



## **QUARTERLY REPORT**

For the Quarter Ended  
September 30, 2014  
(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, 2014**

Dear Certificate Holders,  
Assalamo Alaikum,

By the 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, 2014.

Gross revenue during the period was Rs.2.476 million vis-à-vis Rs.2.530 million for the corresponding period of 2013-14. Thus, Pre-tax Profit stood at Rs. 0.986 million against a Pre-tax Profit of Rs. 0.437 million for the corresponding period of 2013-14 mainly due to increase in trading income and bank profits. 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.26.011 million.

We expect that equity market is likely to remain volatile in the near term. 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, 2014

Muhammad Omar Amin Bawany  
Chief Executive

**CONDENCED INTERM BALANCE SHEET**

AS AT SEPTEMBER 30, 2014

	Notes	(Un-audited) September 30, 2014	(Audited) June 30, 2014
		Rupees	Rupees
<b>CAPITAL AND RESERVES</b>			
Authorized Capital			
10,000,000 Modaraba			
Certificates of Rs. 10/- each		<b>100,000,000</b>	100,000,000
Issued, subscribed and paid-up capital		<b>75,151,587</b>	75,151,587
Reserve		<b>35,293,223</b>	34,510,503
		<b>110,444,810</b>	109,662,090
Unrealized gain in value of investment		<b>26,011,411</b>	24,658,043
<b>TOTAL EQUITY</b>		<b>136,456,221</b>	134,320,133
<b>NON-CURRENT LIABILITIES</b>			
		-	-
<b>CURRENT LIABILITIES</b>			
Accrued expenses and other liabilities		<b>710,838</b>	793,587
Due to Management Company		<b>701,781</b>	589,919
Unclaimed Dividend		<b>831,726</b>	834,631
		<b>2,244,345</b>	2,218,137
		<b>138,700,566</b>	136,538,270
<b>FIXED ASSETS</b>			
Property, plant and equipment		<b>153,659</b>	161,585
Long term deposits		<b>40,019</b>	40,019
		<b>193,678</b>	201,604
<b>CURRENT ASSETS</b>			
Stock in trade		<b>17,133,545</b>	31,411,500
Advances, deposit, prepayments & other Receivables		<b>4,166,348</b>	813,556
Available-for-sale Financial assets	1	<b>59,815,172</b>	57,683,737
Cash and bank balances		<b>57,391,822</b>	46,427,873
		<b>138,506,887</b>	136,336,666
		<b>138,700,566</b>	136,538,270

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

**CONDENSED INTERM PROFIT AND LOSS ACCOUNT /  
STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE QUARTER ENDED SEPTEMBER 30, 2014**

	<u>September 2014 Rupees</u>	<u>September 2013 Rupees</u>
Operating Incomes	<b>2,476,525</b>	2,530,728
Operating expenses	<b>(1,357,902)</b>	(2,034,901)
Profit/(Loss) before charging management fee	<b>1,118,623</b>	495,827
Provision for management fee	<b>(111,862)</b>	(49,583)
Profit/(Loss) before workers' welfare fund	<b>1,006,761</b>	446,244
Provision for workers' welfare fund	<b>(20,135)</b>	(8,925)
Profit/(Loss) before taxation	<b>986,626</b>	437,319
Taxation - current	<b>(203,906)</b>	(111,918)
Profit/(Loss) after taxation	<b>782,720</b>	325,401
Earning per certificate - Basic and Diluted	<b>0.10</b>	0.04

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**Chairman**  
E. A. Management (Pvt) Ltd

**Chief Executive**  
E. A. Management (Pvt) Ltd

**Director**  
E. A. Management (Pvt) Ltd

**CONDENSED INTERM STATEMENT OF OTHER  
COMPREHENSIVE INCOME (UN-AUDITED)**  
FOR THE QUARTER ENDED SEPTEMBER 30, 2014

	For the quarter ended September 30,	
	<b>2014</b>	2013
	----- Rupees -----	
<b>Profit/ (loss) for the period</b>	<b>782,720</b>	325,401
Unrealized gain/(loss) on revaluation of available for sale - financial assets	<b>1,353,368</b>	(891,397)
Gain realized on disposal of financial assets	-	-
	<b>1,353,368</b>	(891,397)
<b>Total comprehensive income for the period</b>	<b>2,136,088</b>	(565,996)

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

**CONDENSED INTERM STATEMENT OF CASH FLOWS  
(UNAUDITED)**

FOR THE QUARTER ENDED SEPTEMBER 30, 2014

	<b>Sep 2014</b>	<b>Sep 2013</b>
	----- Rupees -----	
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	986,626	437,319
Adjustments for :		
Depreciation- own assets	7,926	10,213
Depreciation- Ijarah assets	-	837,672
Bank Profit	(912,392)	(63,194)
Provision for Mangement fee	111,862	49,583
Provision for WWF	20,135	8,925
Dividend Income	(277,088)	(1,231,683)
	<u>(1,049,556)</u>	<u>(388,484)</u>
	(62,930)	48,835
<b>Changes in working capital</b>		
<b>Decrease / (increase) in current assets :</b>		
Trade Debts	-	(6,168,000)
Stock in Trade	14,277,955	5,802,281
Deposits, prepayments and other receivable	(3,485,897)	1,507,624
<b>Increase / (decrease) in current liabilities:</b>		
Accrued expenses	(82,749)	(579,072)
Net increase in working capital	10,709,308	562,833
Taxes Paid	(94,000)	(876)
Dividend Paid	(2,905)	-
Net cash Inflow(outflow) from operating activities	<u>10,549,473</u>	<u>610,792</u>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Additions in fixed assets		
Own use	-	-
Purchase of Investment	(778,067)	-
Dividend received	277,088	386,325
Bank Profit received	915,456	-
Net cash inflow (outflow) from investing activities	<u>414,477</u>	<u>386,325</u>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net cash used in financing activities	<u>-</u>	<u>-</u>
Net increase/ (decrease) in cash and bank balances	10,963,950	997,117
Cash and bank balances at the beginning of the period	46,427,873	3,813,078
Cash and bank balances at the period ended September 30, 2014	<u>57,391,822</u>	<u>4,810,195</u>

