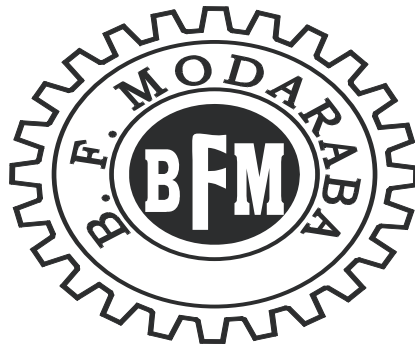


Financial Statements
(Reviewed) for the
Half Year Ended
December 31, 2025



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

| | |
|---|-----------------------------|
| <i>Mr. Ahmed Ali Mohammad Amin Bawany</i> | <i>Chairman</i> |
| <i>Mr. Bilal Omar Bawany</i> | <i>Chief Executive</i> |
| <i>Mr. Muhammad Omar Amin Bawany</i> | <i>Director</i> |
| <i>Mr. Muhammad Altamash Bawany</i> | <i>Director</i> |
| <i>Mr. Muhammad Sheryar Bawany</i> | <i>Director</i> |
| <i>Mr. Muhammad Samiullah</i> | <i>Independent Director</i> |
| <i>Ms. Tasneem Yusuf</i> | <i>Independent Director</i> |

AUDIT COMMITTEE

| | |
|---|-----------------|
| <i>Mr. Muhammad Samiullah</i> | <i>Chairman</i> |
| <i>Mr. Ahmed Ali Mohammad Amin Bawany</i> | <i>Member</i> |
| <i>Mr. Muhammad Omar Amin Bawany</i> | <i>Member</i> |
| <i>Ms. Tasneem Yusuf</i> | <i>Member</i> |

HUMAN RESOURCE & REMUNERATION COMMITTEE

| | |
|---|-----------------|
| <i>Mr. Muhammad Samiullah</i> | <i>Chairman</i> |
| <i>Mr. Ahmed Ali Mohammad Amin Bawany</i> | <i>Member</i> |
| <i>Mr. Muhammad Omar Amin Bawany</i> | <i>Member</i> |
| <i>Mr. Bilal Omar Bawany</i> | <i>Member</i> |

CFO & COMPANY SECRETARY

Mr. Muhammad Ayub

SHARIAH ADVISOR

Mr. Mufti Zubair Usmani

LEGAL ADVISOR

Mr. Ghullam Rasool Korai

MODARABA AUDITORS

M/s. RSM Avais Hyder Liaquat Nauman
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

Plot No. 43-1-E (B), Block No. 06
Off Razi Road, P.E.C.H.S.,
Shahrah-e-Faisal, Karachi, Pakistan.
UAN : 111-229-269
Fax : (92-21) 34322864

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
M-13, Progressive Plaza, Plot No. 5 - CL - 10,
Civil Lines Quarter, Beaumont Road, Karachi -75530
Phone: 35687839-35685930

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE CERTIFICATE HOLDERS OF THE B.F. MODARABA
REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION**

Introduction

We have reviewed the accompanying condensed interim statement of Financial Position of B.F. Modaraba (the Modaraba) as at December 31, 2025, and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows together with the notes forming part thereof (here-in-after referred to as the "condensed interim financial statement"), for the six month period ended December 31, 2025.

E.A. Management (Private) Limited (the Management Company) is responsible for the preparation and presentation of this condensed interim financial statement in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial statement based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of Condensed interim financial statement consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

The figures for the quarter ended December 31, 2025 and December 31, 2024 in the condensed interim financial statement have not been reviewed and we are required to review only the cumulative figures for the half year ended December 31, 2025.

The engagement partner on the review resulting in this independent auditor's review report is Adnan Zaman.


Chartered Accountants

Karachi

Date: February 27, 2026

UDIN: RR202510242oRv1iZFtw

THE POWER OF BEING UNDERSTOOD
INSURANCE | TAX | CONSULTING

**DIRECTOR'S REPORTS
FOR THE PERIOD ENDED DECEMBER 31, 2025**

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 Half year ended December 31, 2025, which has been reviewed by the External Auditors.

