

Financial Statements
(Un-Audited)
for the Quarter Ended
March 31, 2015



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. Hamza Omar Bawany - Director
Mr. Abdul Wahid Ghaffar - Director

AUDIT COMMITTEE

Mr. Abdul Wahid Ghaffar - Chairman
Mr. Ahmed Ali Muhammad Amin Bawany - Member
Mr. Hamza Omar Bawany - 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.
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EMAIL & WEBSITE

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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 MARCH 31, 2015

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 period ended March 31, 2015.

Gross revenue during the nine months was Rs.14.017 million vis-à-vis Rs.9.765 million for the corresponding period of 2013-14 mainly due to strong contribution from trading of shares. Thus, Pre-tax Profit stood at Rs.9.190 million against a Pre-tax Profit of Rs. 4.682 million for the corresponding period of 2013-14 mainly due to increase in capital gain. Consequently, earning per share has improved by Re.0.62 to Rs. 1.16 per share. Unrealized gain in the value of investment in marketable securities was Rs.22.835 million which has been reflected in the equity.

We are focusing to take more exposure in marketable securities and expect further improvement in profitability in the last quarter of year under review.

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

Karachi:
April 29, 2015

Muhammad Omar Amin Bawany
Chief Executive

CONDENCED INTERM BALANCE SHEET

AS AT MARCH 31, 2015

	Notes	Mar-2015	June-2014
		— Rupees —	
CERTIFICATE CAPITAL AND RESERVES			
Authorized Capital			
10,000,000 Modaraba Certificates of Rs. 10/- each		<u>100,000,000</u>	<u>100,000,000</u>
EQUITY AND LIABILITIES			
Issued, subscribed and paid-up capital		75,151,587	75,151,587
Reserve		<u>43,253,979</u>	34,510,503
		<u>118,405,566</u>	109,662,090
Unrealized gain on available for sale-financial assets		<u>22,835,663</u>	24,658,043
Total equity		<u>141,241,230</u>	134,320,133
Non-Current Liabilities			
		-	-
Current Liabilities			
Accrued and other liabilities		965,488	793,587
Due to management company		1,041,974	589,919
Unclaimed Dividend		831,521	834,631
Total of current liabilities		<u>2,838,984</u>	2,218,137
Contingencies & Commitments		-	-
Total equity and liabilities		<u>144,080,213</u>	<u>136,538,270</u>
ASSETS			
Non-Current Assets			
Own use		137,807	161,585
Long term deposits		40,019	40,019
		<u>177,826</u>	201,604
Current Assets			
Stock in trade		18,950,000	31,411,500
Advances, deposit, prepayments & other receivables		1,321,582	813,556
Available-for-sale Financial assets	1	70,980,112	57,683,737
Cash and bank balances		<u>52,650,694</u>	46,427,873
		<u>143,902,387</u>	136,336,666
Total Assets		<u>144,080,213</u>	<u>136,538,270</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 INTERM PROFIT AND LOSS ACCOUNT /
STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**
FOR THE QUARTER ENDED MARCH 31, 2015

	Nine months ended		Quarter ended	
	July-14 to Mar-15	July-13 to Mar-14	Jan-15 to Mar-15	Jan-14 to Mar-14
	Rupees			
Operating Incomes	14,017,661	9,765,089	5,255,848	2,365,113
Less:				
Operating expenses	3,597,919	3,618,518	1,020,651	1,020,099
Amortization on leased assets	-	837,672	-	-
	3,597,919	4,456,190	1,020,651	1,020,099
Profit/(Loss) before charging management fee	10,419,742	5,308,899	4,235,197	1,345,014
Management fee	(1,041,974)	(530,890)	(423,520)	(134,501)
Profit/(Loss) before workers welfare fund	9,377,768	4,778,009	3,811,678	1,210,513
Workers Welfare Fund	(187,555)	(95,560)	(76,234)	(24,210)
Profit/(Loss) before taxation	9,190,212	4,682,449	3,735,444	1,186,302
Taxation - current	(446,736)	(643,096)	23,722	27,403
Profit/(Loss) after taxation	8,743,476	4,039,353	3,759,166	1,213,705
Earning per certificate - Basic & Diluted	1.16	0.54	0.50	0.16

