



QUARTERLY REPORT

For the Quarter Ended
September 30, 2015
(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. Hamza Omar Bawany - Director
Mr. Abdul Ghaffar Umer - Director

AUDIT COMMITTEE

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

HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Ahmed Ali Muhammad Amin Bawany - Chairman
Mr. Muhammad Omar Amin Bawany - Member
Mr. Hamza Omar Bawany - 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. Ghullam Rasool Korai

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, 2015

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, 2015.

Gross revenue during the period was Rs.5.254 million vis-à-vis Rs.2.476 million for the corresponding period of 2014-15. Thus, Pre-tax Profit stood at Rs. 3.258 million against a Pre-tax Profit of Rs. 0.986 million for the corresponding period of 2014-15 mainly due to increase in trading income. Hence the earning per certificate also improved to Re. 0.33 from Re. 0.10 per certificate. The unrealized gain in the value of investment in marketable securities was Rs.24.767 million.

The Management of your Modaraba will continue steady performance by striking a careful balance between risk and reward for achieving a sustainable growth under the Shariah principle of Islamic Finance.

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

Karachi:
October 28, 2015

Muhammad Omar Amin Bawany
Chief Executive

CONDENCED INTERIM BALANCE SHEET

AS AT SEPTEMBER 30, 2015

	Notes	(Un-audited) September 30, 2015	(Audited) June 30, 2015
		Rupees	Rupees
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
Reserve		46,131,327	43,626,629
		121,282,914	118,778,216
Unrealized gain in value of investment		24,767,300	29,754,335
TOTAL EQUITY		146,050,214	148,532,551
NON-CURRENT LIABILITIES			
		-	-
CURRENT LIABILITIES			
Accrued expenses and other liabilities		1,451,145	1,302,176
Due to Management Company		1,425,675	1,056,250
Unclaimed Dividend		831,521	831,521
		3,708,341	3,189,947
		149,758,555	151,722,498
FIXED ASSETS			
Own use		123,688	129,881
Long Term Deposits		40,019	40,019
		163,707	169,900
CURRENT ASSETS			
Stock in trade		5,122,619	43,030,000
Advances, deposit, prepayments & other Receivables		560,766	1,109,801
Available-for-sale - Investment		82,601,851	83,260,051
Cash and bank balances		61,309,611	24,152,746
		149,594,847	151,552,598
		149,758,555	151,722,498

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 INTERIM PROFIT AND LOSS ACCOUNT /
STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**
FOR THE QUARTER ENDED SEPTEMBER 30, 2015

	September 2015 Rupees	September 2014 Rupees
Operating Incomes	5,254,039	2,476,525
Operating expenses	(1,559,796)	(1,357,902)
Profit/(Loss) before charging management fee	3,694,243	1,118,623
Provision for management fee	(369,424)	(111,862)
Profit/(Loss) before wokers' welfare fund	3,324,819	1,006,761
Provision for workers' welfare fund	(66,496)	(20,135)
Profit/(Loss) before taxation	3,258,322	986,626
Taxation - current	(753,625)	(203,906)
Profit/(Loss) after taxation	2,504,698	782,720
Earning per certificate - Basic and Diluted	0.33	0.10

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 INTERIM STATEMENT OF OTHER
COMPREHENSIVE INCOME (UN-AUDITED)**

FOR THE QUARTER ENDED SEPTEMBER 30, 2015

	For the quarter ended September 30,	
	2015	2014
	----- Rupees -----	
Profit/ (loss) for the period	2,504,698	782,720
Unrealized gain/(loss) on revaluation of available for sale - Investment	(5,512,710)	(891,397)
Gain realized on disposal of Investment	525,675	-
	(4,987,035)	(891,397)
Total comprehensive income for the period	(2,482,337)	(108,677)

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 INTERIM STATEMENT OF CASH FLOWS
(UN-AUDITED)**

FOR THE QUARTER ENDED SEPTEMBER 30, 2015

	Sep 2015	Sep 2014
	----- Rupees -----	
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	3,258,322	986,626
Adjustments for :		
Depreciation- own assets	6,193	7,926
Gain on sale of investments	(122,220)	-
Provision for Provident fund	74,838	-
Bank Profit	(747,694)	(912,392)
Provision for Mangement fee	369,424	111,862
Provision for WWF	66,496	20,135
Accrued income on Musharika Certificates	(46,079)	-
Dividend Income	(365,427)	(277,088)
	<u>(764,468)</u>	<u>(1,049,557)</u>
	2,493,854	(62,930)
Changes in working capital		
Decrease / (increase) in current assets :		
Stock in Trade	37,907,381	14,277,955
Advance, Deposits, prepayments and other receivable	63,674	(3,485,897)
Increase / (decrease) in current liabilities:		
Accrued expenses	7,634	(82,749)
Net increase in working capital	37,978,689	10,709,308
Taxes Paid	(7,125)	(94,000)
Dividend Paid	-	(2,905)
Net cash Inflow(outflow) from operating activities	<u>40,465,418</u>	<u>10,549,473</u>
B CASH FROM INVESTING ACTIVITIES		
Additions in fixed assets		
Own use	-	-
Available for sale Investments acquired	(6,979,995)	-
Proceeds from sale of Investments	2,819,460	(778,067)
Dividend received	279,760	277,088
Bank Profit received	572,221	915,456
Net cash inflow(outflow) from investing activities	<u>(3,308,554)</u>	<u>414,477</u>
C. CASH FROM FINANCING ACTIVITIES		
Net cash used in financing activities	<u>-</u>	<u>-</u>
Net increase/ (decrease) in cash and bank balances	37,156,864	10,963,950
Cash and bank balances at the beginning of the period	24,152,746	46,427,873
Cash and bank balances at the period ended September 30, 2015	<u>61,309,611</u>	<u>57,391,822</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, 2015