Our gross revenue during the period was Rs. 11.015 million vis-à-vis Rs. 26.077 million for the corresponding period of 2024-25, mainly from trading income Rs. 4.773 million, Profit on Bank Deposit Rs. 2.797 million, Dividend Income Rs. 1.147 million, & Diminishing Musharakah Income Rs. 1.271 million. The unrealized gain was Rs. 30.085 million on reporting period ended December 2025 which is 40% higher from the period ended June-2025, which has been reflected in the equity. The KSE-100 index showed a remarkable increase of 39% from 125,627 points at the end of June 2025, closing at 174,052 points as on reporting period. Despite lower revenue generation during the period Pre-tax Profit stood at Rs. 3.367 million against a Pre-tax Profit of Rs. 17.796 million for the corresponding period of 2024-25. Consequently, Earnings per Certificate stood at Rs. 0.45 per certificate.

We bow to Allah and pray for His blessing and guidance

AMEEN

Karachi:
February 26, 2026

Director

Bilal Omar Bawany
Chief Executive

چیف ایگزیکٹو کا جائزہ

برائے اختتامی مدت 31 دسمبر 2025

محترم سرٹیفکیٹ ہولڈرز
اسلام علیکم!

اللہ تعالیٰ کے فضل و کرم سے میں 31 دسمبر 2025 کو ختم ہونے والے سہ ماہی کے لئے آپ کے مضاربہ کی کارکردگی کا مختصر سا جائزہ پیش کرتے ہوئے مسرت محسوس کرتا ہوں۔

دورانِ مدت ہماری مجموعی آمدنی 11.015 ملین روپے رہی جبکہ مالی سال 2024-25 کی اسی مدت میں یہ 26.077 ملین روپے تھی۔ یہ آمدنی بنیادی طور پر ٹریڈنگ آمدنی 4.773 ملین روپے، بینک ڈپازٹ پر منافع 2.797 ملین روپے، ڈبویڈنڈ آمدنی 1.147 ملین روپے، اور ڈمنشنگ مشارکہ آمدنی 1.271 ملین روپے پر مشتمل ہے۔ دسمبر 2025 کو ختم ہونے والی رپورٹنگ مدت کے اختتام پر غیر حقیقی منافع 30.085 ملین روپے رہا، جو جون 2025 کے اختتام کے مقابلے میں 40 فیصد زیادہ ہے، اور اسے ایکویٹی میں ظاہر کیا گیا ہے۔ KSE-100 Index میں نمایاں 39 فیصد اضافہ دیکھنے میں آیا، جو جون 2025 کے اختتام پر 125,627 پوائنٹس سے بڑھ کر رپورٹنگ مدت کے اختتام پر 174,052 پوائنٹس پر بند ہوا۔ مدت کے دوران آمدنی میں کمی کے باوجود قبل از ٹیکس منافع 3.367 ملین روپے رہا جبکہ مالی سال 2024-25 کی اسی مدت میں قبل از ٹیکس منافع 17.796 ملین روپے تھا۔ نتیجتاً فی سرٹیفکیٹ آمدنی 0.45 روپے رہی۔

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

ڈائریکٹر

ڈائریکٹر

کراچی: 26 فروری 2026

B.F. Modaraba

Condensed Interim Statement of Financial Position

As at December 31, 2025

| | | (Un-audited) December 31, 2025 | (Audited) June 30, 2025 |
|--|-------------|--------------------------------------|-------------------------------|
| | | -----Rupees----- | |
| ASSETS | <i>Note</i> | | |
| Non-current assets | | | |
| Furniture and equipment | | 345,445 | 13,305 |
| Long term deposits | | 40,019 | 40,019 |
| Long term investments | 3 | 82,183,374 | 52,543,309 |
| Diminishing Musharaka | 4 | 1,941,469 | 3,682,029 |
| Long term Musharaka | 5 | - | - |
| | | <u>84,510,307</u> | <u>56,278,662</u> |
| Current assets | | | |
| Stock in trade | | - | 54,025,400 |
| Prepayments and other receivables | 6 | 2,001,443 | 10,807,273 |
| Current portion of Diminishing Musharaka | 4 | 12,049,444 | 13,798,999 |
| Tax Refundable | | 61,328 | 57,186 |
| Cash and bank balances | 7 | 87,501,860 | 41,877,006 |
| | | <u>101,614,075</u> | <u>120,565,864</u> |
| Total assets | | <u><u>186,124,382</u></u> | <u><u>176,844,526</u></u> |
| LIABILITIES AND EQUITY | | | |
| Current liabilities | | | |
| Trade and other payables | | 1,004,972 | 1,925,149 |
| Due to Management Company | | 464,719 | 2,245,308 |
| Unclaimed dividend | | 1,690,888 | 1,690,889 |
| | | <u>3,160,579</u> | <u>5,861,346</u> |
| Certificate holders' equity | | | |
| Certificate capital | | 75,151,587 | 75,151,587 |
| Reserves | | 77,727,141 | 74,359,894 |
| | | <u>152,878,728</u> | <u>149,511,481</u> |
| Unrealized gain on re-measurement of investments | 8 | 30,085,075 | 21,471,699 |
| Contingencies and Commitments | 10 | - | - |
| Total liabilities and equity | | <u><u>186,124,382</u></u> | <u><u>176,844,526</u></u> |

The annexed notes from 1 to 16 form an integral part of these financial statements.

