



**QUARTERLY ACCOUNTS
(UN-AUDITED)
FOR THE PERIOD ENDED
MARCH 31, 2011**

B.F. MODARABA
Managed By

E.A. MANAGEMENT (PVT) LTD.

Registered under
The Companies Ordinance 1984 & Modaraba
Companies & Modaraba Ordinance 1980



COMPANY PROFILE

MODARABA MANAGEMENT COMPANY

E. A. Management (Pvt.) Ltd.

BOARD OF DIRECTORS

DIRECTORS OF MODARABA MANAGEMENT COMPANY

Mr. Ahmed Ali Muhammad Amin Bawany - Chairman
Mr. Muhammad Omar Amin Bawany - Chief Executive
Mr. Abdul Ghani Samad - Director
Mr. Abdul Wahid Jaliawala - Director

AUDIT COMMITTEE

Mr. Ahmed Ali Muhammad Amin Bawany - Chairman
Mr. Abdul Ghani Samad - Member
Mr. Abdul Wahid Jaliawala - Member

CFO & COMPANY SECRETARY

Muhammad Ayub

MODARABA AUDITORS

M/s. Rahman Sarfaraz Rahim Iqbal Rafiq
Chartered Accountants

LEGAL ADVISOR

Abdul Ghaffar Muhammad Gheewala

BANKERS

Al-Baraka Islamic Investment Bank
Bank Al-Habib Limited-Islamic
Habib Bank Limited
Habib Metropolitan Islamic Bank Limited
Dawood Islamic Bank Limited

REGISTERED OFFICE

4th Floor, Bank House No. I,
Habib Square, M.A. Jinnah Road,
Karachi-74000, Pakistan.
Phone : (92-21) 111 786 878, 32413240
Fax : (92-21) 32421010

EMAIL & WEBSITE

E-mail: info@bfmodaraba.com.pk
URL: www.bfmodaraba.com.pk

SHARES REGISTRAR

C & K Management Associated (Pvt.) Ltd,
404, Trade Tower, Abdullah Haroon Road,
Near Metropole Hotel, Karachi-75530
Tel: (92-21) 35687839 & 35685930



**CHIEF EXECUTIVE REVIEW
FOR THE QUARTER ENDED MARCH 31, 2011**

Dear Certificate Holders,

Assalamo Alaikum,

By grace of Almighty Allah I take pleasure in presenting a brief review of the performance of your Modaraba for the period ended March 31, 2011.

Alhamdulillah, our gross revenue during the nine months were Rs.25.070 million vis-à-vis Rs.11.695 million for the corresponding period of 2009-10, improved significantly by 114 % mainly due to increase in trading income. Thus, Pre-tax Profit stood at Rs.18.215 million against a Pre-tax Profit of Rs. 5.713 million for the corresponding period of 2009-10. Consequently, earning per share has jumped to 1.93 from Rs 0.5. The Modaraba follows a conservative investment strategy for placement of its fund in Equity market. Unrealized gain in the value of investment in marketable securities improved by 86% recorded as Rs.14.415 million which has been reflected in the equity.

Future profitability highly depends upon selling price of goods that we have already purchased. Downward trend of selling price is continue that may squeeze margin.

May Almighty Allah guide us in our efforts of the progress of Modaraba and reward with the blessing **AMEEN**.

