



Financial Statements

(Un-Audited)

For the Quarter Ended

March 31, 2019

B.F. MODARABA

Managed By

E.A. MANAGEMENT (PVT) LTD.

CORPORATE INFORMATION

MODARABA MANAGEMENT COMPANY

E. A. Management (Pvt.) Ltd.

BOARD OF DIRECTORS

DIRECTORS OF MODARABA MANAGEMENT COMPANY

Mr. Ahmed Ali Mohammad Amin Bawany	Chairman
Mr. Muhammad Omar Amin Bawany	Chief Executive
Mr. Hamza Omar Bawany	Director
Mr. Abdul Ghaffar Umer	Independent Director

AUDIT COMMITTEE

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

HUMAN RESOURCE & REMUNERATION COMMITTEE

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

COMPANY SECRETARY

Mr. Muhammad Ayub

SHARIAH ADVISOR

Mr. Mufti Zubair Usmani

LEGAL ADVISOR

Mr. Ghullam Rasool Korai

MODARABA AUDITORS

M/s. Rehman Sarfaraz Rahim Iqbal Rafiq
Chartered Accountants

BANKERS

Al-Baraka Islamic Bank
Bank Al-Habib Islamic Limited
Habib Bank Limited
Habib Metropolitan Islamic Bank Limited
UBL Ameen Islamic Bank

REGISTERED OFFICE

Bungalow no. 14-H, Block-6,
P.E.C.H.S., Main Shahrah-e-Faisal,
Karachi, Pakistan.
Phone : (92-21) 34322851-54
UAN : 111-229-269
Fax : (92-21) 34322863

EMAIL & WEBSITE

E-mail: info@bfmodaraba.com.pk
feedback@bfmodaraba.com.pk
URL: www.bfmodaraba.com.pk

SHARES REGISTRAR

M/s. C & K Management Associates (Pvt.) Limited
404, Trade Tower, Abdullah Haroon Road, Near
Metropole Hotel, Karachi-75530
Phone: 35687839-35685930

**DIRECTOR'S REPORTS
FOR THE PERIOD ENDED MARCH 31, 2019**

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 Quarter ended March 31, 2019.

Our gross revenue during the period was Rs. 6.769 million vis-à-vis Rs. 7.034 million for the corresponding period of 2017-18 declined by 3.8%. However, Pakistan Stock Exchange remained volatile due to multiple negative factors like political instability, erosion in rupees value and increase in discount rate. These factors have affected the profitability of your Modaraba from equity market. But Alhamdulillah, major component of revenue during the period was capital gain of Rs. 3.469 million. We managed to earn trading profit during the period Rs. 0.664 million against loss for the corresponding period of Rs. 4.366 million. Thus, Pre-tax Profit stood at Rs. 1.782 million against a Pre-tax Profit of Rs. 1.005 million for the corresponding period of 2017-18. Consequently, earning per share has improved from Rs. 0.10 to Rs. 0.16 per certificate. The unrealized loss in the value of investment in marketable securities stood at Rs. 4.370 million as at March 31, 2019.

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

Karachi:
April 22, 2019

Muhammad Omar Amin Bawany
Chief Executive

ڈائریکٹرز رپورٹ

برائے اختتامی مدت 31 مارچ 2019

معزز سرٹیفکیٹ ہولڈرز

السلام علیکم!

اللہ تعالیٰ کے فضل و کرم سے میں 31 مارچ 2019ء کو ختم ہونے والی سہ ماہی کیلئے آپ کی مضاربہ کی کارکردگی کا جائزہ پیش کرتے ہوئے مسرت محسوس کرتا ہوں۔

اس مدت کے دوران ہماری مجموعی آمدنی 6.769 ملین روپے رہی جب کہ 2017-18 کی اسی مدت میں 7.034 ملین روپے تھی جو کہ 3.8 فیصد کم ہے۔ پاکستان اسٹاک ایکسچینج بھی منفی عوامل کا شکار ہے جسکی وجہ سیاسی عدم استحکام، روپے کی قدر میں کمی اور ڈاؤنٹ ریٹ میں اضافہ ہے۔ ان عوامل نے ایکویٹی مارکیٹ سے آپ کے مضاربہ کے منافع کو متاثر کیا ہے لیکن الحمد للہ اس مدت کے دوران آمدنی کے بڑے ذریعے کے حوالے سے سرمایہ میں نفع 3.469 ملین روپے حاصل کیا ہے۔ اس مدت کے دوران ہم نے تجارت میں نفع 0.664 ملین روپے حاصل کیا جبکہ گزشتہ سال کی مدت کے دوران 4.366 ملین روپے کا خسارہ ہوا تھا۔ ٹیکس سے قبل نفع 1.782 ملین روپے رہا جبکہ گزشتہ سال 2017-18 میں قبل از ٹیکس نفع 1.005 ملین روپے تھا۔ بعد ازاں فی شیئر کمائی میں 0.10 سے 0.16 روپے فی سرٹیفکیٹ کے حساب سے فی شیئر میں بہتری ہوئی۔ مارکیٹ کی سیکورٹیز میں سرمایہ کاری کی قیمت میں غیر حقیقی نقصان جو کہ 31 مارچ 2019 کو 4.370 ملین روپے رہا۔

