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Modaraba Information

Modaraba Company

ORIX Services Pakistan (Pvt) Limited

Directors of Modaraba Company

Mr. Shaheen Amin
Chairman

Mr. Raheel Qamar Ahmad
Managing Director/ Chief Executive Officer

Mr. Ramon Alfrey
Director

Mr. Nausherwan Adil
Independent Director

Mian Faysal Raiz
Director

Ms. Maryam Aziz
Director

Company Secretary

Mr. Muhammad Siddique

Audit Committee

Mr. Nausherwan Adil
Chairman

Mr. Ramon Alfrey
Member

Mian Faysal Riaz
Member

Risk Committee

Ms. Maryam Aziz
Chairperson

Mr. Raheel Qamar Ahmad
Member

Mr. Nausherwan Adil
Member

Human Resource and Remuneration (HR&R) Committee

Mr. Nausherwan Adil
Chairman

Mr. Shaheen Amin
Member

Mr. Raheel Qamar Ahmad
Member

Shariah Advisor

Mufti Faisal Ahmed

Auditors

A. F. Ferguson & Co. Chartered Accountants

Bankers/ Financial Institutions

Standard Chartered Bank (Pakistan) Limited
(Saadiq)

Meezan Bank Limited

United Bank Limited (UBL Ameen)

Bank Alfalah Limited (Islamic banking)

Allied Bank Limited (Islamic banking)

Bank Al Habib Limited (Islamic banking)

Legal Advisors

Fazle Ghani Advocates Haider Ali Khan
Partner, Advocate High Court

Registered and Head Office:

Office No. 601, 6th Floor,
Syedna Tahir Saifuddin Foundation Building,
Beaumont Road, Civil Lines, Karachi.
Phone: (021)35930000
Email: askus@orixmodaraba.com

Lahore Branch:

Office No. 602-B,
6th Floor, City Towers, Gulberg-II,
Lahore.

Islamabad Branch:

Ground Floor, Phase 1, State Life Building No. 5,
Nazimuddin Road, Blue Area, Islamabad.

Registrars & Share Registration Office

Famco Associates (Private) Limited 8-F,
Next to Hotel Faran, Nursery,
Block 6, P.E.C.H.S., Shakra-e-Faisal, Karachi.
Tel: (92-21) 34380101-5
Fax: (92-21) 34380106
Email: info.shares@famco.com.pk

DIRECTORS' REVIEW

For the period ended December 31, 2019

The Board of Directors of ORIX Services Pakistan (Private) Limited, the management company of ORIX Modaraba is pleased to present the unaudited accounts of ORIX Modaraba for the six months period ended December 31, 2019.

1. Economic Outlook

Macroeconomic adjustment in Pakistan, including a continuation of tight monetary policy and Fiscal consolidation, is expected to continue in the near term. Growth is restricted and projected to bottom-out at 2.4 percent in FY2019/20 (July 2019-June 2020).

The Country has been struggling with a balance-of-payments crisis and the burden of high public debt, which have led to an arrangement with the IMF and corresponding fiscal tightening. High inflation and security concerns have hurt domestic demand and private investment, and the Government's ability to address the slowdown has been severely curtailed by the fiscal tightening.

The significant depreciation of the Pakistani rupee (the nominal effective exchange rate depreciated about 20 percent over the past year) has also resulted in inflationary pressures. Monetary policy tightening in response to elevated inflation restricted access to credit. The government retrenched, curtailing public investment, to deal with large twin deficits and low international reserves.

Nevertheless, the economy of Pakistan is expected to recover slightly from 2021 onward as increased government revenues from a tax hike allow expanded public investment and as other government reforms required by the IMF begin to bear fruit. Continued commitment to reform, combined with productive investment in infrastructure and strategic capacity development, will be critical for the country to find its way back to its previous growth path.

Source of information is World Bank Report "Global Economic Prospects January 2020."

2 Financial Highlights

Financial results are summarized as under:

Balance Sheet

	December 31, 2019	June 30, 2019
	----- (Rupees) -----	
Certificate capital	453,835	453,835
Total equity	1,107,367	1,160,475
Total assets	6,957,130	6,966,013
Investment in Ijarah finance and Ijarah Assets	3,007,895	3,139,888
Investments in Diminishing Musharika and Sukuks	3,097,432	3,084,690
Redeemable capital	3,205,655	2,785,705

Profit and Loss

	Six months ended December 31, 2019	Six months ended December 31, 2018
	----- (Rupees) -----	
Revenue (net of Ijarah assets depreciation)	474,656	307,958
Financial charges	312,874	189,780
Provision / (reversal) of provisions – net	8,643	(3,132)
Operating expenses	83,710	72,742
Profit before modaraba management company's remuneration	69,429	48,568
Net profit	60,352	42,218

3. Review of Operations

By the Grace of Allah, your Modaraba's performance during the period under review continued to be very strong in spite of economy slowdown, reduction in industry spreads and stiff competition with Islamic banks. The Modaraba's gross revenue for the six months period increased by 3.99% from PKR 980.51 million to PKR 1,019.63 million compared to corresponding period of last year. Revenue (net of Ijarah assets depreciation and including other income) increased by 54.13% from PKR 307.96 million to PKR 474.66 million, and revenue net of financial charges increased by 36.90% from PKR 118.18 million to PKR 161.78 million. This was achieved mainly due to upward movement in discount rate and better mix of portfolio resulting in better profit rates. Administrative and operating expenses increased by 15.08% from PKR 72.74 million to PKR 83.71 million mainly due to staff cost increase in line with the market and cost associated with the process alignment for compliance of new regulations. Net profit increased by 42.95% from PKR 42.22 to PKR 60.35 million.

The portfolio of Ijarah finance, Sukuk investment and Diminishing Musharika finances stood at PKR 6,105 million compared to PKR 6,225 million as at June 30, 2019, showing a decrease of 1.92% during six months period. During the period under review, the Modaraba booked fresh disbursements to the tune of Rs. 1.285 Billion.

The business has been driven mainly by deepening relationships with selective clientele and initiating relationships with good names. The asset portfolio has a good mix of multi-nationals, large and medium sized local corporate and selective SME relationships.

ORIX Modaraba manages and monitors risk exposure very prudently. The evaluation of borrower's credit profile including repayment ability is made at the time of grant of facility and regular oversight thereon. Further, there are Portfolio Management and Early Alert committees which are responsible to ensure portfolio monitoring and timely alerts for possible untoward scenarios.