Chairman_____
Chief Executive Officer_____
Chief Financial Officer

B.F. Modaraba

Condensed Interim Statement of Profit or Loss

For the six months and quarter ended December 31, 2025 (unaudited)

| | Note | Six months ended | | Quarter ended | |
|---|------|----------------------|---------------------|---------------------|---------------------|
| | | December 31, 2025 | December 31 2024 | December 31 2025 | December 31 2024 |
| ----- Rupees ----- | | | | | |
| Revenue - net | | | | | |
| Trading Income | 9 | 4,772,905 | 17,458,860 | - | 17,458,690 |
| Unrealised gain on remeasurement of investment in units of mutual funds | | 1,026,119 | 523,935 | 38,642 | 395,637 |
| Realized gain on sale of mutual funds | | - | - | - | - |
| Diminishing Musharakah income | | 1,271,633 | 3,424,465 | 626,337 | 1,470,087 |
| Dividend - net of zakat | | 1,147,442 | 3,100,525 | 532,286 | 358,402 |
| Profit on bank deposits | | 2,797,264 | 1,568,762 | 1,905,628 | 1,208,437 |
| | | <u>11,015,363</u> | <u>26,076,547</u> | <u>3,102,893</u> | <u>20,891,253</u> |
| Administrative expenditure | | | | | |
| Operating expenses | | (6,368,178) | (5,899,227) | (3,176,381) | (2,729,401) |
| Profit before charging Management Company's remuneration | | <u>4,647,185</u> | <u>20,177,320</u> | <u>(73,488)</u> | <u>18,161,852</u> |
| Management Company's remuneration | | (464,719) | (2,017,732) | 7,348 | (1,816,202) |
| | | <u>4,182,466</u> | <u>18,159,588</u> | <u>(66,140)</u> | <u>16,345,650</u> |
| Profit before Worker's Welfare Fund | | <u>4,182,466</u> | <u>18,159,588</u> | <u>(66,140)</u> | <u>16,345,650</u> |
| Provision for Workers' Welfare Fund | | (83,649) | (363,192) | 1,323 | (326,917) |
| | | <u>4,098,817</u> | <u>17,796,396</u> | <u>(64,817)</u> | <u>16,018,733</u> |
| Profit before taxation | | <u>4,098,817</u> | <u>17,796,396</u> | <u>(64,817)</u> | <u>16,018,733</u> |
| Taxation | | (731,570) | (425,063) | (460,968) | (53,762) |
| | | <u>3,367,247</u> | <u>17,371,333</u> | <u>(525,785)</u> | <u>15,964,971</u> |
| Profit after taxation | | <u>3,367,247</u> | <u>17,371,333</u> | <u>(525,785)</u> | <u>15,964,971</u> |
| Earnings per certificate - basic and diluted | | <u>0.45</u> | <u>2.31</u> | <u>(0.07)</u> | <u>2.12</u> |

The annexed notes from 1 to 16 form an integral part of these financial statements.

Chairman

Chief Executive Officer

Chief Financial Officer

B.F. Modaraba

Condensed Interim Statement of Comprehensive Income

For the six months and quarter ended December 31, 2025 (unaudited)

| | Six months ended | | Quarter ended | |
|---|--------------------|-------------------|------------------|-------------------|
| | December 31, | | December 31, | |
| | 2025 | 2024 | 2025 | 2024 |
| | ----- Rupees ----- | | | |
| Profit after taxation | 3,367,247 | 17,371,333 | (525,785) | 15,964,971 |
| Other comprehensive income | | | | |
| <i>Items that will not be subsequently reclassified to profit or loss</i> | | | | |
| Realized gain on sale of investment | - | 11,045,347 | - | 11,045,347 |
| Surplus on re-measurement of investments classified as at fair value through other comprehensive income | 8,615,384 | 2,511,634 | 6,195,997 | 92,247 |
| Total comprehensive income for the period | <u>11,982,631</u> | <u>30,928,314</u> | <u>5,670,212</u> | <u>27,102,565</u> |

The annexed notes from 1 to 16 form an integral part of these financial statements.