Karachi:
April 26, 2011

Omar Amin Bawany
Chief Executive



**B. F. MODARABA
BALANCE SHEET
AS AT MARCH 31, 2011**

	Notes	March 31, 2011	June 30, 2010
		Rupees	
CERTIFICATE CAPITAL AND RESERVES			
Authorized Capital			
10,000,000 Modaraba Certificates of Rs. 10/- each		100,000,000	100,000,000
EQUITY AND LIABILITIES			
Issued, subscribed and paid-up capital		75,151,587	68,319,625
Reserve		33,793,677	26,141,541
		108,945,264	94,461,166
Unrealized gain on available for sale-financial assets		14,414,956	7,759,611
Total equity		123,360,220	102,220,777
Non-Current Liabilities			
Staff gratuity		217,850	161,150
Long term lease deposits		2,784,600	84,600
		3,002,450	245,750
Current Liabilities			
Accrued and other liabilities		203,091	767,450
Provision of taxation		4,082,907	351,238
Provision of WWF		371,750	-
Due to management company		2,065,280	624,437
Deferred murabaha income		-	171,036
Unclaimed Dividend		278,583	278,583
Total of current liabilities		7,001,611	2,192,743
Contingencies & Commitments		-	-
Total equity and liabilities		133,364,281	104,659,270
ASSETS			
Non-Current Assets			
Own use		414,933	477,799
Leased out		16,286,632	457,340
		16,701,565	935,139
Long term deposits		40,019	40,019
Current Assets			
Stock in trade		41,002,721	17,426,776
Short term Murabaha		-	11,481,657
Trade Debts - Considered good		-	27,660,000
Advances, deposit, prepayments & other receivables		6,880,173	1,371,787
Available-for-sale Financial assets	1	33,819,036	37,735,920
Cash and bank balances		34,920,767	8,007,972
		116,622,697	103,684,112
Total Assets		133,364,281	104,659,270

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

Chairman
E. A. Management (Pvt) Ltd

Chief Executive
E. A. Management (Pvt) Ltd

Director
E. A. Management (Pvt) Ltd



**B. F. MODARABA
PROFIT AND LOSS ACCOUNT
FOR THE QUARTER ENDED MARCH 31, 2011**

	Nine months ended		Quarter ended	
	July-10 to Mar-11	July-09 to Mar-10	Jan-11 to Mar-11	Jan-10 to Mar-10
	Rupees			
Operating Incomes	25,070,675	11,695,614	2,884,456	1,606,507
Less:				
Operating expenses	2,247,170	1,837,900	568,312	524,733
Amortization on leased assets	2,170,708	109,690	569,414	37,917
	4,417,878	1,947,590	1,137,726	562,650
Profit before Impairment Loss	20,652,797	9,748,024	1,746,730	1,043,857
Impairment Loss	-	(3,270,068)	-	-
Profit/(Loss) before charging management fee	20,652,797	6,477,956	1,746,730	1,043,856
Management fee	(2,065,280)	(647,796)	(174,673)	(104,386)
Profit/(Loss) before workers welfare fund	18,587,517	5,830,160	1,572,057	939,470
Workers Welfare Fund	(371,750)	(116,603)	(31,441)	(18,789)
Profit/(Loss) before taxation	18,215,767	5,713,557	1,540,616	920,681
Taxation - current	(3,731,669)	(1,979,157)	(265,677)	99,787
Profit/(Loss) after taxation	14,484,098	3,734,400	1,274,939	1,020,468
Earning per certificate - Basic & Diluted	1.93	0.50	0.17	0.14

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Chairman
E. A. Management (Pvt) Ltd

Chief Executive
E. A. Management (Pvt) Ltd

Director
E. A. Management (Pvt) Ltd



B. F. MODARABA
STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED MARCH 31, 2011

	Nine months ended March 31		Quarter ended March 31	
	2011	2010	2011	2010
	Rupees			
Profit / (loss) for the period	14,484,098	3,734,400	1,274,939	1,020,468
Unrealized gain / (loss) on revaluation of available for sale - financial assets	8,500,749	5,241,759	3,567,715	1,258,934
Gain on financial assets transferred to profit and loss accounts	(1,845,406)	(527,801)	(3,109)	(948,602)
Impairment loss transferred to profit and loss account	-	3,270,068	-	-
	6,655,344	7,984,027	3,564,606	310,332
Total comprehensive income for the period	<u>21,139,442</u>	<u>11,718,427</u>	<u>4,839,545</u>	<u>1,330,800</u>