4. Credit Rating

The Pakistan Credit Rating Agency Limited (PACRA) has maintained the ratings of your Modaraba as AA (Double A) and A1+ (A one plus) for long-term and short-term respectively. These ratings indicate low expectation of credit risk and very strong capacity for timely payment of financial commitments.

5. Acknowledgement

The Board appreciates the support of regulatory authorities, certificate-holders, customers and business partners and looks forward to their support in future.



Raheel Qamar Ahmad
Managing Director/CEO



Ramon Alfrey
Director

Karachi: February 17, 2020

محصول آمدنی میں (اجارہ اثاثہ جات کی فرسودگی اور بشمول دیگر آمدنی کے) ۵۴.۱۳ فیصد اضافہ کے ساتھ ۳۰۷.۹۶ ملین پاکستانی روپے سے بڑھ کر ۴۷۴.۶۶ ملین روپے ہو گئی۔ مالیاتی واجبات کے بعد کی محصول آمدنی میں ۳۶.۹۰ فیصد اضافہ کے ساتھ ۱۱۸.۱۸ ملین پاکستانی روپے سے بڑھ کر ۱۶۱.۶۱ ملین پاکستانی روپے ہو گئی۔ جس کی بنیادی وجہ رعایتی نرخوں میں اضافے کا رجحان اور مصنوعات کا بہترین مرکب تھیں۔ جس کی وجہ سے بہتر شرح منافع حاصل ہوئی۔ انتظامی اور کاروباری اخراجات میں ۱۵.۰۸ فیصد اضافہ ہوا جو کہ ۷۴.۷۲ ملین پاکستانی روپے سے بڑھ کر ۸۳.۷۱ ملین روپے ہو گئے اس کی بنیادی وجہ مارکیٹ کے تحت عملہ کی لاگت میں اضافہ اور نئے ضوابط کی تعمیل سے منسلک لاگت ہے۔ تاہم خالص منافع میں ۴۲.۹۵ فیصد اضافہ ہوا جو کہ ۲۲.۲۲ ملین روپے سے بڑھ کر ۶۰.۳۵ ملین روپے ہو گیا۔

اجارہ فنانس، سکوک سرمایہ کاری اور مشارکہ متناقصہ میں سرمایہ ۶۱،۱۰۵ ملین پاکستانی روپے رہی جو کہ ۳۰ جون ۲۰۱۹ تک کے ۶،۲۲۵ ملین روپے کے مقابلے میں، چھ ماہ کے عرصہ میں ۱.۹۲ فیصد کمی کو ظاہر کرتی ہے۔ زیر جائزہ مدت کے دوران مضاربہ نے ۱.۲۸۵ ملین پاکستانی روپے کی نئی سرمایہ کاری کی۔

کاروبار کو خصوصاً منتخب شدہ کلائنٹ اور اچھے ناموں کے ساتھ تعلقات قائم کرتے ہوئے چلایا گیا ہے۔ اثاثہ جاتی پورٹ فولیو کو کثیر الاقوامی، بڑے اور درمیانہ حجم کے مقامی ادارے اور منتخب کردہ SME سے تعلقات کا بہتر مرکب ہے۔

اوریکس مضاربہ خطراتی امکانات اور اس کی نگرانی بہت دانشمندی سے کرتی ہے۔ قرض خواہ کی قرضہ جاتی کوائف بشمول واپسی ادائیگی کی صلاحیت کی تشخیص سرمایہ کاری سہولت کی منظوری کے وقت کی جاتی ہے اور باقاعدگی سے نگرانی کی جاتی ہے۔ مزید یہ کہ، پورٹ فولیو انتظامیہ اور قبل از وقت ہوشیار کرنے والی کمیٹیاں موجود ہیں جو پورٹ فولیو کی نگرانی کرنے اور کسی غیر متوقع ناخوشگوار منظر نامے سے بروقت آگاہ رہنے کو یقینی بنانے کی ذمہ دار ہیں۔

۴۔ کریڈٹ ریٹنگ

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (پی اے سی آر اے) نے آپ کے مضاربہ کی درجہ بندی کو بالترتیب طویل المدت اور قلیل المدت AA (ڈبل اے) اور A1+ (اے ون پلس) مرتب کیا ہے۔ یہ درجہ بندی قرضہ جاتی خطرے کی توقع میں کمی اور مالیاتی معاہدات کی بروقت ادائیگی کیلئے بہت مضبوط صلاحیت کی نشاندہی کرتی ہیں۔

۵۔ توثیق

یہ بورڈ ضابطہ کار اداروں، سرٹیفکیٹ حاملین، صارفین اور کاروباری شراکت داران کی حمایت کو سراہتا ہے اور مستقبل میں ان کی حمایت کا متنبی ہے۔



راجیل قمر
ڈائریکٹر



راجیل قمر
مینیجنگ ڈائریکٹر ای سی او

کراچی: فروری ۲۰۲۰ء

مالیاتی نتائج مختصر ادرج ذیل ہیں۔

۲۔ مالیاتی جھلکیاں

مختصر مالیاتی جھلکیاں درج ذیل ہیں

۳۱ جون ۲۰۱۹	۳۱ دسمبر ۲۰۱۹
(روپے '۰۰۰۰)	(روپے '۰۰۰۰)
۴۵۳،۸۳۵	۴۵۳،۸۳۵
۱،۱۶۰،۴۷۵	۱،۱۰۷،۳۶۷
۶،۹۶۶،۰۱۳	۶،۹۵۷،۱۳۰
۳،۱۳۹،۸۸۸	۳،۰۰۷،۸۹۵
۳،۰۸۴،۶۹۰	۳،۰۹۷،۴۳۲
۲،۷۸۵،۷۰۵	۳،۲۰۵،۶۵۵

گوشوارہ

سرٹیفکیٹ سرمایہ

کل ایکویٹی

کل اثاثہ جات

اجارہ فنانس اور اجارہ اثاثہ جات میں سرمایہ کاری

ڈی منیشنگ مشارکہ اور سلوک میں سرمایہ کاری

قابل بازیابی سرمایہ

۳۱ دسمبر ۲۰۱۸	۳۱ دسمبر ۲۰۱۹
(روپے '۰۰۰۰)	(روپے '۰۰۰۰)
اختتام چھ ماہ	اختتام چھ ماہ
۳۱ دسمبر ۲۰۱۸	۳۱ دسمبر ۲۰۱۹
(روپے '۰۰۰۰)	(روپے '۰۰۰۰)

منافع اور خسارہ

محصول آمدن (اجارہ اثاثوں کی فرسودگی کے بعد)