Chairman_____
Chief Executive Officer_____
Chief Financial Officer

B.F. Modaraba

Condensed Interim Statement of Changes in Equity

For the six months ended December 31, 2025 (unaudited)

| | Certificate capital | Statutory reserves | Reserves | | Total |
|---|---------------------|--------------------|------------------------|-------------------|--------------------|
| | | | Unappropriated profits | Total Reserve | |
| -----Rupees----- | | | | | |
| Balance as at July 01, 2024 | 75,151,587 | 50,255,171 | (1,639,820) | 48,615,351 | 123,766,939 |
| <i>Total comprehensive income for the six months ended</i> | | | | | |
| - Profit after taxation | - | - | 17,371,333 | 17,371,333 | 17,371,333 |
| - Other comprehensive income | - | - | 17,371,333 | 17,371,333 | 17,371,333 |
| - Profit realized on disposal of investments in ordinary shares of listed companies | - | - | 11,045,347 | 11,045,347 | 11,045,347 |
| Balance as at December 31, 2024 | 75,151,587 | 50,255,171 | 26,776,860 | 77,032,031 | 152,183,619 |
| Balance as at July 01, 2025 | 75,151,587 | 50,255,171 | 24,104,723 | 74,359,894 | 149,511,481 |
| <i>Total comprehensive income for the six months ended</i> | | | | | |
| - Profit after taxation | - | - | 3,367,247 | 3,367,247 | 3,367,247 |
| - Other comprehensive income | - | - | - | - | - |
| - Profit realized on disposal of investments in ordinary shares of listed companies | - | - | 3,367,247 | 3,367,247 | 3,367,247 |
| Balance as at December 31, 2025 | 75,151,587 | 50,255,171 | 27,471,970 | 77,727,141 | 152,878,728 |

The annexed notes from 1 to 16 form an integral part of these financial statements.

Chairman

Chief Executive Officer

Chief Financial Officer

B.F. Modaraba**Condensed Interim Statement of Cash Flows***For the six months ended December 31, 2025 (unaudited)*

| | December 31, 2025 | December 31, 2024 |
|--|----------------------|----------------------|
| | -----Rupees----- | |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before taxation | 4,098,817 | 17,796,396 |
| Adjustments for non-cash charges and other items: | | |
| - Depreciation on owned assets | (332,140) | 909 |
| - Profit on bank deposits | (2,797,264) | (1,568,762) |
| - Provision for Management Company's remuneration | 464,719 | 2,017,732 |
| - Provision for Provident Fund | 400,844 | 337,556 |
| - Provision for Worker's Welfare Fund | 83,649 | 363,192 |
| - Trading | (4,772,905) | (17,458,860) |
| - Diminishing Musharakah Income | (1,271,633) | (3,424,465) |
| - Unrealised gain on Mutual Funds | (1,026,119) | (523,935) |
| - Dividend income- net | (1,147,442) | (3,100,525) |
| | <u>(10,398,291)</u> | <u>(23,357,158)</u> |
| Operating loss before working capital changes | (6,299,474) | (5,560,762) |
| Working capital changes | | |
| <i>(Increase) / Decrease in current assets</i> | | |
| - Stock in trade | 54,025,400 | 41,689,549 |
| - Prepayments and other receivables | 12,291,803 | 12,513,573 |
| <i>Decrease in current liabilities</i> | | |
| - Trade and other payables | (2,700,767) | 1,334,521 |
| | 63,616,436 | 55,537,643 |
| Taxes paid | 12,516,734 | (662,117) |
| Provident Fund paid to employees | (1,133,325) | (229,624) |
| Dividend paid | - | - |
| Management fee paid | (2,245,308) | (854,221) |
| Dividend received | 1,147,442 | 3,100,525 |
| | <u>10,289,897</u> | <u>1,354,563</u> |
| Net cash used in operating activities | 67,606,859 | 51,331,444 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Profit received on bank deposits | 2,420,747 | 1,570,029 |
| Proceeds from Sale / Pur of investment | (20,000,000) | 24,511,558 |
| Diminishing Musharaka | (4,402,752) | 9,481,994 |
| | <u>(21,982,005)</u> | <u>35,563,581</u> |
| Net cash generated from investing activities | 45,624,854 | 86,895,025 |
| Net increase in cash and cash equivalents | 41,877,006 | 11,553,945 |
| Cash and cash equivalents as at beginning of the period | 87,501,860 | 98,448,970 |
| Cash and cash equivalents as at the end of period | <u>87,501,860</u> | <u>98,448,970</u> |

The annexed notes from 1 to 16 form an integral part of these financial statements.

