



QUARTERLY REPORT

For the 1st Quarter Ended

September 30, 2012

(Un-audited)

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

HUMAN RESOURCE & REMUNERATION COMMITTEE

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

CFO & COMPANY SECRETARY

Mr. Muhammad Ayub

MODARABA AUDITORS

M/s. Rahman Sarfaraz Rahim Iqbal Rafiq
Chartered Accountants

SHARIAH ADVISOR

Mr. Mufti Zubair Usmani

LEGAL ADVISOR

Mr. Abdul Ghaffar Muhammad Gheewala

BANKERS

Al-Baraka Islamic Investment Bank
Bank Al-Habib Limited-Islamic
Habib Bank Limited
Habib Metropolitan Islamic Bank Limited
Burj Bank Limited
UBL Ameen Islamic Banking

REGISTERED OFFICE

4th Floor, Bank House No. I,
Habib Square, M.A. Jinnah Road,
Karachi-74000, Pakistan.
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EMAIL & WEBSITE

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www.bfmodaraba.com.pk

SHARES REGISTRAR

M/s. 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 PERIOD ENDED SEPTEMBER 30, 2012**

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 first quarter ended September 30, 2012.

Gross revenue during the period was Rs.3.095 million vis-à-vis Rs.2.517 million for the corresponding period of 2011-12, mainly due to increase in dividend income. Thus, Pre-tax Profit stood at Rs. 0.669 million against a Pre-tax Profit of Rs. 0.411 million for the corresponding period of 2011-12. The equity market continued with its upward momentum in this quarter, reflective at our unrealized gain. The unrealized gain in the value of investment in marketable securities was Rs.9.309 million. We expect better results in the 2nd quarter of the year under review in wake of stable market of commodity and improvement in price of marketable securities.

We bow to Allah and pray for His blessing and guidance.

Karachi:
October 30, 2012

Omar Amin Bawany
Chief Executive



**B. F. MODARABA
BALANCE SHEET
AS AT SEPTEMBER 30, 2012**

	Notes	(Un-audited) September 30, 2012	(Audited) June 30, 2012
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	75,151,587
Statutory reserve		25,855,957	25,855,957
Accumulated profit		6,536,108	5,979,819
		107,543,652	106,987,363
Unrealized gain in value of investment		9,309,896	8,340,370
TOTAL EQUITY		116,853,548	115,327,733
Non-Current Liabilities			
Staff gratuity		358,625	358,625
Long term lease deposits		2,700,000	2,700,000
		3,058,625	3,058,625
Current Liabilities			
Accrued and other liabilities		892,759	880,719
Due to management company		805,888	731,481
Dividend		716,603	716,603
		2,415,249	2,328,803
		122,327,422	120,715,160
FIXED ASSETS			
Own use		315,654	330,131
Leased out		7,949,391	9,311,636
Long term deposits		40,019	40,019
		8,305,064	9,681,786
Current Assets			
Stock in trade		61,210,928	56,350,226
Advances, deposit, prepayments & other receivables		3,194,420	3,729,219
Available-for-sale Financial assets	1	39,740,955	38,995,477
Cash and bank balances		9,876,055	11,958,453
		114,022,358	111,033,375
		122,327,422	120,715,160

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

Chairman	Chief Executive	Director
E. A. Management (Pvt) Ltd	E. A. Management (Pvt) Ltd	E. A. Management (Pvt) Ltd



B. F. MODARABA
PROFIT AND LOSS ACCOUNT
FOR THE QUARTER ENDED SEPTEMBER 30, 2012

	<u>September 2012 Rupees</u>	<u>September 2011 Rupees</u>
Operating Incomes	3,095,320	2,517,827
Operating expenses	<u>(2,351,251)</u>	<u>(2,060,301)</u>
Profit/(Loss) before charging management fee	744,069	457,526
Provision for management fee	<u>(74,407)</u>	<u>(45,753)</u>
Profit/(Loss) before taxation	669,662	411,773
Taxation - current	<u>(113,373)</u>	<u>(68,620)</u>
Profit/(Loss) after taxation	<u><u>556,289</u></u>	<u><u>343,153</u></u>
Earning per certificate - Basic and Diluted	<u><u>0.07</u></u>	<u><u>0.05</u></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 COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SEPTEMBER 30, 2012