مالیاتی واجبات

پروویژن (ریورسل) پروویژن - مجموعی

فعال اخراجات

مضاربہ انتظامی کمپنی کا معاوضہ سے قبل منافع

خالص آمدن

۳۱ دسمبر ۲۰۱۸	۳۱ دسمبر ۲۰۱۹
۳۰۷،۹۵۸	۴۷۴،۶۵۶
۱۸۹،۷۸۰	۳۱۴،۸۷۴
(۳،۱۳۲)	۸،۶۴۳
۷۴،۷۴۲	۸۳،۷۱۰
۴۸،۵۶۸	۶۹،۴۲۹
۴۲،۲۱۸	۶۰،۳۵۲

۳۔ افعال کا جائزہ

اللہ تعالیٰ کے فضل سے، زیر جائزہ مدت کے دوران معاشی سست روی، صنعتی پھیلاؤ میں کمی اور اسلامی بینکوں کے ساتھ سخت مسابقت کے باوجود مضاربہ کی کارکردگی بہت مضبوط رہی۔ مضاربہ کی چھ ماہ کی مدت کیلئے کل محصول آمدنی میں ۳.۹۹ فیصد اضافہ ہوا جو کہ گذشتہ سال کی اس مدت کے ۹۸۰.۵۱ ملین پاکستانی روپے سے بڑھ کر ۱۰۰۱۹.۶۳ ملین پاکستانی روپے ہو گئی۔

اوریکس سرومز پاکستان (پرائیویٹ) لمیٹیڈ جو کہ اوریکس مضاربہ کی انتظامی کمپنی ہے اس کے مجلس منتظمین، چھ ماہ کی اختتامی مدت ۳۱ دسمبر ۲۰۱۹ء کے غیر آڈٹ شدہ کھاتے پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

۱۔ اقتصادی خاکہ

پاکستان میں میکرو ایلکنا ملک کا نفاذ، بشمول سخت مالیاتی پالیسی کا تسلسل اور مالی استحکام آئندہ مدت کیلئے جاری رہنے کی توقع ہے۔ پیداوار محدود ہے اور مالی سال ۲۰۱۹/۲۰ء (جولائی ۲۰۱۹ء - جون ۲۰۲۰ء) میں ۲.۴ فیصد کی کم ترین سطح پر ہونے کی توقع ہے۔

ملک توازن ادائیگی کے بحران اور بھاری عوامی قرضوں سے نمٹنے کیلئے کوشش کر رہا ہے جس کے باعث آئی ایم ایف سے رجوع کرنا پڑا جو کہ متعلقہ مالیاتی سختیوں کا باعث بنا ہے۔ بڑھتے ہوئے افراط زر اور سیوریٰ خدشات نے ملکی طلب اور نجی سرمایہ کاری کو ضرر پہنچائی ہے، اور مالیاتی سختیوں کی وجہ سے ست روی کا مقابلہ کرنے کی حکومتی استعداد میں شدید کمی ہوئی ہے۔

پاکستانی روپے کی قدر میں نمایاں کمی (معمول کے مؤثر شرح تبادلہ میں گزشتہ سال کے دوران تقریباً ۲۰ فیصد کمی ہوئی ہے) بھی افراط زر میں دباؤ کا باعث بنی ہے۔ بڑھتے ہوئے افراط زر کے رد عمل کے باعث مالیاتی پالیسی کی سختیوں میں اضافہ نے کریڈٹ تک رسائی محدود کر دی ہے۔ حکومت نے عوامی سرمایہ کاری کے منصوبوں میں، بڑھتے ہوئے دہرے خساروں اور کم بین الاقوامی ذخائر سے نمٹنے کیلئے تخفیف کر دی ہے۔

بہر حال، پاکستانی معیشت ۲۰۲۱ء سے معمولی بحال ہونے کی توقع ہے جیسا کہ ٹیکس کی شرح میں اضافہ سے سرکاری محصول آمدنی میں اضافہ نے عوامی سرمایہ کاری کو وسعت دی ہے اور جیسا کہ آئی ایم ایف کے تجویز کردہ دیگر سرکاری اصلاحات کا اثر ملانا شروع ہو گیا ہے۔ مسلسل اصلاحات کا عزم، بشمول بنیادی ڈھانچہ میں سرمایہ کاری اور حکمت عملی کی گنجائش میں اضافہ ملک کو اس کے پچھلے ترقی کے راستے پر لوٹنے کے لئے بہت اہم ہوگی۔

ذرائع معلومات عالمی بینک کی رپورٹ "گلوبل اکناک پرائیکٹس جنوری ۲۰۲۰" ہے۔

FINANCIAL STATEMENT

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT DECEMBER 31, 2019

	Note	(Un-audited) December 31, 2019	(Audited) June 30, 2019
ASSETS			
Current assets			
Cash and bank balances	5	546,480,581	432,292,749
Ijarah rentals receivable	6	107,138,722	106,243,898
Advances, deposits, prepayments and other receivables		182,318,075	185,688,009
Current portion of investment in Sukuk certificates	7	-	-
Current portion of Diminishing Musharaka	8	1,102,071,308	1,056,293,238
Net investment in Ijarah finance	9	370,000	370,000
Taxation recoverable		9,091,811	8,733,382
Total current assets		1,947,470,497	1,789,621,276
Non-current assets			
Long-term portion of investment in Sukuk certificates	7	-	-
Long-term portion of Diminishing Musharaka	8	1,995,361,105	2,028,396,990
Ijarah assets	9	3,007,525,387	3,139,517,722
Fixed assets in own use	10	6,773,089	8,477,133
Total non-current assets		5,009,659,581	5,176,391,845
TOTAL ASSETS		6,957,130,078	6,966,013,121
LIABILITIES AND EQUITY			
Current liabilities			
Current maturity of term finance arrangements	11	863,398,364	832,919,998
Current maturity of security deposits		179,161,483	188,434,541
Creditors, accrued and other liabilities		292,951,961	345,197,941
Advance Ijarah rentals received		17,410,676	36,404,859
Current portion of redeemable capital		3,175,605,000	2,747,955,000
Unclaimed profit distribution		61,592,304	55,752,238
Total current liabilities		4,590,119,788	4,206,664,577
Non-current liabilities			
Long-term portion of term finance arrangements	11	778,038,050	1,100,751,879
Long-term portion of security deposits		451,555,685	460,371,219
Long-term portion of redeemable capital		30,050,000	37,750,000
Total non-current liabilities		1,259,643,735	1,598,873,098
TOTAL LIABILITIES		5,849,763,523	5,805,537,675
CERTIFICATE HOLDERS' EQUITY			
Certificate capital			
Authorised certificate capital			
50,000,000 (June 30, 2019: 50,000,000) certificates of Rs. 10 each		500,000,000	500,000,000
Issued, subscribed and paid-up certificate capital			
28,500,000 (June 30, 2019: 28,500,000) certificates of Rs. 10 each fully paid in cash		285,000,000	285,000,000
16,883,530 (June 30, 2019: 16,883,530) bonus certificates of Rs. 10 each		168,835,300	168,835,300
		453,835,300	453,835,300
Unappropriated profit		97,640,965	153,767,466
Other reserves		555,890,290	552,872,680
		1,107,366,555	1,160,475,446
TOTAL LIABILITIES AND EQUITY		6,957,130,078	6,966,013,121
CONTINGENCIES AND COMMITMENTS			

