



FIRST IBL MODARABA

QUARTERLY REPORT

MARCH, 2022

Corporate Information

Modaraba Management Company

IBL Modaraba Management (Pvt.) Limited

Board of Directors

Mr. Arslan Khan Khakwani Chairman
Mr. Ibrahim Hassan Murad Director
Mr. Iftikhar Hameed Khan Director
Mr. Aamir Manzoor Chief Executive

Company Secretary

Mr. Hassan Fareed

Chief Financial Officer

Mr. Zeeshan Ahmed

Internal Auditor

Mr. Rana Rizwan Tariq

Sharia'ah Advisor

Dr. Salman Ahmed Khan

Legal Advisor

M/s. Holscott International [Legal services]

Bankers

Habib Bank Limited – Islamic Banking
Meezan Bank Limited
MCB Islamic Bank Limited
The Bank of Punjab - Taqwa

Registrar

Corp Tec Associates (Pvt.) Limited
503 E, Johar Town, Lahore.

Registered/ Principal Office

4-L, Main Ferozpur Road, Gulberg III,
Lahore.

www.jamapunji.pk



Key features:

Licensed Entities Verification

Scam meter*

Jamapunji games*

Tax credit calculator*

Company Verification

Insurance & Investment Checklist

FAQs Answered

Stock trading simulator
(based on live feed from KSE)

Knowledge center

Risk profiler*

Financial calculator

Subscription to Alerts (event
notifications, corporate and
regulatory actions)

Jamapunji application for
mobile device

Online Quizzes



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Education Initiative of
Securities and Exchange
Commission of Pakistan

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Directors' Report

The Board of Directors of M/s IBL Moadaraba Management (Private) Limited [IBLMM], the Management Company of First IBL Modaraba [FIBLM], is pleased to present the quarterly results of First IBL Modaraba for the nine month's period ended March 31, 2022 along with directors' report to its certificate holders.

Current political scenario in the country, high inflation, high fuel prices, low buying power, and withdrawal of tax exemption hit the business very hard. Despite of aforesaid scenario your Modaraba booked profit before tax of Rs. 2.195 million as compared to Rs. 1.441 million in the preceding period which shoes growth of 52.32%.

In presence of frequent increase in day to day operational cost total expenses for the reporting period were 15.993 million as compared to Rs. 17.046 million a decline of 6.17% in operating expenses.

Total assets of FIBLM during the period were maintained at Rs.213.198 million as compare to Rs.212.069 million reported in audited financial statements for the period ended June 30, 2021.

Total liabilities of FIBLM during the period were stood at Rs.19.528 million as compare to Rs.18.283 million reported in audited financial statements for the period ended June 30, 2021.

The management of Modaraba is putting its best efforts to invest funds in more income generating/ secured mode of financing to generate/ improve profitability of Modaraba.

The board would like to express its gratitude to the Securities & Exchange Commission of Pakistan, Registrar Modarabas, State Bank of Pakistan and NBF1 & Modaraba Association of Pakistan for providing us their usual support and guidance.

The board appreciates and pays gratitude to its certificate holders and customers for entrusting their confidence on us and assure them maintenance of adequate internal controls, personalize services and also to maintain an ideal environment of good corporate governance in all areas of the activities.

The Board also appreciates team of the Modaraba for their dedication and hard work for the growth of the Modaraba in all areas of its activities.

for & On behalf of
The Board of Directors of
IBL Modaraba Management (Pvt.) Limited:

Chief Executive
April 27, 2022

ڈائریکٹرز رپورٹ

میسرز آئی بی ایل مضاربہ مینجمنٹ (پرائیویٹ) لمیٹڈ جو کہ فرسٹ آئی بی ایل مضاربہ کی مینجمنٹ کمپنی ہے، کا بورڈ آف ڈائریکٹرز، فرسٹ آئی بی ایل مضاربہ کے نومبر کے مالی نتائج مع دستاویزات، ڈائریکٹرز رپورٹ جو کہ 31 مارچ 2022 کو اختتام پزیر ہوتے ہیں، اپنے سرٹیفکیٹ ہولڈرز کو پیش کرتے ہوئے خوشی محسوس کرتا ہے۔