Description	Issued subscribed and paid up capital	Reserves		Unrealized gain (/loss) on available for sale Investment	Total
		Statutory reserves	Unappropriated Profit		
	----- Rupees -----				
Balance as at July 01, 2014	75,151,587	28,827,702	5,682,801	24,658,043	134,320,133
Comprehensive income for the quarter	-	-	782,720	(891,397)	(108,677)
Balance as at September 30, 2014	<u>75,151,587</u>	<u>28,827,702</u>	<u>6,465,521</u>	<u>23,766,646</u>	<u>134,211,456</u>
Balance as at October 01, 2014	75,151,587	28,827,702	6,465,521	23,766,646	134,211,456
Transfer to the statutory reserves @ 40%	-	3,646,450	(3,646,450)	-	-
Comprehensive income for nine months	-	-	8,333,406	5,987,689	14,321,095
Balance as at June 30, 2015	<u>75,151,587</u>	<u>32,474,152</u>	<u>11,152,477</u>	<u>29,754,335</u>	<u>148,532,551</u>
Balance as at July 1, 2015	75,151,587	32,474,152	11,152,477	29,754,335	148,532,551
Comprehensive income for the quarter	-	-	2,504,698	(4,987,035)	(2,482,337)
Balance as at September 30, 2015	<u>75,151,587</u>	<u>32,474,152</u>	<u>13,657,175</u>	<u>24,767,300</u>	<u>146,050,214</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, 2015**

1. INVESTMENT	September 2015 Rupees	June 2015 Rupees
1.1 Investment in Shares/Certificates	49,222,426	49,935,255
1.2 Investment in Mutual Funds-Open Ended	28,287,267	28,278,717
1.3 Investment in Musharaka Certificates	5,092,158	5,046,079
	<u>82,601,851</u>	<u>83,260,051</u>

1.1 Investment in Shares/Certificates

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

September 2015 Shares / Certificates	June 2015 Shares / Certificates	NAME OF COMPANY/ INSTITUTION	September 2015 Rupees	June 2015 Rupees
MODARABAS				
117,636	117,636	Standard Chartered Modaraba	3,580,841	3,529,081
72,900	72,900	First Punjab Modaraba	393,660	391,473
19,360	19,360	First Tri Star Modaraba	48,401	48,401
<u>209,896</u>	<u>209,896</u>	Total	<u>4,022,902</u>	<u>3,968,955</u>
CEMENT				
55,000	55,000	Cherat Cement	4,742,100	4,786,650
50,000	50,000	Fauji Cement	1,674,000	1,743,500
<u>105,000</u>	<u>105,000</u>	Total	<u>6,416,100</u>	<u>6,530,150</u>
FUEL AND ENERGY				
15,840	15,840	Pakistan State Oil	4,568,098	6,110,914
30,873	30,873	Pakistan Petroleum Ltd.	3,678,242	5,071,232
-	7,000	Pakistan Oilfields Ltd.	-	2,826,740
110,000	110,000	Hub Power Company Ltd	10,806,400	10,292,700
49,000	49,000	Kohinoor Energy Ltd	2,427,451	2,474,500
500,000	250,000	K-Electric Ltd.	3,530,000	2,105,000
42,500	-	Kot Addu Power Ltd.	4,026,875	-
<u>748,213</u>	<u>462,713</u>	Total	<u>29,037,066</u>	<u>28,881,086</u>
COMMUNICATION				
57,000	57,000	Pakistan Telecommunication Company Ltd.	991,230	1,168,500
<u>57,000</u>	<u>57,000</u>	Total	<u>991,230</u>	<u>1,168,500</u>
CHEMICALS & PHARMACEUTICALS				
62,820	62,820	Fauji Fertilizer Company Ltd.	7,755,128	9,386,564
<u>62,820</u>	<u>62,820</u>	Total	<u>7,755,128</u>	<u>9,386,564</u>
GLASS & CERAMICS				
10,000	-	Ghani Glass Ltd.	1,000,000	-
<u>10,000</u>	<u>-</u>	Total	<u>1,000,000</u>	<u>-</u>
<u>1,192,929</u>	<u>897,429</u>	Grand Total	<u>49,222,426</u>	<u>49,935,255</u>

1.2 Investment in Mutual Funds-Open Ended

September 2015	June 2015		September 2015	June 2015
Number of Units		<i>MUTUAL FUNDS-OPEN ENDED</i>	Rupees	Rupees
123,463	123,463	Meezan Balanced Fund	1,787,740	1,811,197
409,268	409,268	Meezan Cash Fund	20,753,996	20,504,343
101,226	97,582	Meezan Islamic Fund	5,745,531	5,963,177
633,957	630,313	Grand Total	28,287,267	28,278,717

1.3 Investment in Musharaka Certificates

June 2015	September 2015		September 2015	June 2015
Number of Units		<i>MUTUAL FUNDS-OPEN ENDED</i>	Rupees	Rupees
5	5	Musharaka Certificates	5,092,158	5,046,079
5	5		5,092,158	5,046,079

2. These financial statements are unaudited and were authorized for issued on Oct 28, 2015 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