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

For ORIX Services Pakistan (Private) Limited
(Management Company of ORIX Modaraba)


Chief Executive


Director


Director


Chief Financial Officer

FINANCIAL STATEMENT

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

	Note	Six months period ended December 31, 2019	Six months period ended December 31, 2018	Three months period ended December 31, 2019	Three months period ended December 31, 2018
----- (Rupees) -----					
Ijarah rentals earned		761,741,478	830,203,003	396,599,780	434,858,097
Income on Diminishing Musharaka arrangements		231,266,129	141,429,489	116,677,889	76,989,395
Income on deposits with banks		26,623,728	8,879,876	17,312,398	4,575,216
		1,019,631,335	980,512,368	530,590,067	516,422,708
Financial charges		(312,873,926)	(189,779,513)	(162,955,298)	(104,646,359)
Depreciation on assets under Ijarah arrangements		(581,610,878)	(687,681,435)	(296,126,929)	(358,150,732)
		125,146,531	103,051,420	71,507,840	53,625,617
Provision / (reversal of provision) in respect of Ijarah finances		23,866	(1,646,267)	23,866	(446,267)
Provision / (reversal of provision) in respect of Diminishing Musharaka		8,618,710	(1,485,402)	8,618,710	(18,707)
		116,503,955	106,183,089	62,865,264	54,090,591
Other income		36,635,776	15,126,910	27,084,684	10,060,136
Administrative and operating expenses		(83,710,324)	(72,741,980)	(45,663,737)	(39,031,074)
		69,429,407	48,568,019	44,286,211	25,119,653
Management Company's remuneration		(6,942,941)	(4,856,802)	(4,428,621)	(2,511,965)
Provision for services sales tax on Management Company's remuneration	13	(902,582)	(631,384)	(575,720)	(326,555)
Provision for Workers' Welfare Fund	14	(1,231,678)	(861,597)	(785,638)	(445,623)
		60,352,206	42,218,236	38,496,232	21,835,510
Profit for the period before taxation					
Taxation	15	-	-	-	-
		60,352,206	42,218,236	38,496,232	21,835,510
Profit for the period after taxation					
Other comprehensive income for the period		-	-	-	-
		60,352,206	42,218,236	38,496,232	21,835,510
Total comprehensive income for the period		60,352,206	42,218,236	38,496,232	21,835,510
Earnings per certificate - basic and diluted	16	1.33	0.93	0.85	0.48

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

For ORIX Services Pakistan (Private) Limited
(Management Company of ORIX Modaraba)


Chief Executive


Director


Director


Chief Financial Officer

FINANCIAL STATEMENT

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

CASH FLOWS FROM OPERATING ACTIVITIES

Profit for the period before taxation

Adjustments for non-cash and other items:

Depreciation / amortisation on fixed assets in own use

Depreciation on Ijarah assets

Gain on disposal of Ijarah assets

Provision / (reversal of provision) in respect of Ijarah finances - net

Provision / (reversal of provision) in respect of Diminishing Musharaka

Income on deposits with bank

Profit on:

- Redeemable capital

- Term finance arrangements

Provision for services sales tax on Management Company's remuneration

Provision for Workers' Welfare Fund

(Increase) / decrease in assets

Advances, deposits, prepayments and other receivables

Ijarah rentals receivable

Diminishing Musharaka

Purchase of assets under Ijarah arrangements

Proceeds from disposal of assets under Ijarah arrangements

Increase / (decrease) in liabilities

Creditors, accrued and other liabilities

Advance Ijarah rentals received

Security deposits

Profit paid on

- Redeemable capital

- Term finance arrangements

Taxes paid

Net cash generated from / (used in) operating activities

CASH FLOWS FROM INVESTING ACTIVITIES

Fixed capital expenditure

Income on deposits with bank

Net cash generated from investing activities

CASH FLOWS FROM FINANCING ACTIVITIES

Redeemable capital less repayments

Term finance less repayments

Profit paid to certificate holders

Net cash generated from financing activities

Net increase / (decrease) in cash and cash equivalents

Cash and cash equivalents at the beginning of period

Cash and cash equivalents at end of the period

5

Six months period ended December 31, 2019	Six months period ended December 31, 2018
(Rupees)	
60,352,206	42,218,236
2,399,042	5,349,006
581,610,878	687,681,435
(24,487,418)	(5,027,429)
23,866	(1,646,267)
8,618,710	(1,485,402)
(26,623,728)	(8,879,876)
177,459,766	110,912,786
124,989,944	70,061,306
902,582	631,384
1,231,678	861,597
846,125,320	858,458,540
906,477,526	900,676,776
4,655,407	(40,202,855)
(918,690)	(799,949)
(21,360,895)	(193,172,139)
(830,759,094)	(1,083,001,966)
405,627,969	164,402,637
(442,755,303)	(1,152,774,272)
(46,178,153)	(3,278,934)
(18,994,183)	13,668,501
(18,088,592)	71,559,990
(83,260,928)	81,949,557
380,461,295	(170,147,939)
(188,732,403)	(80,558,363)
(121,919,394)	(61,754,728)
(310,651,797)	(142,313,091)
(358,429)	-
69,451,069	(312,461,030)
(694,998)	(1,158,368)
25,338,255	10,151,748
24,643,257	8,993,380
419,950,000	(675,000)
(292,235,463)	228,198,405
(107,621,031)	(105,165,204)
20,093,506	122,358,201
114,187,832	(181,109,449)
432,292,749	409,085,082
546,480,581	227,975,633

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

For ORIX Services Pakistan (Private) Limited
(Management Company of ORIX Modaraba)