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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 MARCH 31, 2015

	Nine months ended March 31		Quarter ended March 31	
	2015	2014	2015	2014
	Rupees			
Profit/ (loss) for the period	8,743,476	4,039,353	3,759,166	1,213,705
Unrealized gain/(loss) on revaluation of available for sale - financial assets	2,076,821	6,651,927	773,023	2,608,481
Gain on financial assets transferred to profit and loss account	(3,899,201)	(593,750)	(2,742,787)	(593,750)
	(1,822,379)	6,058,178	(1,969,764)	2,014,731
Total comprehensive income for the period	6,921,098	10,097,531	1,789,403	3,228,435

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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 CASH FLOWS
(UNAUDITED)**

FOR THE QUARTER ENDED MARCH 31, 2015

	March 31, 2015	March 31, 2014
	----- Rupees -----	
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	9,190,212	4,682,449
Adjustments for :		
Depreciation on own assets	23,778	30,636
Amortization on leased assets	-	837,672
Gain on sale of financial assets	(5,677,149)	(838,500)
Provision for Management fee	1,041,974	530,890
Provision for Provident fund/Gratuity	222,768	162,725
Provision for profit on bank deposits	-	(1,247,401)
Provision for WWF	187,555	-
Dividend income	(2,718,590)	(2,292,883)
	<u>(6,919,663)</u>	<u>(2,816,862)</u>
	2,270,549	1,865,587
Changes in working capital		
Decrease / (increase) in current assets :		
Stock in trade	12,461,500	52,068,828
Advances, deposits, prepayments and other receivables	(218,916)	540,322
(Decrease) / increase in current liabilities:	(238,422)	(632,094)
Net increase in working capital	<u>12,004,162</u>	<u>51,977,056</u>
	14,274,710	53,842,643
Taxes paid	(96,917)	(959)
Dividend paid	(3,110)	(6,691)
Management fee paid	(589,919)	(252,412)
Net cash inflow / (outflow) from operating activities	<u>13,584,764</u>	<u>53,582,581</u>
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Additions in fixed assets		
Own use	-	-
Profit received on bank profits	-	1,940,750
Purchase of Investments	(39,516,351)	-
Proceed from sale of investment	30,074,745	1,149,750
Dividend received	2,079,661	2,221,483
Net cash inflow from investing activities	<u>(7,361,945)</u>	<u>5,311,983</u>
C. CASH FLOW FROM FINANCING ACTIVITIES		
Net cash inflow / (outflow) in financing activities	-	-
Net increase/ (decrease) in cash and bank balances	6,222,821	58,894,564
Cash and bank balances at the beginning of the period	46,427,873	3,813,078
Cash and bank balances at the end of the period	<u>52,650,694</u>	<u>62,707,642</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 MARCH 31, 2015

Description	Issued subscribed and paid up capital	Statutory reserves	Reserves		Unrealized gain / (loss) on available for sale financial assets	Total
			Unappropriated Profit	Total Reserves		
	----- Rupees -----					
Balance as at July 01, 2013	75,151,587	26,746,466	3,327,155	30,073,621	17,745,876	122,971,084
Comprehensive income for nine months	-	-	4,039,353	4,039,353	6,058,177	10,097,530
Balance as at March 31, 2014	75,151,587	26,746,466	7,366,508	34,112,974	23,804,053	133,068,614
Balance as at April 1, 2014	75,151,587	26,746,466	7,366,508	34,112,974	23,804,053	133,068,614
Comprehensive income	-	2,081,236	(1,683,707)	397,529	853,990	1,251,519
Balance as at June 30, 2014	75,151,587	28,827,702	5,682,801	34,510,503	24,658,043	134,320,133
Balance as at July 1, 2014	75,151,587	28,827,702	5,682,801	34,510,503	24,658,043	134,320,133
Comprehensive income for nine months	-	-	8,743,476	8,743,476	(1,822,380)	6,921,097
Balance as at March 31, 2015	75,151,587	28,827,702	14,426,277	43,253,979	22,835,663	141,241,230

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.