Chairman

Chief Executive Officer

Chief Financial Officer

B.F. Modaraba**Notes to the Condensed Interim Financial Statements**

For the six months ended December 31, 2025 (unaudited)

1. STATUS AND NATURE OF BUSINESS

B.F. Modaraba ('the Modaraba') was formed under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the rules framed thereunder. The Modaraba is managed by E.A. Management (Private) Limited ('Modaraba Management Company'). The registered office of the Modaraba is situated at Plot No. 43-1-E(B), P.E.C.H.S., Block-6, Off Razi Road, Shahr-e-Faisal, Karachi. The Modaraba is listed on Pakistan Stock Exchange. The Modaraba commenced its business operation on January 7, 1988. The Modaraba is a perpetual multi-purpose modaraba and is primarily engaged in investments in quoted securities, trading of sugar, leasing, musharika and murabaha transactions.

2. BASIS OF PREPARATION OF CONDENSED INTERIM FINANCIAL STATEMENTS**2.1 Statement of compliance with the applicable accounting and reporting standards**

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards as applicable in Pakistan comprise of the following:

- (a) International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) and such other reporting standards [including Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP)] as notified by the Securities and Exchange Commission of Pakistan (SECP) under section 225(1) of the Companies Act, 2017 (here-in-after collectively referred to as the 'applicable financial reporting standards'); and
- (b) The legal provisions of the (i) Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, (ii) Modaraba Companies and Modaraba Rules, 1981, (iii) Prudential Regulations for Modarabas as well as the notifications, circulars or directives issued thereunder by the SECP from time to time (here-in-after collectively referred to as the 'applicable laws and regulations').

Wherever the requirements of the applicable financial reporting standards differ from the requirements of the applicable laws and regulations, the latter shall prevail.

These condensed interim financial statements do not include all the information and disclosures as required in the annual financial statements and should be read in conjunction with the Modaraba's annual financial statements for the year ended June 30, 2025.

2.2 Basis of measurement of items in these interim financial statements

All the items in these interim financial statements have been measured at their historical cost except for long term investments in quoted equity securities and open-ended mutual funds which are carried at fair value.

2.3 Functional and presentation currency

Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in which the Modaraba operates. These condensed interim financial statements are presented in Pak Rupees which is the Modaraba's functional and presentation currency.

2.4 Judgements and sources of estimation uncertainty

In preparing these condensed interim financial statements, the significant judgments made by management in applying the Modaraba's accounting policies and the key sources of estimation uncertainty were the same as those applied in the annual financial statements of the Modaraba as at and for the year ended June 30, 2024.

2.5 Material accounting policies

The significant accounting policies applied in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Modaraba for the year ended June 30, 2024.

| 3. LONG TERM INVESTMENTS | Note | (Un-audited) | (Audited) |
|---|------|----------------------|-------------------|
| | | December 31, 2025 | June 30, 2,025 |
| | | -----Rupees----- | |
| <i>At fair value through other comprehensive income</i> | | | |
| Ordinary shares of listed companies | 3.1 | 50,338,298 | 41,722,914 |
| <i>At fair value through profit or loss</i> | | | |
| Units of open-ended mutual funds | 3.2 | <u>31,845,076</u> | <u>10,820,400</u> |
| | | <u>82,183,374</u> | <u>52,543,314</u> |