موجودہ سیاسی صورتحال، بلند افراط زر، بلند تیل کی قیمتیں، کم قوت خرید اور ٹیکس میں چھوٹ کے خاتمے جیسے معاملات نے کاروبار کو بہت متاثر کیا۔ باوجود اس صورتحال کے مضاربہ نے پچھلے سال کے 1.441 ملین کے قبل از ٹیکس منافع کے مقابلے میں 2.195 ملین روپے کا قبل از ٹیکس منافع دیکھا یا جو کہ 52.32 فیصد کی بڑھوتری کو ظاہر کرتا ہے۔

روزمرہ آپریشن کی لاگت میں ہونے والے اضافے کے باوجود مضاربہ نے پچھلے سال کے 17.046 ملین روپے کے اخراجات کے مقابلے میں 6.17 فیصد کی ساتھ 15.993 ملین روپے کے اخراجات کئے۔

فرسٹ آئی بی ایل کے موجودہ اثاثہ جات 213.198 ملین روپے ریکارڈ کیے گئے جو کہ پچھلے مالی سال 30 جون 2021 کو 212.069 ملین روپے تھے۔

موجودہ واجب الادا ذمہ داریاں 19.528 ملین روپے رہی جو کہ پچھلے سال 30 جون 2021 پر 18.283 ملین روپے تھیں۔ مضاربہ کی انتظامیہ فنڈز کو مزید بہتر اور زیادہ آمدنی والے طبقات میں سرمایہ کاری کرنے کی بھرپور کوشش کر رہی ہے تاکہ مضاربہ کی آمدنی کو مزید بہتر کیا جاسکے۔

آئی بی ایل مضاربہ مینجمنٹ پرائیویٹ لمیٹڈ سیکورٹی اینڈ اینجینج کمیونیشن آف پاکستان، رجسٹرڈ مضاربہ، اسٹیٹ بینک آف پاکستان اور این بی ایف آئی اینڈ مضاربہ ایسوسی ایشن آف پاکستان کا ہمیشہ کی طرح حمایت اور راہنمائی کے لیے شکرگزار ہے۔

بورڈ اپنے سرٹیفکیٹ ہولڈرز اور گاہکوں کا انتہائی مشکور ہے۔ جنہوں نے ہم پر بھروسہ کیا اور ہم ان کو اندرونی نظام و انتظام و ذاتی توجہ اور احسن کارکردگی کے تمام شعبوں میں مثالی ماحول کو برقرار رکھنے کی یقین دہانی کرواتے ہیں۔

بورڈ مضاربہ کی مینجمنٹ اور کارکنان کی سخت محنت اور لگن جو انہوں نے مضاربہ کے ہر شعبے میں ترقی کے لیے کی ہے کو بھی سراہتا ہے۔

منتظم فرسٹ آئی بی ایل مضاربہ

چیف ایگزیکٹو آفیسر

مورخہ 27 اپریل، 2022

FIRST IBL MODARABA

STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2022

	March 2022	June 2021
Note	Rupees	Rupees
ASSETS		
Current Assets		
Cash & Bank balances	1,921,960	52,113,573
Short term investments	3,258,051	4,737,279
Ijarah rentals receivable	60,462	126,560
Short term musharaka receivables	550,160	600,000
Advances, prepayments and other receivables	10,797,420	4,918,627
Advance tax	1,074,458	1,693,272
Current portion of musharikah receivable	79,339,543	53,241,647
	97,002,054	117,430,958
Non-Current Assets		
Long term musharikah receivables	33,482,501	26,846,434
Long term advances and deposits	2,619,260	2,619,260
Investment property	53,333,557	57,083,578
Fixed assets under ijarah arrangements	25,717,363	6,634,853
Fixed assets under own use	1,044,127	1,454,397
	116,196,808	94,638,522
Total Assets	213,198,862	212,069,480
LIABILITIES		
Current Liabilities		
Creditors, accrued and other liabilities	839,027	826,423
Musharaka finances	700,000	700,000
Current portion of non-current liabilities	4,539,905	5,834,050
Unpresented profit warrants	10,834,598	10,883,905
	16,913,530	18,244,378
Non-Current Liabilities		
Long term security deposits	2,615,230	39,080
	2,615,230	39,080
Total Liabilities	19,528,760	18,283,458
NET ASSETS	193,670,102	193,786,022
REPRESENTED BY:		
Certificate capital	216,875,000	216,875,000
Statutory Reserves	45,394,252	45,394,252
Accumulated loss	(71,608,811)	(72,853,017)
	190,660,441	189,416,235
Unrealized gain on revaluation of investments - Available for sale	3,009,662	4,369,787
	193,670,102	193,786,022