اللہ تعالیٰ مضاربہ کے لئے ترقی کی ہماری کوششوں میں اپنی رہنمائی فرمائے اور نعمتوں سے نوازے۔ آمین۔

محمد عمر امین باوانی

چیف ایگزیکٹو

کراچی 22 اپریل 2019

CONDENCED INTERIM BALANCE SHEET

AS AT MARCH 31, 2019

	Note	(Un-audited) Mar-2019	(Audited) June-2018
-----Rupees-----			
ASSETS			
Current Assets			
Cash and bank balances		14,275,797	24,943,033
Investments	1	100,549,257	97,645,100
Advances, prepayments and other receivables		4,978,206	6,140,547
Trade debts - considered good and unsecured		-	1,863,406
Stock in trade		11,928,000	10,107,090
		131,731,260	140,699,176
Non-Current Assets			
Long term deposits		40,019	40,019
Property, plant and equipment		33,615	38,417
		73,634	78,436
TOTAL ASSETS		131,804,894	140,777,612
LIABILITIES AND EQUITY			
Current Liabilities			
Accrued and other liabilities		1,705,049	4,839,548
Due to management company		202,122	497,457
Unclaimed dividend		1,545,582	1,545,582
Provision for taxation		565,191	670,293
		4,017,944	7,552,880
Certificate Holders' Equity			
Certificate capital		75,151,587	75,151,587
Reserves		57,005,607	55,788,081
		132,157,194	130,939,668
Unrealized (loss) /gain on available for sale investments		(4,370,245)	2,285,064
TOTAL LIABILITIES AND EQUITY		131,804,894	140,777,612
Contingencies and Commitments		-	-

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

FOR E.A Management (Private) Limited
(Management Company)

Chairman

Chief Executive

Director

Chief Financial Officer

**CONDENSED INTERIM PROFIT AND LOSS
ACCOUNT (UN-AUDITED)**

FOR THE QUARTER ENDED MARCH 31, 2019

	Nine months ended		Quarter ended	
	July-18 to Mar-19 Rs.	July-17 to Mar-18 Rs.	Jan-19 to Mar-19 Rs.	Jan-18 to Mar-18 Rs.
	-----Rupees-----		-----Rupees-----	
Operating Income	6,768,944	7,033,965	1,869,823	1,987,688
Less:				
Operating expenses	<u>(4,747,723)</u>	<u>(5,894,427)</u>	<u>(1,285,355)</u>	<u>(1,661,225)</u>
Profit before charging management fee	2,021,221	1,139,538	584,468	326,463
Management fee	<u>(202,122)</u>	<u>(113,954)</u>	<u>(58,447)</u>	<u>(32,646)</u>
Profit before Worker's Welfare Fund	1,819,099	1,025,584	526,021	293,817
Provision for Worker's Welfare Fund	<u>(36,382)</u>	<u>(20,512)</u>	<u>(10,520)</u>	<u>(5,876)</u>
Profit before Taxation	1,782,717	1,005,072	515,501	287,940
Taxation - current	<u>(565,191)</u>	<u>(258,983)</u>	<u>(225,628)</u>	<u>(83,061)</u>
Profit after taxation	<u>1,217,526</u>	<u>746,089</u>	<u>289,872</u>	<u>204,880</u>
Earning per certificate- basic and diluted	<u>0.16</u>	<u>0.10</u>	<u>0.04</u>	<u>0.03</u>

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

FOR E.A Management (Private) Limited
(Management Company)