	For the quarter ended September 30,	
	2012	2011
	----- Rupees -----	
Profit/ (loss) for the period	556,289	343,153
Unrealized gain/(loss) on revaluation of available for sale - financial assets	1,015,874	1,184,321
Gain on financial assets transferred to profit and loss account	(46,348)	(157,167)
	969,526	1,027,154
Total comprehensive income for the period	1,525,815	1,370,307

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 SEPTEMBER 30, 2012

	Sep. 2012	Sep. 2011
	Rupees	
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	669,662	411,773
Adjustments for :		
Depreciation on own assets	16,127	19,421
Amortization on leased assets	1,362,245	1,217,357
Gain/(Loss) on sale of financial assets	(61,225)	(158,387)
Bank Profit	(206,923)	-
Provision for Mangement fee	74,407	45,753
Dividend Income	(1,208,726)	(686,202)
	(24,095)	437,942
	645,567	849,715
Changes in working capital		
Decrease / (increase) in current assets :		
Stock in Trade	(4,860,702)	-
Advances, deposits, prepayments and other receivables	1,495,904	2,017,654
Increase / (decrease) in current liabilities:		
Accrued expenses	86,447	1,648,359
Net increase in working capital	(3,278,351)	3,666,013
Taxes Paid	(2,043)	(42,958)
Net cash Inflow(outflow) from operating activities	(2,634,827)	4,472,770
B. CASH FROM INVESTING ACTIVITIES		
Additions in fixed assets		
Own use	(1,650)	-
Leased out	-	-
Dividend received	269,100	864,360
Purchase of investment	-	(1,570,893)
Proceed from sale of available for sale-financial assets	284,980	516,904
Net cash inflow(outflow) from investing activities	552,430	(189,629)
C. CASH FROM FINANCING ACTIVITIES		
Net cash used in financing activities	-	-
Net increase/ (decrease) in cash and bank balances	(2,082,398)	4,283,141
Cash and bank balances at the beginning of the period	11,958,453	17,644,607
Cash and bank balances at the period ended September 30, 2012	9,876,055	21,927,748

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

Chairman	Chief Executive	Director
E. A. Management (Pvt) Ltd	E. A. Management (Pvt) Ltd	E. A. Management (Pvt) Ltd



B. F. MODARABA
STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED SEPTEMBER 2012

Description	Issued subscribed and paid up capital	Reserves		Total Reserves	Unrealized gain / (loss) on available for sale financial assets	Total
		Statutory reserves	Unappropriated Profit			
			----- Rupees -----			
Balance as at July 01, 2011	75,151,587	23,354,292	13,446,709	36,801,001	15,551,719	127,504,307
Comprehensive income for the quarter	-	-	343,153	343,153	1,027,154	1,370,307
Balance as at September 30, 2011	<u>75,151,587</u>	<u>23,354,292</u>	<u>13,789,862</u>	<u>37,144,154</u>	<u>16,578,873</u>	<u>128,874,614</u>
Balance as at October 01, 2011	75,151,587	23,354,292	13,789,862	37,144,154	16,578,873	128,874,614
Transfer to the statutory reserves @ 40%	-	2,501,665	(2,501,665)	-	-	-
Dividend paid during the year	-	-	(11,272,737)	(11,272,737)	-	(11,272,737)
Comprehensive income for nine months	-	-	5,964,359	5,964,359	(8,238,503)	(2,274,144)
Balance as at June 30, 2012	<u>75,151,587</u>	<u>25,855,957</u>	<u>5,979,819</u>	<u>31,835,776</u>	<u>8,340,370</u>	<u>115,327,733</u>
Balance as at July 1, 2012	75,151,587	25,855,957	5,979,819	31,835,776	8,340,370	115,327,733
Comprehensive income for the quarter	-	-	556,289	556,289	969,526	1,525,815
Balance as at September 30, 2012	<u>75,151,587</u>	<u>25,855,957</u>	<u>6,536,108</u>	<u>32,392,065</u>	<u>9,309,896</u>	<u>116,853,548</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
AVAILABLE-FOR-SALE FINANCIAL ASSETS
FOR THE QUARTER ENDED SEPTEMBER 30, 2012