Chief Executive


Director


Director


Chief Financial Officer

FINANCIAL STATEMENT

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

	Reserves					
	Paid-up certificate capital	Premium on modaraba certificates	Statutory reserve	Unappropriated profit	Sub-total	Total
	----- (Rupees) -----					
Balance as at June 30, 2018	453,835,300	55,384,700	491,185,149	147,475,214	694,045,063	1,147,880,363
Total comprehensive income for the period						
- Profit for the six months period ended December 31, 2018	-	-	-	42,218,236	42,218,236	42,218,236
- Other comprehensive income for the six months period	-	-	-	-	-	-
	-	-	-	42,218,236	42,218,236	42,218,236
Transfer to statutory reserve	-	-	2,110,912	(2,110,912)	-	-
Profit distribution for the year ended June 30, 2018 @ Rs. 2.5 per certificate	-	-	-	(113,461,545)	(113,461,545)	(113,461,545)
Balance as at December 31, 2018	453,835,300	55,384,700	493,296,061	74,120,993	622,801,754	1,076,637,054
Balance as at June 30, 2019	453,835,300	55,384,700	497,487,980	153,767,466	706,640,146	1,160,475,446
Total comprehensive income for the period						
- Profit for the six months period ended December 31, 2019	-	-	-	60,352,206	60,352,206	60,352,206
- Other comprehensive income for the six months period	-	-	-	-	-	-
	-	-	-	60,352,206	60,352,206	60,352,206
Transfer to statutory reserve	-	-	3,017,610	(3,017,610)	-	-
Profit distribution for the year ended June 30, 2019 @ Rs. 2.5 per certificate	-	-	-	(113,461,097)	(113,461,097)	(113,461,097)
Balance as at December 31, 2019	453,835,300	55,384,700	500,505,590	97,640,965	653,531,255	1,107,366,555

The annexed notes 1 to 21 form an integral part of these condensed interim financial statements.

For ORIX Services Pakistan (Private) Limited
(Management Company of ORIX Modaraba)


Chief Executive


Director


Director


Chief Financial Officer

FINANCIAL STATEMENT

NOTES TO AND FORMING PART OF CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

1. STATUS AND NATURE OF BUSINESS

ORIX Modaraba ('the Modaraba') was formed under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the Rules framed thereunder and is managed by ORIX Services Pakistan (Private) Limited ('the Management Company'). The Management Company is a wholly owned subsidiary of ORIX Leasing Pakistan Limited. The registered office is situated at 6th Floor, Syedna Tahir Saif-u-ddin Trust Building, Beaumont Road, Civil Lines, Karachi, Pakistan.

The Modaraba is operated through a head office in Karachi and two branches which are located in Lahore and Islamabad. The head office is placed separately within the premises of the Management Company. In Lahore, the branch office is situated at 602-B, 6th Floor, City Towers, Gulberg-II and in Islamabad, the branch office is situated at Ground Floor, Phase 1, State Life Building No. 5, Nazimuddin Road, Blue Area.

The Modaraba is a perpetual Modaraba and is primarily engaged in financing of plant and machinery, motor vehicles (both commercial and private), computer equipment and housing under the modes of Ijarah (Islamic leasing) and Diminishing Musharaka. The Modaraba may also invest in commercial and industrial ventures suitable for the Modaraba. The Modaraba is listed on the Pakistan Stock Exchange Limited.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned long term rating of AA and short term rating of A1+ to the Modaraba on August 28, 2019.

2. BASIS OF PREPARATION

2.1 Statement of compliance

- a) These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standard as applicable in Pakistan for interim financial reporting comprise of:
- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
 - Provisions of and directives issued by the Securities & Exchange Commission of Pakistan (SECP) under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the Companies Act, 2017;
 - Requirements of the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 and the Prudential Regulations for Modarabas; and
 - Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act 2017.

Where the provisions of and directives issued under the Companies Act 2017, the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 and the Prudential Regulation for Modarabas and IFASs differ with the requirements of IAS 34, the provision of and directives issued under the Companies Act, 2017 the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 and the Prudential Regulations for Modarabas and IFASs have been followed.

FINANCIAL STATEMENT

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

b) Applicability of International Accounting Standard (IAS) 17 'Leases' and Islamic Financial Accounting Standard (IFAS) 2 'Ijarah'

SECP vide its circular No. 10 of 2004 dated February 13, 2004 had deferred, till further orders, the applicability of International Accounting Standard (IAS) 17 "Leases" on modarabas with effect from July 1, 2003 and advised the management companies of modarabas that they may continue to prepare the financial statements of the modarabas without applying the requirements of IAS 17. Currently, lease transactions (both for assets given and assets obtained) are being accounted for in accordance with the requirements of IFAS 2 as explained below.

During the year ended June 30, 2008, Islamic Financial Accounting Standard 2 'Ijarah' issued by the Institute of Chartered Accountants of Pakistan which was notified by the Securities and Exchange Commission of Pakistan vide an SRO 431(1)/2007 dated 5 May 2007 was adopted. Under the above IFAS 2, the 'Ijarah' transactions are accounted for in the following manner:

Muj'ir (lessors) shall present the assets subject to Ijarah in their balance sheet according to the nature of the asset, distinguished from the assets in own use.

Costs, including depreciation on the assets given on Ijarah, incurred in earning the Ijarah income shall be recognised as an expense.

Ijarah income shall be recognised in income on an accrual basis as and when the rental becomes due, unless another systematic basis is more representative of the time pattern in which the benefit of the use derived from the leased asset is diminished.

SECP, vide its letter No. SC/ M/ RW/ SCM /2009 dated March 9, 2009, allowed that in case of Modarabas, IFAS 2 shall be applied for Ijarah transactions executed on or after July 01, 2008. Accordingly, the Modaraba has accounted for leasing transactions executed before July 01, 2008 as finance leases and has treated the leasing transactions executed on or after July 1, 2008 in accordance with the requirements of IFAS 2.

2.2 These condensed interim financial statements do not include all the information required for a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Modaraba for the year ended June 30, 2019.

2.3 These condensed interim financial statements are unaudited. However, a limited scope review has been performed by the external auditors in accordance with the requirements of the Code of Corporate Governance.

2.4 IFRS 9: Financial Instruments"; is applicable effective from July 1, 2018. The standard addresses recognition, classification, measurement and derecognition of financial assets and financial liabilities. The standard has also introduced a new impairment model for financial assets which requires recognition of impairment charge based on 'expected credit losses' (ECL) approach.