Chairman

Chief Executive

Director

Chief Financial Officer

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

FOR THE QUARTER ENDED MARCH 31, 2019

	Nine months ended March 31,		For the quarter ended March 31,	
	2019	2018	2019	2018
	-----Rupees-----		-----Rupees-----	
Profit for the period	1,217,526	746,089	289,872	204,880
Unrealized loss on revaluation of available for sale investments	(3,185,677)	(2,376,656)	795,330	4,321,099
Gain on investments transferred to profit and loss account	(3,469,631)	(9,199,550)	(1,023,838)	(1,198,600)
	(6,655,308)	(11,576,206)	(228,508)	3,122,499
Total comprehensive loss for the period	<u>(5,437,782)</u>	<u>(10,830,116)</u>	<u>61,365</u>	<u>3,327,379</u>

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

FOR E.A Management (Private) Limited
(Management Company)

Chairman

Chief Executive

Director

Chief Financial Officer

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

FOR THE QUARTER ENDED MARCH 31, 2019

	March 31 2019	March 31 2018
	-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,782,717	1,005,072
Adjustments for non cash charges and other items:		
Depreciation on own assets	4,800	6,246
Provision for profit on bank deposits	(856,404)	(8,897,249)
Provision for management fee	202,122	113,954
Provision for provident fund	275,961	320,682
Provision for worker's welfare fund	36,382	20,512
Gain on sale of investment	(3,469,631)	-
Dividend income	(1,779,249)	(1,997,305)
	<u>(5,586,019)</u>	<u>(10,433,160)</u>
Operating loss before working capital changes	<u>(3,803,302)</u>	<u>(9,428,088)</u>
Working capital changes		
<i>Decrease / (Increase) in current assets</i>		
Stock in trade	<u>(1,820,910)</u>	15,937,109
Trade Debts	1,863,406	-
Advances, deposit, prepayments and other receivables	<u>(220,224)</u>	1,095,408
	<u>(177,728)</u>	17,032,517
<i>(Increase) / decrease in current liabilities</i>		
Accrued and other liabilities	<u>(3,264,773)</u>	4,658,346
Net increase in working capital	<u>(3,442,501)</u>	21,690,863
Taxes paid	<u>(943,568)</u>	(256,096)
Dividend Paid	-	(7,003,708)
P.F Paid	<u>(182,069)</u>	(774,377)
Management Fee paid	<u>(497,457)</u>	(1,802,932)
	<u>(1,623,094)</u>	<u>(9,837,113)</u>
Net cash inflow from operating activities (A)	(8,868,897)	2,425,662
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions in fixed assets - own use	-	(7,000)
Profit received on bank deposits	889,605	-
Purchase of investment	<u>(13,120,145)</u>	(4,649,638)
Proceed from sale of investment	7,030,311	14,511,429
Dividend received	3,401,890	1,643,555
Net cash (outflows) / inflows from investing activities (B)	(1,798,339)	11,498,346
Cash flows from financing activities (C)		-
Net increase in cash and cash equivalents (A+B+C)	(10,667,236)	13,924,008
Cash and cash equivalents as at beginning of the period	24,943,033	6,900,266
Cash and cash equivalents as at the end of period	14,275,797	20,824,274

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

FOR E.A Management (Private) Limited
(Management Company)

Chairman

Chief Executive

Director

Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2019

Description	Issued, subscribed and paid up capital	Reserves		Total
		Statutory reserves	Unappropriated profits	
-----Rupees-----				
Balance as at July 01, 2017	75,151,587	45,526,548	14,059,409	134,737,544
Issuance of Cash Dividend 10%	-	-	(7,515,159)	(7,515,159)
Comprehensive income for nine months	-	-	746,089	746,089
Balance as at March 31, 2018	<u>75,151,587</u>	<u>45,526,548</u>	<u>7,290,339</u>	<u>127,968,474</u>
Balance as at April 1, 2018	75,151,587	45,526,548	7,290,339	127,968,474
Comprehensive income	-	1,858,641	1,112,553	2,971,194
Balance as at June 30, 2018	<u>75,151,587</u>	<u>47,385,189</u>	<u>8,402,892</u>	<u>130,939,668</u>
Balance as at July 1, 2018	75,151,587	47,385,189	8,402,892	130,939,668
Comprehensive income for nine months	-	-	1,217,526	1,217,526
Balance as at March 31, 2019	<u>75,151,587</u>	<u>47,385,189</u>	<u>9,620,418</u>	<u>132,157,194</u>

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

FOR E.A Management (Private) Limited
(Management Company)