1. FINANCIAL ASSETS	September 2012 Rupees	June 2012 Rupees
- Available for sale		
1.1 Shares and close-ended Mutual Funds	22,951,787	22,618,951
1.2 Open-ended Mutual Funds	16,789,168	16,376,526
	<u>39,740,955</u>	<u>38,995,477</u>

1.1 Shares and close-ended Mutual Funds

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

June 2012 Shares / Certificates	September 2012 Shares / Certificates	NAME OF COMPANY/ INSTITUTION	September 2012 Rupees	June 2012 Rupees
MUTUAL FUNDS-CLOSE ENDED				
26,100	-	Meezan Balanced Fund	-	270,396
<u>26,100</u>	<u>-</u>	Total	<u>-</u>	<u>270,396</u>
MODARABAS				
117,636	117,636	Standard Chartered Modaraba	1,529,269	1,351,639
100,000	100,000	First Habib Bank Modaraba	909,000	816,000
72,900	72,900	First Punjab Modaraba	104,976	107,892
19,360	19,360	First Tri Star Modaraba	21,297	19,361
<u>309,896</u>	<u>309,896</u>	Total	<u>2,564,542</u>	<u>2,294,892</u>
TEXTILE WEAVING				
200	200	Service Fabric Ltd	153	99
<u>200</u>	<u>200</u>	Total	<u>153</u>	<u>99</u>
SUGAR & ALLIED				
12,286	12,286	Habib ADM Ltd (Share of Rs 5/- each)	349,660	252,478
<u>12,286</u>	<u>12,286</u>	Total	<u>349,660</u>	<u>252,478</u>
FUEL AND ENERGY				
100,000	100,000	Hub Power Company Ltd	4,688,000	4,189,000
10,000	10,000	Pakistan State Oil	2,172,000	2,358,400
37,249	37,249	Pakistan Petroleum Ltd.	6,553,216	7,013,614
<u>147,249</u>	<u>147,249</u>	Total	<u>13,413,216</u>	<u>13,561,014</u>
COMMUNICATION				
57,000	57,000	Pakistan Telecommunication Company Ltd.	1,105,230	780,330
<u>57,000</u>	<u>57,000</u>	Total	<u>1,105,230</u>	<u>780,330</u>
CHEMICALS & PHARMACEUTICALS				
22,764	22,764	Bawany Air Products Ltd	174,144	149,331
47,820	47,820	Fauji Fertilizer Company Ltd.	5,344,842	5,310,411
<u>70,584</u>	<u>70,584</u>	Total	<u>5,518,986</u>	<u>5,459,742</u>
<u>623,315</u>	<u>597,215</u>	Grand Total	<u>22,951,787</u>	<u>22,618,951</u>



1.2 Shares and close-ended Mutual Funds

June 2012	September 2012		September 2012	June 2012
Number of Units		<i>MUTUAL FUNDS-OPEN ENDED</i>	Rupees	Rupees
<u>327,138</u>	<u>334,913</u>	Meezan Cash Fund	<u>16,789,168</u>	<u>16,376,526</u>
<u>327,138</u>	<u>334,913</u>	Grand Total	<u>16,789,168</u>	<u>16,376,526</u>

2. These financial statements are unaudited and were authorized for issued on October 30, 2012 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. Amount of Taxation is Provisional and final Tax liability will be determined on the basis of Annual Result.
5. 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
E. A. Management (Pvt) Ltd