The SECP has deferred the applicability of IFRS 9 for provision against financings made by Modaraba in the financial statements for the year ended June 30, 2019 and required the Modaraba to follow all other requirements of IFRS 9. The Modaraba had adopted all requirements of IFRS 9 and had determined the provision in respect of financings as per the requirements of the Prudential Regulations.

During the current period, the SECP has deferred the applicability of IFRS-9 for Modarabas upto June 30, 2020. However, as mentioned above the Modaraba had already adopted all other requirements of IFRS 9 except for provision against financings. Last year therefore, the Modaraba has continued same practices during the current period as well. The provision against financing has been determined in accordance with requirement of the Prudential Regulations.

2.5 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupees which is also the Modaraba's functional currency. All financial information presented has been rounded off to the nearest rupee.

2.6 Significant accounting estimates and judgements

The preparation of these condensed interim financial statements require management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. However, actual results may differ from these estimates. In preparing these condensed interim financial statements the significant judgements made by the management in applying the Modaraba's accounting policies and the key sources of estimates and uncertainty were the same as those that were applied to the financial statements for the year ended June 30, 2019.

3. Significant Accounting Policies

3.1 The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of audited annual financial statements of the Modaraba as at and for the year ended June 30, 2019 except for the adoption of new standard as referred to in note 3.2 to these condensed interim financial statements.

3.2 Standards, interpretations and amendments to published accounting and reporting standards adopted by the Modaraba during the current period

The following International Financial Reporting Standards (IFRS Standards) as notified under the Companies Act, 2017, and the amendments and interpretations thereto will be effective for accounting periods beginning on or after July 1, 2019:

- IFRS 16 'Leases' - IFRS 16 replaces the previous lease standard: IAS 17 Leases. It will result in almost all leases being recognised on the statement of financial position, as the distinction between operating and finance leases is removed. Under the new standard, an asset (the right to use the leased item) and a financial liability to pay rentals are recognised. The only exceptions are short term and low value leases. The Modaraba has adopted IFRS 16 with effect from July 1, 2019. However, there is no impact on these condensed interim financial statements as a result of adoption of IFRS 16 as the leases are either of short term or low value.

There are other certain new and amended standards, interpretations and amendments that are mandatory for the Modaraba's accounting periods beginning on or after July 1, 2019 but are considered not to be relevant or do not have any significant effect on the Modaraba's operations and are therefore not detailed in these condensed interim financial statements.

FINANCIAL STATEMENT

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

4. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Modaraba are consistent with those disclosed in the annual financial statements as at and for the year ended June 30, 2019.

5. CASH AND BANK BALANCES

	Note	(Un-audited) December 31, 2019	(Audited) 30 June 2019
Balances with banks		(Rupees)	
- in current accounts		4,040,127	100,437,077
- in deposit accounts	5.1	332,339,145	331,804,363
- in term deposits	5.2	210,000,000	-
Balance with State Bank of Pakistan		51,549	1,549
Cash in hand		49,760	49,760
		546,480,581	432,292,749

5.1 These carry profit at rates ranging from 5.5% - 12.75% per annum (June 30, 2019: 3.59% - 10%). The balances with banks in deposit accounts and term deposits have been kept in order to comply with the requirements of guidelines issued by the Securities and Exchange Commission of Pakistan (SECP) with respect to the maintenance of prescribed liquidity against the Certificates of Musharaka issued by the Modaraba.

5.2 Term deposit receipts carry mark-up at 12.6% (June 30, 2019: Nil) per annum and are due to mature on January 6, 2020.

6. IJARAH RENTALS RECEIVABLE

	Note	(Un-audited) December 31, 2019	(Audited) 30 June 2019
Ijarah rentals receivable - considered good		84,687,958	106,243,898
Ijarah rentals receivable - considered bad or doubtful		51,532,554	23,730,367
Less: allowance for potential Ijarah losses	6.1	(5,529,346)	(5,505,480)
Less: profit held in suspense	6.2	(23,552,444)	(18,224,887)
		22,450,764	-
		107,138,722	106,243,898
6.1 Allowance for potential Ijarah losses			
Opening balance		5,505,480	7,998,229
Charge / (reversal) for the period / year		23,866	(2,492,749)
		5,529,346	5,505,480

	Note	(Un-audited) December 31, 2019	(Audited) 30 June 2019
6.2 Profit held in suspense			
(Rupees)			
Opening balance		18,224,887	18,651,654
Income suspended during the period		5,327,557	25,037
Closing balance		23,552,444	18,224,887
7. INVESTMENT IN SUKUK CERTIFICATES			
Held-to-maturity investments			
Investment in Sukuk certificates		57,701,835	57,701,835
Less: Provision in respect of Sukuk certificates		(57,701,835)	(57,701,835)
		-	-
Less: Current portion of investment in Sukuk Certificates		-	-
		-	-
8. DIMINISHING MUSHARAKA			
Staff			
Housing finance		86,382,042	68,792,546
Motor vehicles		31,106,667	29,390,342
Others		3,955,159	3,428,287
	8.1	121,443,868	101,611,175
Other Customers			
Housing finance		519,413,415	593,496,094
Motor vehicles		1,253,530,858	1,091,821,401
Plant, Machinery and equipments		1,211,662,982	1,297,761,558
Less: Provision in respect of Diminishing Musharaka		(8,618,710)	-
		2,975,988,545	2,983,079,053
		3,097,432,413	3,084,690,228
Less: current portion of Diminishing Musharaka		(1,102,071,308)	(1,056,293,238)
		1,995,361,105	2,028,396,990
8.1 This includes Diminishing Musharaka facility availed by key management personnel with respect to housing finance, motor vehicles and personal finance amounted to Rs. 45.126 million (June 30, 2019: Rs.27.254 million), Rs. 10.163 million (June 30, 2019: Rs.10.166 million) and Rs. 1.28 million (June 30, 2019: Rs. 1.54 million) respectively.			

FINANCIAL STATEMENT

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

9. NET INVESTMENT IN IJARAH FINANCE

Ijarah contracts commencing on or after July 1, 2008

- accounted for under IFAS 2

Ijarah contracts prior to July 1, 2008

- accounted for as finance leases

Less: Current portion of net investment in Ijarah finance

(Un-audited) December 31, 2019	(Audited) 30 June 2019
(Rupees)	
3,007,525,387	3,139,517,722
370,000	370,000
(370,000)	(370,000)
-	-

9.1

During the six months period ended December 31, 2019, additions amounting to Rs. 830 million (December 31, 2018: Rs. 1,083 million) and disposals amounting to Rs. 992 million (December 31, 2018: Rs. 654 million) were made to the net investments in Ijarah finance.