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

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
FOR THE QUARTER ENDED SEPTEMBER 30, 2014

Description	Issued subscribed and paid up capital	Reserves		Unrealized gain / (loss) on available for sale financial assets	Total
		Statutory reserves	Unappropriated Profit		
	----- Rupees -----				
<b>Balance as at July 01, 2013</b>	75,151,587	26,746,466	3,327,155	30,073,621	122,971,084
Comprehensive income for the quarter	-	-	325,401	(891,397)	(565,996)
<b>Balance as at September 30, 2013</b>	<u>75,151,587</u>	<u>26,746,466</u>	<u>3,652,556</u>	<u>30,399,022</u>	<u>122,405,088</u>
Balance as at October 01, 2013	75,151,587	26,746,466	3,652,556	30,399,022	122,405,088
Transfer to the statutory reserves @ 40%	-	2,081,236	(2,081,236)	-	-
Comprehensive income for nine months	-	-	4,111,481	4,111,481	7,803,564
<b>Balance as at June 30, 2014</b>	<u>75,151,587</u>	<u>28,827,702</u>	<u>5,682,801</u>	<u>34,510,503</u>	<u>134,320,133</u>
Balance as at July 1, 2014	75,151,587	28,827,702	5,682,801	34,510,503	134,320,133
Comprehensive income for the quarter	-	-	782,720	782,720	1,353,368
<b>Balance as at September 30, 2014</b>	<u>75,151,587</u>	<u>28,827,702</u>	<u>6,465,521</u>	<u>35,293,223</u>	<u>136,456,221</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.



**CONDENSED NOTES TO INTERIM  
FINANCIAL INFORMATION (UN-AUDITED)  
FOR THE QUARTER ENDED SEPTEMBER 30, 2014**

1. FINANCIAL ASSETS	September 2014 Rupees	June 2014 Rupees
- Available for sale		
1.1 Shares and close-ended Mutual Funds	<b>38,809,870</b>	37,039,820
1.2 Open-ended Mutual Funds	<b>21,005,302</b>	20,643,917
	<b>59,815,172</b>	<b>57,683,737</b>

**1.1 Shares and Close-ended Mutual Funds**

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

September 2014 Shares / Certificates	June 2014	NAME OF COMPANY/ INSTITUTION	September 2014 Rupees	June 2014 Rupees
<b>MODARABAS</b>				
<b>117,636</b>	117,636	Standard Chartered Modaraba	<b>3,234,991</b>	2,587,993
<b>25,000</b>	25,000	First Habib Bank Modaraba	<b>388,750</b>	388,750
<b>72,900</b>	72,900	First Punjab Modaraba	<b>324,405</b>	275,562
<b>19,360</b>	19,360	First Tri Star Modaraba	<b>121,000</b>	127,776
<b>234,896</b>	234,896	<b>Total</b>	<b>4,069,146</b>	3,380,081
<b>SUGAR &amp; ALLIED</b>				
<b>12,286</b>	12,286	Habib ADM Ltd (Share of Rs 5/- each)	<b>430,011</b>	431,239
<b>12,286</b>	12,286	<b>Total</b>	<b>430,011</b>	431,239
<b>CEMENT</b>				
<b>10,000</b>	10,000	Pioneer Cement	<b>528,300</b>	466,600
<b>50,000</b>	-	Lafarge Pakistan Cement Ltd	<b>825,500</b>	-
<b>60,000</b>	10,000	<b>Total</b>	<b>1,353,800</b>	466,600
<b>FUEL AND ENERGY</b>				
<b>110,000</b>	110,000	Hub Power Company Ltd	<b>7,037,800</b>	6,461,400
<b>19,000</b>	19,000	Kohinoor Energy Ltd	<b>826,120</b>	786,980
<b>15,840</b>	15,840	Pakistan State Oil	<b>5,709,528</b>	6,159,384
<b>55,873</b>	55,873	Pakistan Petroleum Ltd.	<b>12,630,092</b>	12,534,549
<b>200,713</b>	200,713	<b>Total</b>	<b>26,203,540</b>	25,942,313
<b>COMMUNICATION</b>				
<b>57,000</b>	57,000	Pakistan Telecommunication Company Ltd.	<b>1,328,670</b>	1,451,790
<b>57,000</b>	57,000	<b>Total</b>	<b>1,328,670</b>	1,451,790
<b>CHEMICALS &amp; PHARMACEUTICALS</b>				
<b>47,820</b>	47,820	Fauji Fertilizer Company Ltd.	<b>5,424,703</b>	5,367,797
<b>47,820</b>	47,820	<b>Total</b>	<b>5,424,703</b>	5,367,797
<b>612,715</b>	562,715	<b>Grand Total</b>	<b>38,809,870</b>	37,039,820

**1.2 Open-ended Mutual Funds**

September 2014	June 2014		September 2014	June 2014
Number of Units		<i>MUTUAL FUNDS-OPEN ENDED</i>	Rupees	Rupees
117,058	117,058	Meezan Balanced Fund	1,600,188	1,562,729
381,090	381,090	Meezan Cash Fund	19,405,114	19,081,188
<b>498,148</b>	<b>498,148</b>	<b>Grand Total</b>	<b>21,005,302</b>	<b>20,643,917</b>

2. These financial statements are unaudited and were authorized for issued on **October 29, 2014** 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