3.1 Investments in ordinary shares of listed companies

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

| Number of shares | | Name of Company / Institution | Cost | | Market value | |
|--|------------------|----------------------------------|----------------------|-------------------|----------------------|-------------------|
| December 31, 2025 | June 30, 2025 | | December 31, 2025 | June 30, 2025 | December 31, 2025 | June 30, 2025 |
| -----Rupees----- | | | | | | |
| MODARABAS | | | | | | |
| 21,136 | 21,136 | OLP Modaraba | 191,281 | 191,281 | 475,560 | 396,723 |
| CEMENT | | | | | | |
| 149,125 | 149,125 | Fauji Cement Limited | 4,055,188 | 4,055,188 | 8,343,544 | 6,661,414 |
| 10,000 | 10,000 | D.G.Khan Cement Limited | 975,797 | 975,797 | 2,299,100 | 1,655,600 |
| 15,000 | 15,000 | Lucky Cement | 1,733,454 | 1,733,454 | 7,124,400 | 5,328,600 |
| REFINERY | | | | | | |
| 12,500 | 12,500 | Attock Refinery Limited | 2,078,108 | 2,078,108 | 8,542,875 | 8,492,750 |
| FUEL AND ENERGY | | | | | | |
| 49,000 | 49,000 | Kohinoor Energy Limited | 2,126,091 | 2,126,091 | 854,560 | 814,870 |
| 10,099 | 10,099 | Pakistan Petroleum Limited | 886,443 | 886,443 | 2,378,819 | 1,718,547 |
| OIL & GAS EXPLORATION COMPANIES | | | | | | |
| ENGINEERING | | | | | | |
| 20,000 | 20,000 | International Steels Limited | 2,923,892 | 2,923,892 | 2,107,200 | 1,854,000 |
| CHEMICALS & PHARMACEUTICALS | | | | | | |
| 75,000 | 75,000 | Engro Fertilizer Limited | 4,692,425 | 4,692,425 | 16,976,250 | 13,919,250 |
| TEXTILE COMPOSITE | | | | | | |
| 7,000 | 7,000 | Nishat Mills Ltd | 590,544 | 590,544 | 1,235,990 | 881,160 |
| | | | <u>20,253,223</u> | <u>20,253,223</u> | <u>50,338,298</u> | <u>41,722,914</u> |

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3.2 Investment in units of open-ended mutual funds

| Number of units | | Name of Mutual Fund | Cost | | Fair Value | |
|----------------------|------------------|----------------------------------|----------------------|-------------------|----------------------|-------------------|
| December 31, 2025 | June 30, 2025 | | December 31, 2025 | June 30, 2025 | December 31, 2025 | June 30, 2025 |
| 103,753 | 103,753 | MCB AL Hamra Islamic Income Fund | 10,000,000 | 10,000,000 | 11,354,728 | 10,820,400 |
| 324,317 | - | Meezan Energy Fund | 20,000,000 | - | 20,490,348 | - |
| | | | <u>30,000,000</u> | <u>10,000,000</u> | <u>31,845,076</u> | <u>10,820,400</u> |

4. DIMINISHING MUSHARAKA

Considered good
Less: Current portion of Diminishing Musharaka

| (Un-audited) December 31, 2025 | (Audited) June 30, 2025 |
|--------------------------------------|-------------------------------|
| -----Rupees----- | |
| 13,990,913 | 17,481,028 |
| <u>(12,049,444)</u> | <u>(13,798,999)</u> |
| <u>1,941,469</u> | <u>3,682,029</u> |

5. LONG TERM MUSHARAKA FINANCING

This represent Musharaka Agreement entered into between Modaraba and M/s. Sustainable Environment Developers (SED) on May 26, 2021, with profit sharing ratio of 48.5% and 51.5% respectively. The agreement will dissolve / terminate upon mutual consent.

Cost of investment
Carrying value as at
Investment made during the year

Accumulated share of loss:

Opening balance
Share of loss for the year

Carrying value as at reporting date

| (Un-audited) December 31, 2025 | (Audited) June 30, 2025 |
|--------------------------------------|-------------------------------|
| -----Rupees----- | |
| 22,800,000 | 22,800,000 |
| <u>-</u> | <u>-</u> |
| <u>22,800,000</u> | <u>22,800,000</u> |
| (22,800,000) | (22,800,000) |
| <u>-</u> | <u>-</u> |
| <u>(22,800,000)</u> | <u>(22,800,000)</u> |
| <u>-</u> | <u>-</u> |

6. PREPAYMENTS AND OTHER RECEIVABLES

Prepayments
Profit on bank deposits
Receivable against Takaful (Diminishing Musharakah)
Sales tax & others

| (Un-audited) December 31, 2,025 | (Audited) June 30, 2,025 |
|---------------------------------------|--------------------------------|
| -----Rupees----- | |
| 226,941 | 133,536 |
| 614,622 | 305,359 |
| 374,577 | 274,597 |
| 785,303 | 10,093,781 |
| <u>2,001,443</u> | <u>10,807,273</u> |

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| | | (Un-audited) December 31, 2025 | (Audited) June 30, 2,025 |
|-----------|-------------------------------|--------------------------------------|--------------------------------|
| | | -----Rupees----- | |
| 7. | CASH AND BANK BALANCES | | |
| | Cash in hand | 131,974 | 90,109 |
| | Balance with banks: | | |
| | - Current accounts | 1,092,042 | 1,092,042 |
| | - Saving accounts | 86,277,844 | 40,694,855 |
| | | 87,369,886 | 41,786,897 |
| | | 87,501,860 | 41,877,006 |