Ijarah Assets

Additions at cost during the period / year

- Plant, machinery and equipments

- Motor vehicles

Disposals at cost during the period / year

- Plant, machinery and equipments

- Motor vehicles

(Un-audited) December 31, 2019	(Un-audited) December 31, 2018
(Rupees)	
632,654,597	691,473,769
198,104,497	391,528,197
830,759,094	1,083,001,966
502,838,503	128,895,531
489,278,834	525,131,220
992,117,337	654,026,751

10. FIXED ASSETS IN OWN USE

Tangible assets

Intangible assets

(Un-audited) December 31, 2019	(Audited) 30 June 2019
(Rupees)	
6,207,461	7,759,459
565,628	717,674
6,773,089	8,477,133

Additions at cost during the period / year

- Computer equipment, appliances and computer systems

- Computer software

(Un-audited) December 31, 2019	(Un-audited) December 31, 2018
(Rupees)	
694,998	284,850
-	873,518
694,998	1,158,368

11. TERM FINANCE ARRANGEMENTS

Musharaka term finance with other banks
Less: Current portion of musharaka term finance

(Un-audited) December 31, 2019	(Audited) June 30, 2019
----- (Rupees) -----	
1,641,436,414	1,933,671,877
(863,398,364)	(832,919,998)
778,038,050	1,100,751,879

12. CONTINGENCIES AND COMMITMENTS

12.1 Contingencies

There were no contingencies outstanding as at December 31, 2019 and June 30, 2019.

12.2 Commitments

There were no commitments outstanding as at December 31, 2019 (June 30, 2019: Rs. 119.213 million).

13. PROVISION FOR SERVICES SALES TAX ON MANAGEMENT COMPANY'S REMUNERATION

Pursuant to Order number SRB-COM-I/AC-V/Mgt/SCSOP/5878/2012 of the Sindh Revenue Board (SRB) dated April 22, 2013, the Modaraba has recorded a provision in respect of Sindh Sales Tax on Management Company's remuneration at applicable rates with effect from November 1, 2011. The Management Company has filed an appeal before the Appellate Tribunal SRB against this order. The Appellate Tribunal SRB through its order dated February 19, 2016 allowed the appeal and set aside the order-in-original and order-in-appeal and remanded back the case to the assessing officer for re-assessment. Thereafter, on April 8, 2016, the assessing officer issued a fresh notice to the Management Company. Against the notice, the Management Company has filed an appeal before the Honorable Sindh High Court. As an interim relief, the Court vide its Order dated October 13, 2016 has stopped the assessing authorities to pass any final order till the culmination of its proceedings. The interim relief was reconfirmed by the Court in its Order dated November 5, 2018. The case is pending to date. However, the Modaraba has continued to recognise provision for services sales tax on the management company's remuneration.

14. PROVISION FOR WORKERS' WELFARE FUND

The Sindh Revenue Board (SRB) vide letter no. SRB /DC-A(W)/2017/Rep/4760 dated January 16, 2017 has advised the Modaraba to pay off all its liabilities falling due under the Sindh Workers' Welfare Fund Act, 2014 (SWWF Act). As per SWWF Act, Workers' Welfare Fund (SWWF) levy is required to be paid on total income accruing after December 31, 2013. The management considers that the SWWF Act is limited only to the province of Sindh and till the time there is any mechanism available for apportionment of total income relevant to province of Sindh, no SWWF liability to SRB can be paid out. On these grounds, foreseeing the expected SWWF demand and penal actions from SRB, the Modaraba has filed a Constitutional Petition (CP) No. CP.D.3879/2017 with the Honorable Sindh High Court which is pending to date. However the Honorable Sindh High Court has restrained the SRB from levy of WWF under the SWWF Act. The management has provided for SWWF liability for the period from January 1, 2014 to December 31, 2019 in these condensed interim financial statements on a prudent basis.

15. TAXATION

As per the Second Schedule to the Income Tax Ordinance, 2001, the income of a non-trading modaraba is exempt from income tax provided that it distributes at least 90% of its profits to its

FINANCIAL STATEMENT

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

certificate holders for the year after making appropriation for statutory reserves. The Modaraba intends to continue to avail this exemption by distributing 90% of its profits to its certificate holders after making appropriation to statutory reserves for the year ending June 30, 2020. Accordingly, no provision in respect of current and deferred taxation has been made in these condensed interim financial statements.

16. EARNINGS PER CERTIFICATE

A diluted earnings per certificate has not been presented as the Modaraba did not have any convertible instruments in issue as at December 31, 2019 and 2018 which would have any effect on the earnings per certificate if the option to convert is exercised.

17. RELATED PARTIES TRANSACTIONS

The related parties of the Modaraba include the management company, its holding company, other associated companies, staff retirement funds, directors and key management personnel. Transactions with related parties other than remuneration and benefits to key management personnel (which are employed by the management company) under the terms of their employment are as follows:

	Six months period ended December 31, 2019 (Un-audited)	Six months period ended December 31, 2018 (Un-audited)
	----- (Rupees) -----	
ORIX Leasing Pakistan Limited - Holding Company of the Management Company		
Dividend	11,345,883	11,345,883
Rent paid for Islamabad office	247,064	257,732
Staff retirement benefits funds		
Contribution to the staff provident fund	2,309,700	2,030,115
Contribution to the staff gratuity fund	1,923,967	1,691,069
Reimbursement from staff gratuity fund	93,480	525,295
ORIX Services Pakistan (Private) Limited - Management Company		
Management company's remuneration	6,942,941	4,856,802
Dividend	11,345,883	11,345,883
Key Management Personnel		
Salaries and benefits	25,109,939	21,871,916
Contribution to the staff provident fund	902,131	781,446
Contribution to the staff gratuity fund	751,470	650,940
Income earned on DM finances to Key management personnel	3,639,727	2,439,598
Ijarah rental earned on Ijarah finances to Key management personnel	-	1,930,597
Profit on Redeemable Capital	260,434	41,575
Number of persons	7	8

The Modaraba enters into certain transactions with related parties based on a transfer pricing policy under which all transactions are carried out on agreed terms. The balances with related parties other than balances that have been disclosed in the respective notes are as follows:

	(Unaudited) December 31, 2019	(Audited) 30 June 2019
	(Rupees)	
ORIX Services Pakistan (Private) Limited		
- Management Company		
Management company's remuneration payable	6,942,941	14,501,602
Staff retirement benefits funds		
Receivable from staff gratuity fund	-	55,962
Key Management Personnel		
Accrued profit on finances under diminishing musharaka	316,881	389,714
Profit payable on redeemable capital	157,667	194,455
Redeemable capital	4,550,000	4,000,000

18

FAIR VALUE OF FINANCIAL INSTRUMENTS

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 under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

As per the requirements of the IFRS 13, the Modaraba shall classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- 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 2); and
- inputs for the assets or liability that are not based on observable market data (i.e. unobservable inputs) (level 3).

