



QUARTERLY REPORT

For the 1st Quarter Ended
September 30, 2013
(Un-audited)

B.F. MODARABA
Managed By

E.A. MANAGEMENT (PVT) LTD.

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



Corporate Information

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 Ghaffar - Director

AUDIT COMMITTEE

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

HUMAN RESOURCE & REMUNERATION COMMITTEE

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

CFO & COMPANY SECRETARY

Mr. Muhammad Ayub

MODARABA AUDITORS

M/s. Avais Hyder Liaquat Nauman
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.
Phone : (92-21) 111 786 878, 32413240
Fax : (92-21) 32421010

EMAIL & WEBSITE

E-mail: info@bfmodaraba.com.pk
feedback@bfmodaraba.com.pk
URL: 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, 2013**

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, 2013.

Gross revenue during the period was Rs.2.530 million vis-à-vis Rs.3.095 million for the corresponding period of 2012-13. Thus, Pre-tax Profit stood at Rs. 0.437 million against a Pre-tax Profit of Rs. 0.669 million for the corresponding period of 2012-13. 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. 16.854 million.

Market condition of commodity in which we trade is gradually improving and hope with your prayers and the blessing of Almighty Allah we shall perform in commodity trading as we did in the past.

We bow to Allah and pray for His blessing and guidance

Karachi:
October 29, 2013

Muhammad Omar Amin Bawany
Chief Executive



**B. F. MODARABA
BALANCE SHEET
AS AT SEPTEMBER 30, 2013**

	Notes	(Un-audited) September 30, 2013	(Audited) June 30, 2013
CAPITAL AND RESERVES			
Authorized Capital			
10,000,000 Modaraba			
Certificates of Rs. 10/- each		100,000,000	100,000,000
Issued, subscribed and paid-up capital		75,151,587	75,151,587
Statutory reserve		26,746,466	26,746,466
Accumulated profit		3,652,556	3,327,155
		105,550,609	105,225,208
Unrealized gain in value of investment		16,854,479	17,745,876
TOTAL EQUITY		122,405,088	122,971,084
NON-CURRENT LIABILITIES			
Staff Gratuity		541,951	541,951
CURRENT LIABILITIES			
Accrued expenses and other liabilities		705,655	1,199,587
Due to Management Company		301,995	252,412
Current maturity of Ijarah		-	2,700,000
Dividend		839,019	841,510
		1,846,668	4,993,509
		124,793,707	128,506,544
FIXED ASSETS			
Own use		192,220	202,433
Leased Out		-	3,537,672
Long Term Deposits		40,019	40,019
		232,239	3,780,124
CURRENT ASSETS			
Stock in trade		62,858,047	68,660,328
Trade Debts		6,168,000	-
Advances, deposit, prepayments & other Receivables		2,308,656	2,945,046
Available-for-sale Financial assets	1	48,416,571	49,307,968
Cash and bank balances		4,810,195	3,813,078
		124,561,468	124,726,420
		124,793,707	128,506,544

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, 2013**

	<u>September 2013 Rupees</u>	<u>September 2012 Rupees</u>
Operating Incomes	2,530,728	3,095,300
Operating expenses	(2,034,901)	(2,351,251)
Profit/(Loss) before charging management fee	495,827	744,049
Provision for management fee	(49,583)	(74,407)
Profit/(Loss) before wokers' welfare fund	446,244	669,642
Provision for workers' welfare fund	(8,925)	-
Profit/(Loss) before taxation	437,319	669,642
Taxation - current	(111,918)	(113,373)
Profit/(Loss) after taxation	325,401	556,269
Earning per certificate - Basic and Diluted	0.04	0.07

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, 2013

	For the quarter ended September 30,	
	2013	2012
	----- Rupees -----	
Profit/ (loss) for the period	325,401	556,269
Unrealized gain/(loss) on revaluation of available for sale - financial assets	(891,397)	1,015,874
Gain on financial assets transferred to profit and loss account	-	(46,348)
	(891,397)	969,526
Total comprehensive income for the period	<u>(565,996)</u>	<u>1,525,795</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 SEPTEMBER 30, 2013

