



Rating Action

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PACRA MAINTAINS RATINGS OF FIRST FIDELITY LEASING MODARABA

The Pakistan Credit Rating Agency (PACRA) has maintained the long-term rating at **A-** (Single A minus) and the short-term rating at **A2** (A two). The ratings denote a low expectation of credit risk and a strong capacity for timely payment of financial commitments.

The ratings reflect FFLM's sound low leveraged capital structure supplemented by unrecognized gain on investment properties. Moreover, the Modaraba continues to have good asset quality, indicating prudent risk management. FFLM's growth, though recently has come under pressure mainly as a result of subdued operating environment, is expected to improve in tandem with the economic recovery.

About the Modaraba: FFLM, listed on all the three stock exchanges of the country, was established in 1991 and is managed by Fidelity Capital Management (Pvt.) Limited. The CEO, Mr. Wasim-ul-Haq Osmani, a Chartered Accountant with extensive experience in the financial sector, has been with the Modaraba since 1994.

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