Contingencies and commitments

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

FIRST IBL MODARABA
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

	Quarter ended		Nine months ended	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
	"Rupees"			
INCOME FROM OPERATIONS				
Income from ijarah	2,306,230	781,120	4,197,700	3,491,905
Profit on musharaka investments	1,795,371	3,130,736	6,664,122	8,483,737
	4,101,601	3,911,856	10,861,822	11,975,642
OTHER INCOME				
Other income	15,120	69,558	261,360	232,588
Income from investment property	1,873,860	1,873,860	5,621,580	5,621,580
Income from short term investments		81,362		136,193
Profit on deposits	284,796	49,875	1,511,937	714,787
	2,173,776	2,074,655	7,394,877	6,705,148
Reevrsal of suspension on ijarah income - net	-		225,770	
TOTAL INCOME	6,275,377	5,986,511	18,482,469	18,680,790
EXPENSES				
Administrative expenses	(3,366,192)	(3,870,536)	(12,411,497)	(13,278,130)
Depreciation on assets under ijarah	(1,818,710)	(617,925)	(3,462,734)	(2,698,483)
Unrealized loss on re-measurement of investments	(41,028)		(119,104)	
Finance cost	-	-	-	(1,069,808)
	(5,225,930)	(4,488,461)	(15,993,335)	(17,046,421)
Operating Profit	1,049,446	1,498,050	2,489,133	1,634,369
Charge of modaraba management fee	(104,945)	(149,805)	(248,913)	(163,437)
Workers's welfare fund	(16,010)	(26,965)	(44,804)	(29,419)
Profit before taxation	928,491	1,321,280	2,195,415	1,441,513
Taxation				
- Prior Year	-	-	(577,989)	-
- Current Period	(157,844)	-	(373,221)	-
Profit for the period	770,647	1,321,280	1,244,206	1,441,513
Profit per Modaraba Certificate - Basic and Diluted	0.036	0.061	0.057	0.066

The annexed notes form an integral part of these condensed interim financial information (un-audited).

FIRST IBL MODARABA
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

	Quarter Ended		Nine months ended	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
	"Rupees"			
Net Profit for the Period	770,648	1,321,280	1,244,206	1,441,513
<i>Other comprehensive income</i>				
Items that may be reclassified subsequently to profit and loss				
Net unrealized loss in value of available for sale investments	(355,357)	(34,456)	(1,360,126)	748,644
Total Comprehensive Income/ (loss) for the Period	415,291	1,286,824	(115,920)	2,190,157

The annexed notes form an integral part of these condensed interim financial information (un-audited).