7.1 Saving accounts represent Islamic bank accounts. The rate of profit on these accounts ranges from 8% to 15% (June 30, 2025: 8% to 17%) per annum.

| | | (Un-audited) December 31, 2025 | (Audited) June 30, 2025 |
|-----------|--|--------------------------------------|-------------------------------|
| | | -----Rupees----- | |
| 8. | UNREALIZED GAIN / LOSS ON RE-MEASUREMENT OF INVESTMENTS CLASSIFIED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME | | |
| | Market value of investments | 50,338,298 | 41,722,914 |
| | Less: Cost of investments | (20,253,223) | (20,253,223) |
| | | 30,085,075 | 21,469,691 |

| | | (Un-audited) December 31, 2025 | (Un-Audited) December 31, 2024 |
|-----------|--------------------------|--------------------------------------|--------------------------------------|
| | | -----Rupees----- | |
| 9. | TRADING INCOME | | |
| | Sales | 69,382,000 | 69,795,000 |
| | Less: Sales Tax | (10,583,700) | (10,646,650) |
| | Net Sales | 58,798,300 | 59,148,350 |
| | Less: Cost of goods sold | (54,025,400) | (41,689,490) |
| | | 4,772,905 | 17,458,860 |

| | | (Un-audited) December 31, 2025 | (Un-Audited) December 31, 2024 |
|------------|---------------------------|--------------------------------------|--------------------------------------|
| | | -----Rupees----- | |
| 9.1 | COST OF GOODS SOLD | | |
| | Opening Stock | 54,025,400 | 41,689,490 |
| | Add: Purchases | - | - |
| | Less: Closing Stock | - | - |
| | Cost of goods sold | 54,025,400 | 41,689,490 |

10. CONTINGENCIES AND COMMITMENTS

There has been no change in the status of the contingencies and commitments as reported in the annual financial statements of the Modaraba for the year ended June 30, 2025.

11. TRANSACTIONS ENTERED INTO AND BALANCES HELD WITH RELATED PARTIES

The related parties comprise of Faran Sugar Mills Limited, Modaraba Management Company, Reliance Insurance/Takaful Limited, directors and key management personnel of Modaraba Management Company as well as their close family members. Details of transactions with related parties, other than those disclosed elsewhere in these condensed interim financial statements, are as follows:

| | (Un-audited) December 31, 2025 | (Un-Audited) December 31, 2024 |
|---|--------------------------------------|--------------------------------------|
| Transactions during the six months ended | | |
| Faran Sugar Mills Limited | - | - |
| Reliance Insurance Company Limited (Takaful Policy) | 603,587 | 524,160 |
| Provision for Management fee | 464,719 | 2,017,732 |
| | (Un-audited) December 31, 2025 | (Audited) June 30, 2025 |
| Balances outstanding at period end | | |
| Management fee payable | 464,719 | 2,245,308 |

12. FAIR VALUE HIERARCHY

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Modaraba measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

Following is the fair value hierarchy of the assets carried at fair value:

| | December 31, 2025 | | | |
|---|--------------------|---------|---------|------------|
| | Level 1 | Level 2 | Level 3 | Total |
| | ----- Rupees ----- | | | |
| <i>Financial assets</i> | | | | |
| Investment in ordinary shares of listed companies | 50,338,298 | - | - | 50,338,298 |
| Investments in units of open-end mutual funds | 31,845,076 | - | - | 31,845,076 |
| | 82,183,374 | - | - | 82,183,374 |
| | June 30, 2025 | | | |
| | Level 1 | Level 2 | Level 3 | Total |
| | ----- Rupees ----- | | | |
| <i>Financial assets</i> | | | | |
| Investment in ordinary shares of listed companies | 41,722,914 | - | - | 41,722,914 |
| Investments in units of open-end mutual funds | 10,820,400 | - | - | 10,820,400 |
| | 52,543,314 | - | - | 52,543,314 |

13. FINANCIAL RISK MANAGEMENT

The Modaraba's financial risk management objectives and policies are consistent with those disclosed in the preceding annual published financial statements of the Modaraba for the year ended June 30, 2024.