**AVAILABLE FOR SALE FINANCIAL ASSETS
(UN-AUDITED)**

FOR THE QUARTER ENDED MARCH 31, 2015

1. FINANCIAL ASSETS	March 31, 2015	June 30, 2014
- Available for sale	Rupees	Rupees
1.1 Investments in listed shares and close ended units	43,975,532	37,039,820
1.2 Investments in open ended units	<u>27,004,580</u>	<u>20,643,917</u>
	<u>70,980,112</u>	<u>57,683,737</u>

1.1 Investments in listed shares and close-ended units

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

March 2015	June 2014	DESCRIPTION	March 2015	June 2014
Shares / Certificates			Rupees	Rupees
MODARABAS				
117,636	117,636	Standard Chartered Modaraba	3,029,128	2,587,993
-	25,000	First Habib Bank Modaraba	-	388,750
72,900	72,900	First Punjab Modaraba	371,790	275,562
19,360	19,360	First Tri Star Modaraba	67,760	127,776
<u>209,896</u>	<u>234,896</u>		<u>3,468,678</u>	<u>3,380,081</u>
SUGAR AND ALLIED				
12,286	12,286	Habib ADM Ltd (Shares having face value of Rs.5/- each)	331,723	431,239
<u>12,286</u>	<u>12,286</u>		<u>331,723</u>	<u>431,239</u>
CEMENT				
-	10,000	Pioneer Cement Limited	-	466,600
50,000	-	Fauji Cement Company Limited	1,423,500	-
50,000	-	Cherat Cement Company Limited	3,431,000	-
20,000	-	D.G Khan Cement Limited	2,236,000	-
<u>120,000</u>	<u>10,000</u>		<u>7,090,500</u>	<u>466,600</u>
FUEL AND ENERGY				
110,000	110,000	Hub Power Company Ltd	9,391,800	6,461,400
19,000	19,000	Kohinoor Energy Ltd	851,200	786,980
300,000	-	Karachi Electric Ltd	2,133,000	-
5,000	-	OGDCL	907,650	-
15,840	15,840	Pakistan State Oil	5,455,295	6,159,384
30,873	55,873	Pakistan Petroleum Ltd	4,775,128	12,534,549
<u>480,713</u>	<u>200,713</u>		<u>23,514,073</u>	<u>25,942,313</u>
COMMUNICATION				
57,000	57,000	Pakistan Telecommunication Company Ltd	1,200,420	1,451,790
<u>57,000</u>	<u>57,000</u>		<u>1,200,420</u>	<u>1,451,790</u>
CHEMICALS & PHARMACEUTICALS				
62,820	47,820	Fauji Fertilizer Ltd	8,370,138	5,367,797
<u>62,820</u>	<u>47,820</u>		<u>8,370,138</u>	<u>5,367,797</u>
<u>942,715</u>	<u>562,715</u>		<u>43,975,532</u>	<u>37,039,820</u>

1.2 Investment in mutual funds open-ended units

March 2015 No. of Units	June 2014 No. of Units	DESCRIPTION	March 2015 Rupees	June 2014 Rupees
MUTUAL FUNDS-OPEN ENDED				
117,058	117,058	Meezan Balanced Fund	1,654,034	1,562,729
97,582	-	Meezan Islamic Fund	5,171,820	-
381,090	381,090	Meezan Cash Fund	20,178,726	19,081,188
595,730	498,148		27,004,580	20,643,917

- These financial statements are unaudited and were authorized for issued on April 29, 2015 by the Board of Directors of the Management Company.
- 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.
- 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