FIRST IBL MODARABA

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

	March 31, 2022	June 30, 2021
	Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit for the period	1,244,206	2,917,770
Adjustments for:		
- Depreciation of fixed assets under own use	78,681	953,399
- Depreciation of investment properties	3,750,021	5,000,028
- Depreciation of fixed assets under ijarah arrangements	3,462,734	3,281,133
- Suspension made against ijarah rentals	83,980	727,420
- Reversal of suspension on ijarah rentals	(309,750)	(926,370)
- Dividend income	-	(45,466)
- Revaluation loss/ (gain) on investment at fair value through profit or loss	119,104	(128,159)
- Worker's Welfare Fund	44,804	142,173
- Finance cost	-	1,069,808
- Gain on termination of ijarah arrangements	(116,563)	(70,563)
- Profit on bank deposits	(1,511,937)	(1,191,360)
	5,601,075	8,812,043
Operating profit before working capital changes	6,845,281	11,729,813
Decrease / (increase) in current assets:		
- Advances, prepayments and other receivables	(5,878,793)	2,048,230
- Ijarah rentals receivable	66,098	1,309,169
- Short term musharakah receivables	49,840	7,400,000
Decrease in current liabilities:		
- Musharakah profit payable	-	(1,430,192)
- Creditors, accrued and other liabilities	12,604	(689,290)
Net cash Generated from / (Used in) changes in working capital	(5,750,251)	8,637,917
Cash Generated from Operations	1,095,030	20,367,730
Increase in non-current assets:		
Long term musharakah receivables	(32,733,963)	(10,220,829)
Increase in non-current liabilities:		
Long term security deposits - ijarah	1,282,005	135,660
Income taxes paid/ adjusted	618,814	(256,278)
Profit received on bank deposits	1,511,937	1,368,435
Finance cost paid	-	(1,069,808)
Net Cash Used in Operating Activities	(28,226,178)	10,324,910
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets under ijarah arrangements	(23,959,200)	(646,498)
Purchase of fixed assets under own use	(312,080)	-
Proceeds from disposal of assets on termination / completion of ijarahs	2,355,152	945,732
Net Cash Generated From / (Used in) Investing Activities	(21,916,128)	299,234
CASH FLOW FROM FINANCING ACTIVITIES		
Dividends paid	(49,307)	(2,669,315)
Net Cash used in Financing Activities	(49,307)	(2,669,315)
Net Decrease in Cash and Cash Equivalents	(50,191,613)	7,954,829
Cash and cash equivalents at the beginning of the period	52,113,573	44,158,744
Cash and Cash Equivalents at the end of the Period	1,921,960	52,113,573

The annexed notes from 1 to 16 form an integral part of this condensed interim financial statements (un-audited).

FIRST IBL MODARABA
STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

Particulars	Certificate Capital	Statutory reserve	Accumulated loss	Total Equity
	Rupees			
Balance as at June 30, 2020	216,875,000	44,810,698	(72,304,233)	189,381,465
Comprehensive income for the year				
Net profit for the year	-	-	2,917,770	2,917,770
Total comprehensive income for the year	-	-	2,917,770	2,917,770
Transferred to statutory reserve	-	583,554	(583,554)	-
Profit distribution for the year 2020			(2,883,000)	(2,883,000)
Balance as at June 30, 2021	216,875,000	45,394,252	(72,853,017)	189,416,235
Comprehensive income for the period				
Net profit for the period	-	-	1,244,206	1,244,206
Other comprehensive loss for the period	-	-	-	-
Total comprehensive loss for the period	-	-	1,244,206	1,244,206
Balance as at March 31, 2022	<u>216,875,000</u>	<u>45,394,252</u>	<u>(71,608,811)</u>	<u>190,660,441</u>

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

FIRST IBL MODARABA
NOTES TO THE CONDENSED INTERIM
FINANCIAL INFORMATION (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022

Note 1

The accounting policies adopted for the preparation of these financial statements are consistent with those applied for the preparation of preceding annual publishing accounts.

Note 2

These unaudited financial statements have been prepared and circulated under the directives of Securities and Exchange Commission of Pakistan.