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14. INFORMATION ABOUT BUSINESS SEGMENTS

| | 2025 | | | | Consolidated |
|-------------------------------------|---------------|-------------|--------------------------|-----------|--------------|
| | Sugar Trading | Investments | Diminishing Musharkah | Others | |
| | Rupees | | | | |
| Segment Revenues | 58,798,300 | 1,147,442 | 1,271,633 | 2,797,264 | 64,014,639 |
| Segment Results | | | | | |
| Segment Expenses | (54,025,400) | - | - | - | (54,025,400) |
| Operating expenses | (5,849,256) | (114,148) | (126,502) | (278,272) | (6,368,178) |
| Management fee | (426,851) | (8,330) | (9,232) | (20,307) | (464,720) |
| Provision for workers' welfare fund | (76,833) | (1,499) | (1,662) | (3,655) | (83,649) |
| Profit for the year | (1,580,040) | 1,023,465 | 1,134,237 | 2,495,030 | 3,072,692 |
| Assets and liabilities | | | | | |
| Segment assets | - | 82,183,374 | 13,990,913 | - | 96,174,287 |
| Unallocated assets | 82,620,362 | 1,612,327 | 1,786,834 | 3,930,572 | 89,950,095 |
| Consolidated total assets | - | 82,183,374 | 13,990,913 | 3,930,572 | 100,104,859 |
| Segment liabilities | - | - | - | - | - |
| Unallocated liabilities | 2,903,034 | 56,652 | 62,784 | 138,109 | 3,160,579 |
| Consolidated total liabilities | 2,903,034 | 56,652 | 62,784 | 138,109 | 3,160,579 |

The above mentioned segments do not necessarily match with the organizational structure of Modaraba.

| | 2024 | | | | Consolidated |
|-------------------------------------|---------------|-------------|--------------------------|-----------|--------------|
| | Sugar Trading | Investments | Diminishing Musharkah | Others | |
| | Rupees | | | | |
| Segment Revenues | 59,148,350 | 3,100,525 | 3,424,465 | 1,568,762 | 67,242,102 |
| Segment Results | | | | | |
| Segment Expenses | (41,689,490) | - | - | - | (41,689,490) |
| Unallocated operating expenses | (5,189,153) | (272,013) | (300,432) | (137,629) | (5,899,227) |
| Management fee | (1,774,863) | (93,037) | (102,758) | (47,074) | (2,017,732) |
| Provision for workers' welfare fund | (319,476) | (16,747) | (18,496) | (8,473) | (363,192) |
| Profit for the year | 10,175,368 | 2,718,728 | 3,002,779 | 1,375,586 | 17,272,461 |
| Assets and liabilities | | | | | |
| Segment assets | - | 52,543,309 | 17,481,028 | - | 70,024,337 |
| Unallocated assets | 90,800,336 | 4,759,705 | 5,256,995 | 2,408,252 | 103,225,288 |
| Consolidated total assets | 90,800,336 | 57,303,014 | 22,738,023 | 2,408,252 | 173,249,625 |
| Segment liabilities | - | - | - | - | - |
| Unallocated liabilities | 4,885,143 | 256,077 | 282,831 | 129,566 | 5,553,617 |
| Consolidated total liabilities | 4,885,143 | 256,077 | 282,831 | 129,566 | 5,553,617 |

The above mentioned segments do not necessarily match with the organizational structure of Modaraba.

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15. Shariah Compliance Disclosure

Pursuant to Clause 5.6.9A and Clause 5A.13(e) of the Pakistan Stock Exchange (PSX) Regulations, as amended through PSX Notice No. PSX/N-1283 dated November 27, 2025 and further notified via PSX Notice No. PSX/N-1419 dated December 24, 2025, listed companies meeting the criteria specified under Clause VII of Part I of Schedule IV to the Companies Act, 2017 are required to disseminate Shariah disclosures along with their half-yearly and annual financial statements.

The B.F.Modaraba has been classified as a Shariah-compliant company by the Pakistan Stock Exchange and is included in the list of companies required to comply with the above regulatory provisions.

In compliance with the aforesaid requirements, the Company confirms the following:

- The principal business activities of the B.F.Modaraba are Shariah-permissible.
- The B.F.Modaraba meets the Shariah screening criteria prescribed under the applicable regulatory framework, including financial ratio benchmarks.
- Investments and financing arrangements are structured and maintained in accordance with Shariah principles.

16. GENERAL**16.1 Date of authorization for issue of financial statements**

These condensed interim financial statements were authorized for issue by the Board of Directors of the Modaraba Management Company in their meeting held on Febraury 26, 2026

16.2 Level of rounding

Unless otherwise indicated, all figures in these condensed interim financial statements have been rounded off to the nearest Rupee.

Rohi

Chairman

Chief Executive Officer

Chief Financial Officer