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

Chairman
E. A. Management (Pvt) Ltd

Chief Executive
E. A. Management (Pvt) Ltd

Director
E. A. Management (Pvt) Ltd



B. F. MODARABA
STATEMENT OF CASH FLOWS
FOR THE QUARTER ENDED MARCH 31, 2011

	<u>March 31,</u> <u>2011</u>	<u>March 31,</u> <u>2010</u>
	Rupees	
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	18,215,767	5,713,557
Adjustments for :		
Depreciation on own assets	70,566	88,721
Amortization on leased assets	2,170,708	109,690
Gain on sale of financial assets	(1,939,935)	(880)
Impairment Loss	-	3,270,068
Provision for Management fee	2,065,280	647,796
Provision for Gratuity	56,700	63,712
Dividend income	(2,165,259)	(1,701,864)
	<u>258,060</u>	<u>2,477,243</u>
	<u>18,473,827</u>	<u>8,190,800</u>
Changes in working capital		
Decrease / (increase) in current assets :		
Stock in trade	(23,575,945)	37,333,536
Short term Murabaha	11,481,657	(12,500,000)
Trade Debts	27,660,000	(1,814,950)
Advances, deposits, prepayments and other receivables	(1,464,803)	(35,598,140)
(Decrease) / increase in current liabilities:		
Management fee	(624,437)	(811,102)
Accrued expenses	(15,576)	(2,781,376)
Net increase in working capital	<u>13,460,897</u>	<u>(16,172,032)</u>
	<u>31,934,722</u>	<u>(7,981,232)</u>
Taxes paid	(4,043,583)	(2,787,400)
WWF paid	(177,033)	-
Net cash inflow / (outflow) from operating activities	<u>27,714,106</u>	<u>(10,768,632)</u>
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Additions in fixed assets		
Own use	(7,700)	(524)
Leased asset	(18,000,000)	-
Purchase of Investments	(858,419)	(13,531,678)
Proceed from sale of investment	13,359,549	17,663,516
Long term security deposit	2,700,000	-
Dividend received	2,005,259	1,702,610
Net cash inflow from investing activities	<u>(801,311)</u>	<u>5,833,924</u>
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Net cash inflow / (outflow) in financing activities	<u>-</u>	<u>-</u>
Net increase/ (decrease) in cash and bank balances	26,912,795	(4,934,708)
Cash and bank balances at the beginning of the period	8,007,972	15,490,527
Cash and bank balances at the end of the period	<u>34,920,767</u>	<u>10,555,819</u>

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

Chairman
E. A. Management (Pvt) Ltd

Chief Executive
E. A. Management (Pvt) Ltd

Director
E. A. Management (Pvt) Ltd



B. F. MODARABA
STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED MARCH 31, 2011

Description	Issued subscribed and paid up capital	Reserves		Unrealized gain / (loss) on available for sale Financial assets	Total
		Statutory reserves	Unappropriated Profit		
			Rupees		
Balance as at July 01, 2009	68,319,625	16,211,482	6,527,351	556,510	91,614,968
Comprehensive income for nine months	-	-	3,734,400	7,984,027	11,718,427
Balance as at March 31, 2009	68,319,625	16,211,482	10,261,751	8,540,537	103,333,395
Balance as at April 1, 2009	68,319,625	16,211,482	10,261,751	8,540,537	103,333,395
Comprehensive income for nine months	-	1,020,812	(1,352,504)	(780,926)	(1,112,618)
Balance as at June 30, 2010	68,319,625	17,232,294	8,909,247	7,759,611	102,220,777
Balance as at July 1, 2010	68,319,625	17,232,294	8,909,247	7,759,611	102,220,777
Comprehensive income for nine months	-	-	14,484,098	6,655,344	21,139,442
Issuance of bonus certificates	6,831,962	-	(6,831,962)	-	-
Balance as at March 31, 2011	75,151,587	17,232,294	16,561,383	14,414,956	123,360,220

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

Chairman
E. A. Management (Pvt) Ltd

Chief Executive
E. A. Management (Pvt) Ltd

Director
E. A. Management (Pvt) Ltd



B. F. MODARABA
AVAILABLE-FOR-SALE FINANCIAL ASSETS
FOR THE QUARTER ENDED MARCH 31, 2011

1. INVESTMENTS	March 2011	June 2010
	Rupees	Rupees
Available for sale		
1.1 Shares and close-ended Mutual Funds	28,514,345	21,160,574
1.2 Open-ended Mutual Funds	5,304,691	16,575,346
	<u>33,819,036</u>	<u>37,735,920</u>

1.1 Shares and close-ended Mutual Funds

Unless stated otherwise the holdings are in ordinary shares/certificates of Rs. 10/- each.