	Sep. 2013	Sep. 2012
	----- Rupees -----	
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	437,319	669,642
Adjustments for :		
Depreciation- own assets	10,213	16,127
Depreciation- Ijarah assets	837,672	1,362,245
Gain on sale of financial assets	-	(61,225)
Bank Profit	(63,194)	(206,923)
Provision for Mangement fee	49,583	74,407
Provision for WWF	8,925	-
Dividend Income	(1,231,683)	(1,208,706)
	(388,484)	(24,075)
	48,835	645,567
Changes in working capital		
Decrease / (increase) in current assets :		
Trade Debts	(6,168,000)	-
Stock in Trade	5,802,281	(4,860,702)
Deposits, prepayments and other receivable	1,507,624	1,495,904
Increase / (decrease) in current liabilities:		
Accrued expenses	(579,072)	86,447
Net increase in working capital	562,833	(3,278,351)
Taxes Paid	(876)	(2,043)
Net cash Inflow(outflow) from operating activities	610,792	(2,634,827)
B CASH FROM INVESTING ACTIVITIES		
Additions in fixed assets		
Own use	-	(1,650)
Dividend received	386,325	269,100
Proceed from sale of available for sale-financial assets	-	284,980
Net cash inflow(outflow) from investing activities	386,325	552,430
C. CASH FROM FINANCING ACTIVITIES		
Net cash used in financing activities	-	-
Net increase/ (decrease) in cash and bank balances	997,117	(2,082,398)
Cash and bank balances at the beginning of the period	3,813,078	11,958,453
Cash and bank balances at the period ended September 30, 2013	4,810,195	9,876,055

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 2013



Description	Issued subscribed and paid up capital	Reserves		Unrealized gain / (loss) on available for sale financial assets	Total
		Statutory reserves	Unappropriated Profit		
Balance as at July 01, 2012	75,151,587	25,855,957	5,979,819	8,340,370	115,327,733
Comprehensive income for the quarter	-	-	556,269	969,526	1,525,795
Balance as at September 30, 2012	75,151,587	25,855,957	6,536,088	9,309,896	116,853,528
Balance as at October 01, 2012	75,151,587	25,855,957	6,536,088	9,309,896	116,853,528
Transfer to the statutory reserves @ 45%	-	890,509	(890,509)	-	-
Dividend paid during the year	-	-	(3,757,580)	-	(3,757,580)
Comprehensive income for nine months	-	-	1,439,156	8,435,980	9,875,136
Balance as at June 30, 2013	75,151,587	26,746,466	3,327,155	17,745,876	122,971,084
Balance as at July 1, 2013	75,151,587	26,746,466	3,327,155	17,745,876	122,971,084
Comprehensive income for the quarter	-	-	325,401	(891,397)	(565,996)
Balance as at September 30, 2013	75,151,587	26,746,466	3,652,556	16,854,479	122,405,088

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, 2013

1. FINANCIAL ASSETS	September 2013 Rupees	June 2013 Rupees
- Available for sale		
1.1 Shares / Certificates	28,959,916	30,197,301
1.2 Open-ended Mutual Funds	19,456,655	19,110,667
	<u>48,416,571</u>	<u>49,307,968</u>

1.1 Shares / Certificates

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

June 2013 Shares / Certificates	September 2013 Shares / Certificates	NAME OF COMPANY/ INSTITUTION	September 2013 Rupees	June 2013 Rupees
MODARABAS				
117,636	117,636	Standard Chartered Modaraba	1,964,522	1,635,141
100,000	100,000	First Habib Bank Modaraba	1,070,000	1,000,000
72,900	72,900	First Punjab Modaraba	127,575	164,025
19,360	19,360	First Tri Star Modaraba	77,440	49,175
309,896	<u>309,896</u>	Total	<u>3,239,537</u>	<u>2,848,341</u>
SUGAR & ALLIED				
12,286	12,286	Habib ADM Ltd (Share of Rs 5/- each)	359,979	316,978
12,286	<u>12,286</u>	Total	<u>359,979</u>	<u>316,978</u>
FUEL AND ENERGY				
100,000	100,000	Hub Power Company Ltd	6,373,000	6,165,000
14,400	14,400	Pakistan State Oil	3,774,240	4,613,472
46561	46561	Pakistan Petroleum Ltd.	8,874,526	9,851,376
160,961	<u>160,961</u>	Total	<u>19,021,766</u>	<u>20,629,848</u>
COMMUNICATION				
57,000	57,000	Pakistan Telecommunication Company Ltd.	1,491,120	1,264,830
57,000	<u>57,000</u>	Total	<u>1,491,120</u>	<u>1,264,830</u>
CHEMICALS & PHARMACEUTICALS				
47,820	47,820	Fauji Fertilizer Company Ltd.	4,847,514	5,137,304
47,820	<u>47,820</u>	Total	<u>4,847,514</u>	<u>5,137,304</u>
587,963	<u>587,963</u>	Grand Total	<u>28,959,916</u>	<u>30,197,301</u>



1.2 Open-ended Mutual Funds

June 2013	September 2013		September 2013	June 2013
Number of Units		<i>MUTUAL FUNDS-OPEN ENDED</i>	Rupees	Rupees
355,969	362,196	Meezan Cash Fund	18,149,655	17,812,667
100,000	100,000	Meezan Balanced Fund	1,307,000	1,298,000
<u>455,969</u>	<u>462,196</u>	Grand Total	<u>19,456,655</u>	<u>19,110,667</u>

2. These financial statements are unaudited and were authorized for issued on **October 29, 2013** 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