As at December 31, 2019 and June 30, 2019, there were no financial instruments which were measured at fair values in the financial statements.

The table below analyses financial instruments measured at the end of the reporting period (i.e. financial assets measured at fair value through profit or loss account (FVTPL), financial assets measured at fair value through other comprehensive income (FVOCI), financial assets measured at amortised cost, financial liabilities measured at fair value through profit or loss and those that are measured at amortised cost) by the level in the fair value hierarchy into which the fair value measurement is categorised:

18.1

The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

FINANCIAL STATEMENT

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2019

Note	As at December 31, 2019 (Unaudited)						
	Carrying value			Fair value			
	Financial assets at Amortised cost	Other Financial Liabilities	Total	Level 1	Level 2	Level 3	Total
	(Rupees)						
Financial assets not measured at fair value	18.2						
Cash and bank balances	546,480,581	-	546,480,581	-	-	-	-
Ijarah rentals receivable	107,138,722	-	107,138,722	-	-	-	-
Advances, deposits and other receivables	178,176,066	-	178,176,066	-	-	-	-
Diminishing Musharika	3,097,432,413	-	3,097,432,413	-	-	-	-
Net investment in Ijarah finance	370,000	-	370,000	-	-	-	-
Total	3,929,597,782	-	3,929,597,782	-	-	-	-
Financial liabilities not measured at fair value	18.2						
Musharika term finance	-	1,641,436,414	1,641,436,414	-	-	-	-
Security deposits	-	630,717,168	630,717,168	-	-	-	-
Creditors, accrued and other liabilities	-	273,050,099	273,050,099	-	-	-	-
Redeemable capital	-	3,205,655,000	3,205,655,000	-	-	-	-
Unclaimed profit distribution	-	61,592,304	61,592,304	-	-	-	-
Advance Ijarah rentals received	-	17,410,676	17,410,676	-	-	-	-
Total	-	5,829,861,661	5,829,861,661	-	-	-	-

Note	As at June 30, 2019 (audited)						
	Carrying value			Fair value			
	Financial assets at Amortised cost	Other Financial Liabilities	Total	Level 1	Level 2	Level 3	Total
	(Rupees)						
Financial assets not measured at fair value							
Cash and bank balances	432,292,749	-	432,292,749	-	-	-	-
Ijarah rentals receivable	106,243,898	-	106,243,898	-	-	-	-
Advances, deposits and other receivables	171,391,283	-	171,391,283	-	-	-	-
Diminishing Musharika	3,084,690,228	-	3,084,690,228	-	-	-	-
Net investment in Ijarah finance	370,000	-	370,000	-	-	-	-
Total	3,794,988,158	-	3,794,988,158	-	-	-	-
Financial liabilities not measured at fair value							
Musharika term finance	-	1,933,671,877	1,933,671,877	-	-	-	-
Security deposits	-	648,805,760	648,805,760	-	-	-	-
Creditors, accrued and other liabilities	-	326,527,757	326,527,757	-	-	-	-
Redeemable capital	-	2,785,705,000	2,785,705,000	-	-	-	-
Unclaimed profit distribution	-	55,752,238	55,752,238	-	-	-	-
Advance Ijarah rentals received	-	36,404,859	36,404,859	-	-	-	-
Total	-	5,786,867,491	5,786,867,491	-	-	-	-

- 18.2 These financial assets and liabilities are for short term or repriced over short term. Therefore their carrying amounts are reasonable approximation of fair value.

19. SEGMENT INFORMATION

As per IFRS 8: "Operating Segments", operating segments are reported in a manner consistent with the internal reporting used by the chief operating decision-maker. The Chief Executive Officer of the Management Company has been identified as the chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments.

The Chief Executive Officer is responsible for the Modaraba's entire product portfolio and considers the business to have a single operating segment. The Modaraba's asset allocation decisions are based on a single integrated investment strategy and the Modaraba's performance is evaluated on an overall basis.

The internal reporting provided to the Chief Executive Officer for the Modaraba's assets, liabilities and performance is prepared on a consistent basis with the measurement and recognition principles of approved accounting and reporting standards as applicable in Pakistan.

The Modaraba is domiciled in Pakistan. All of the Modaraba's income is from investments in entities incorporated in Pakistan.

The Modaraba has a diversified product portfolio whereby resources have been allocated.

20. CORRESPONDING FIGURES

Corresponding figures have been rearranged or reclassified wherever necessary for the purpose of comparison and better presentation. There were no major reclassifications in these condensed interim financial statements during the current period.

21. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on 17-Feb-2020 by the Board of Directors of the Management Company.



Chief Executive

For ORIX Services Pakistan (Private) Limited
(Management Company of ORIX Modaraba)


Director



Director



Chief Financial Officer

سرمایہ کاری کی آگاہی کے لیے انقلابی اقدام



جہاں ربیئے، آگاہ ربیئے

SECP کی جانب سے پیش ہے "جمع پونجی" ایک ایسا ویب پورٹل جو آپ کو سرمایہ کاری سے متعلق ہر قسم کی معلومات فراہم کرتا ہے، تاکہ آپ ایک اچھی سرمایہ کاری کا فیصلہ کر سکیں۔ جمع پونجی میوبائل فونز، ڈسٹنڈنڈ، اسلام آباد، کراچی، کینٹ، لکھنؤ، کینٹ اور انٹرنیشنل بینک وغیرہ میں سرمایہ کاری سے متعلق آپ کے سوالات کے جوابات فراہم کرتا ہے، اور ساتھ ہی آن لائن ٹوٹل کے ذریعے کھیل بی کھیل میں منافع بخش سرمایہ کاری کے سلسلے میں آپ کو رہنمائی بھی فراہم کرتا ہے۔

کھیل بی کھیل
میں سیکھیں
سرمایہ کاری کا ہنر

مفت آن لائن ٹوٹل:

- سکیم میٹر
- مار ٹریڈنگ
- رسک پروفاکٹر
- ٹیچ میٹر
- کیکو میٹر
- نیوز لیٹر سسٹر



Jama Punji is an Investor Education Initiative of Securities and Exchange Commission of Pakistan