

B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

Mr. Akbar Ali
Assistant Manager
Trading & TREC Holders Affairs
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi.

May 25, 2021

Subject: **Issuance of Right Certificates of B.R.R. Guardian Modaraba (BRRGM)**

Dear Sir,

We refer to para 15 of your letter No. PSX/C-535-1986 dated October 9, 2020 and would like to enclose herewith the Statement of Progress -May 2021 after issuance of Right on utilization of the proceeds.

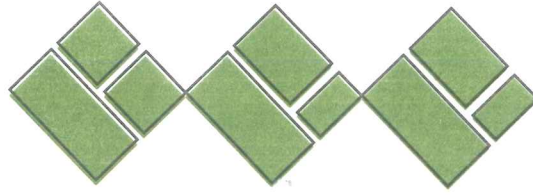
Kindly acknowledge the receipt and oblige.

Yours truly,

Tahir Mehmood
Company Secretary

Cc,

- The Commissioner (SMD) SECP –Islamabad



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Statement of Progress –May 2021

Preamble

On October 01, 2020 , BRR Guardian Modaraba announced Right issue amounting to Rs. 86,362,260 comprising 8,636,226 ordinary certificates of Rs. 10/- each.. Net proceeds amounted to Rs. 85,263,206 after expenses.

The Right Issue was successfully closed as per approved schedule of PSX with full amount received. Accordingly, the Modaraba issued 8,636,260 certificates which is also reflected in the Quarterly Accounts of Modaraba-for quarter ended March 31, 2021

Regulatory Requirement

As per Regulation 18(2) of the Companies (Further Issue of Shares) Regulations, 2018, as amended, the Modaraba is required to submit progress report on the utilization of proceeds of the Right Issue.

Progress Status

The process of proceed utilization of Right issue of the Modaraba remained slow during the reported period due to the effect of COVID-19 pandemic. However, the modaraba remains committed to enhancing its Musharka business and is endeavoring to meet the set timelines.

In pursuant to its strategy, **till date** the modaraba has successfully disbursed new Diminishing Musharaka facilities amounting to Rs. 51.82 million. The Modaraba is expecting to disburse the remaining Rs. 33.43 million within the next few months

Breakup of Proceeds Utilized :

Item	Amount Utilized (Rupees in Millions)	%Age Utilized
Diminishing Musharaka	51.82	60.77%

By and large, the overall plan relating to enhancing Diminishing musharaka business, as per Right Issue utilization announced, remains largely on track.

