMPLIANCE**

SIBL asserts high benchmark of internal control, compliance and risk assessment. Approved policies and procedures by the Board are being implemented which are updated and reviewed according to requirements. The INTERNAL AUDIT department of company works self dependently under the supervision of AUDIT COMMITTEE which ensures that all internal controls are working properly and promptly as per standards.



# PATTERN OF SHAREHOLDING

CATEGORIES OF SHAREHOLDERS	Shares held	%
<b>SPONSORSHIP</b>	34,060,454	66 %
<b>JOINT STOCK COMPANIES/CORPORATE SECTORS</b>	1,420,041	3%
<b>BANKS, DFIs, Insurance Co. and others</b>	2,019,197	4 %
<b>INDIVIDUALS</b>	13,933,866	27%
<b>TOTAL</b>	51,433,558	100.00%

# **PROFIT AND LOSS ACCOUNT**

	2020		2019	
<b>Income</b>	-- Rupees in Million--			
Income on financing and placements	11		54	
Return on securities	12		4	
Gain on sale of investments	21		5	
Other income	2		10	
	46		73	
<b>Expenditure</b>				
Administrative expenses	32		32	
<b>Operating profit before taxation</b>	14		41	
Loss on investment in subsidiary	-		4	
Unrealized gain/(loss) on re measurement of investments classified as fair value through profit or loss	76		14	
<b>Profit before taxation</b>	90		51	
Taxation	15		11	
<b>Net profit after tax</b>	75		40	
<b>Earnings per share - basic and diluted</b>	1.452		0.768	

# **FINANCIAL PERFORMANCE**

DESCRIPTIONS/YEAR	RS in MILLIONS		
	DECEMBER,2020	DECEMBER,2019	DECEMBER,2018
TOTAL ASSETS	735	839	819
EQUITY	716	639	779
BORROWINGS	-	-	3
FINANCING	54	242	556
INVESTMENTS	438	333	113
OPERATING PROFIT	90	50	34
NET PROFIT AFTER TAX	77	39	17
EPS	0.768	0.768	0.335

**NOTE:**

**SHORT TERM FINANCING including group loans which have been settled in APRIL 2020**

# CONCLUSION

The performance of SIBL is satisfactory since its inception as the board and management always adopt prudent approach to ensure sound internal controls, risk management system and significant policies must be in place.

SIBL has been able to operate at sustainable level and it has significant potential for future growth despite of challenges and crisis that has to be faced by organization.

The management always tries to grab the opportunities to meet the new challenges for expanding its investments with BOD's and Regulators guidance.

**THANK YOU**

# **Q & A SESSION**