March 2011 Shares / Certificates	June 2010	NAME OF COMPANY/ INSTITUTION	March 2011 Rupees	June 2010 Rupees
MUTUAL FUNDS-CLOSE ENDED				
-	164,000	Pakistan Premier Fund	-	1,328,400
100,000	-	Meezan Balanced Fund	924,000	-
100,000	164,000		924,000	1,328,400
MODARABAS				
117,636	117,636	Standard Chartered Modaraba	1,161,069	1,082,253
100,000	100,000	First Habib Bank Modaraba	748,000	503,000
72,900	72,900	First Punjab Modaraba	99,144	80,919
19,360	19,360	First Tri Star Modaraba	17,424	35,429
13,000	13,000	First UDL Modaraba	76,310	76,700
322,896	322,896		2,101,947	1,778,301
INVESTMENT COMPANIES/BANKS				
16,875	16,875	Jahangir Siddique & Company	144,449	213,300
16,875	16,875		144,449	213,300
TEXTILE WEAVING				
200	200	Service Fabric Limited	45	97
9,000	9,000	Reliance Weaving Mills Limited	111,240	81,000
9,200	9,200		111,285	81,097
SUGAR AND ALLIED				
-	2,507	Bawany Sugar Mills Limited	-	2,658
5,000	5,000	Habib ADM Ltd. (Share of Rs.5/- each)	60,000	70,050
5,000	7,507		60,000	72,708
CEMENT				
12,000	12,000	Fauji Cement Limited	50,880	54,600
5,300	5,300	Cherat Cement	52,258	48,866
17,300	17,300		103,138	103,466
FUEL AND ENERGY				
100,000	100,000	Hub Power Company Limited	3,764,000	3,196,000
11,000	11,000	Sui Northern Gas Pipeline Ltd.	218,240	305,690
26,136	21,780	Pakistan Petroleum Limited	5,525,411	4,010,133
137,136	132,780		9,507,651	7,511,823



March 2011 Shares / Certificates	June 2010	NAME OF COMPANY/ INSTITUTION	March 2011 Rupees	June 2010 Rupees
AUTO AND ALLIED				
4,455	4,455	Pak Suzuki Motors Company Ltd.	309,490	353,149
<u>4,455</u>	<u>4,455</u>		<u>309,490</u>	<u>353,149</u>
COMMUNICATION				
57,000	57,000	Pakistan Telecommunication Company Ltd.	969,000	1,014,600
10,000	10,000	TRG Pakistan Ltd.	30,100	41,100
<u>67,000</u>	<u>67,000</u>		<u>999,100</u>	<u>1,055,700</u>
CHEMICALS & PHARMACEUTICALS				
22,764	22,764	Bawany Air Products Limited	175,967	262,014
2,250	-	Fatima Fertilizer Limited	30,106	-
101,880	81,504	Fauji Fertilizer Limited	14,047,212	8,400,616
<u>126,894</u>	<u>104,268</u>		<u>14,253,285</u>	<u>8,662,630</u>
<u>806,756</u>	<u>846,281</u>	Grand Total	<u>28,514,345</u>	<u>21,160,574</u>

1.2 Mutual Funds Open-Ended Units

March 2011 Shares / Certificates	June 2010	NAME OF COMPANY/ INSTITUTION	March 2011 Rupees	June 2010 Rupees
MUTUAL FUNDS-OPEN ENDED				
-	111,695	Meezan Islamic Income Fund	-	5,793,600
105,967	208,585	Meezan Cash Fund	5,304,691	10,781,746
<u>105,967</u>	<u>320,280</u>	Grand Total	<u>5,304,691</u>	<u>16,575,346</u>

2. These financial statements are unaudited and were authorized for issued on April 26, 2011 by the Board of Directors of the Management Company.
3. The accounting policies adopted for the preparation of these financial statements are consistent with those applied for the preparation of the preceding published financial statements.
4. Figures have been rounded off to the nearest rupee and have been re-arranged where necessary for the purpose of comparison.

Chairman
 E. A. Management (Pvt) Ltd

 Chief Executive
 E. A. Management (Pvt) Ltd

 Director
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