 Chairman

Chief Executive

Director

Chief Financial Officer

**CONDENSED NOTES TO INTERIM
FINANCIAL INFORMATION (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2019**

1 INVESTMENTS	Note	Un-audited Mar-2019	Audited June-2018
-----Rupees-----			
Available for sale			
Investments in listed shares/certificates	1.1	24,387,294	29,193,695
Investments in open ended units	1.2	76,161,962	68,451,405
		<u>100,549,256</u>	<u>97,645,100</u>

1.1 Investments in listed shares/certificates

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

No. of shares / certificates			Un-audited	Audited
March 31, 2019	June 30, 2018		March 31, 2019	June 30, 2018
No. of shares / certificates			-----Rupees-----	
MODARABAS				
21,136	92,636	Orix Modaraba	350,855	1,538,683
<u>72,900</u>	<u>72,900</u>	First Punjab Modaraba	<u>255,150</u>	<u>400,950</u>
<u>94,036</u>	<u>165,536</u>		<u>606,005</u>	<u>1,939,633</u>
COMMERCIAL BANKS				
19,300	53,000	Meezan Bank Ltd.	1,911,665	4,331,160
<u>19,300</u>	<u>53,000</u>		<u>1,911,665</u>	<u>4,331,160</u>
CEMENT				
162,000	162,000	Fauji Cement Company Limited	3,233,520	3,701,700
13,000	10,000	Kohat Cement Limited	1,115,790	1,230,700
10,000	-	D.G.KHAN Cement Limited	854,100	-
<u>185,000</u>	<u>172,000</u>		<u>5,203,411</u>	<u>4,932,400</u>
FUEL AND ENERGY				
20,000	20,000	The Hub Power Company Limited	1,466,600	1,843,200
49,000	49,000	Kohinoor energy Limited	1,837,491	1,959,991
600,500	600,500	K-Electric Limited	3,357,038	3,411,083
83	73	Pakistan Petroleum Limited	15,354	15,688
<u>669,583</u>	<u>669,573</u>		<u>6,676,483</u>	<u>7,229,962</u>
REFINERY				
12,500	-	ATTOCK REFINERY	1,337,251	-
<u>12,500</u>	<u>-</u>		<u>1,337,251</u>	<u>-</u>
ENGINEERING				
25,000	25,000	Mughal Iron & Steel Ind.	976,500	1,535,500
25,000	25,000	International Steel	1,600,750	2,542,500
<u>50,000</u>	<u>50,000</u>		<u>2,577,250</u>	<u>4,078,000</u>
AUTOMOBILE ASSEMBLER				
2,000	2,000	Pak Suzuki Motors Ltd.,	548,600	786,760
<u>2,000</u>	<u>2,000</u>		<u>548,600</u>	<u>786,760</u>
COMMUNICATION				
57,000	57,000	Pakistan Telecommunication Company Ltd.	518,130	652,080
<u>57,000</u>	<u>57,000</u>		<u>518,130</u>	<u>652,080</u>

No. of shares / certificates		Un-audited	Audited
March 31, 2019	June 30, 2018	March 31, 2019	June 30, 2018
No. of shares / certificates		-----Rupees-----	

CHEMICALS & PHARMACEUTICALS

70,000	70,000	Engro Fertilizer Company Limited	5,008,499	5,243,699
<u>70,000</u>	<u>70,000</u>		<u>5,008,499</u>	<u>5,243,699</u>
<u>1,159,419</u>	<u>1,239,109</u>		<u>24,387,294</u>	<u>29,193,695</u>

1.2 Investment in mutual funds open-ended units

March 31, 2019		June 30, 2018		Un-audited March 31, 2019	Audited June 30, 2018
No. of units			MUTUAL FUNDS-OPEN ENDED	-----Rupees-----	
111,436	111,436		Meezan Islamic Fund	6,325,169	7,057,724
-	133,957		Meezan Balanced Fund	-	2,067,782
1,147,462	1,107,256		Meezan Islamic Income Fund	62,120,498	59,325,899
51,061	-		Alfalah GHP Islamic Value Fund	4,907,182	-
69,549	-		AKD Islamic Stock Fund	2,809,113	-
<u>1,379,508</u>	<u>1,352,649</u>			<u>76,161,962</u>	<u>68,451,405</u>

- These financial statements are unaudited and were authorized for issued on April 22, 2019, 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.

FOR E.A Management (Private) Limited
(Management Company)

Chairman

Chief Executive

Director

Chief Financial Officer