Note 3

Ijarah Rentals Receivable

	Note	March 2022 (Un-audited)	June 2021 (Audited)
"Rupees"			
Considered good		60,462	126,560
Considered doubtful	3.1	9,275,850	9,501,620
		9,336,312	9,628,180
Accumulated impairment		(9,275,850)	(9,501,620)
		60,462	126,560

3.1 This represent rentals receivable against assets leased out under ijarah arrangements.

3.2 Movement in accumulated impairment is as follows:

As at the beginning of the period / year	9,501,620	9,700,570
Recognized during the period / year	83,980	727,420
Reversed during the period / year	(309,750)	(926,370)
	(225,770)	(198,950)
As at end of the period / year	9,275,850	9,501,620

Note 4

Advances, Prepayments and Other Receivables

Advance against employees	676,061	656,711
Prepayments	390,011	227,171
Accrued profit:		
- Profit receivable on musharaka receivables	4,082,186	3,123,989
- Less: Profit held in suspense account	(1,969,089)	(1,969,089)
	2,113,097	1,154,900
Accrued profit receivable on saving account	66,708	369,339
Dividend receivables		219,241
CDR	4,635,000	-
Other receivables	2,916,543	2,291,265
	10,797,420	4,918,627

Note 5

Short Term Investment

	Note		
Available for sale	5.1	3,009,704	4,369,829
At fair value through profit or loss	5.2	248,347	367,450
		3,258,051	4,737,279

5.1 Available for sale

(Un-audited)	(Audited)	Name of entity
March 31, 2021	June 30, 2020	

No. of shares/ Certificates

Holdings are in ordinary certificates / shares of Rupees 10 each.

23,414	18,011	The Searle Company Limited	3,009,704	4,369,829
23,414	18,011		3,009,704	4,369,829

FIRST IBL MODARABA

Notes to the condensed interim Financial Information (Un-audited)

5.2 At fair value through profit or loss

(Un-audited)	(Audited)	Name of entity	(Un-audited)	(Audited)
March 31, 2021	June 30, 2020		March 2021	June 2020
No. of shares/ Certificates			"Rupees"	
Holdings are in ordinary certificates / shares of Rupees 10 each.				
250	250	Attock Refinery Limited	32,170	64,113
100,000	100,000	First Punjab Modaraba	201,000	279,000
262	219	IBL Healthcare	15,177	24,337
<u>100,512</u>	<u>100,469</u>		<u>248,347</u>	<u>367,450</u>

Note 6**Investment Property****Cost**

Opening balance

Additions

Closing balance

Note

100,000,465	100,000,465
-	-
100,000,465	100,000,465

Accumulated Depreciation

Opening balance

Charged during the period / year

Closing balance

6.1

(42,916,887)	(37,916,859)
(3,750,021)	(5,000,028)
<u>(46,666,908)</u>	<u>(42,916,887)</u>
<u>53,333,557</u>	<u>57,083,578</u>

6.1 The Modaraba depreciates its investment property on straight line basis @ 5% per annum.

Note 7**Fixed Assets Under Ijarah Arrangements**

Written down value at the beginning of the period / year

Additions at cost

Less: Written down value of assets disposed off

6,634,853

23,959,200

(1,413,956)

29,180,097

(3,462,734)

25,717,363

26,969,167

646,498

(17,699,679)

9,915,986

(3,281,133)

6,634,853**Note 8****Fixed Assets Under Own Use**

Written down value at the beginning of the period / year

Additions at cost

Less: Written down value of assets disposed off

1,454,397

312,080

-

1,766,477

(722,350)

1,044,127

2,407,796

-

-

2,407,796

(953,399)

1,454,397**Note 10****Contingencies and Commitments****10.1 Contingencies**

There were no known contingencies as at March 31, 2021 (June 30, 2020: Nil).

10.2 Commitments

The Modaraba has not made any capital commitments as at March 31, 2021 (June 30, 2020 : Nil).

Note 11**RELATED PARTY TRANSACTIONS**

The related parties of the Modaraba comprise of its Management Company, major certificate holders of the Modaraba and their close family members, directors of the management company and their close family members and entities with common directors or under common management.

Transactions during the period	Relationship	March 31, 2022	March 31, 2021
IBL Modaraba Management (Private) Limited			
Management fee paid during the period	Management Company	-	444,760
Dividend paid during the period		-	288,586
Management fee accrued during the period		248,913	163,437
University of Management & Technology			
Rent of library building	Holds 14.15% of the paid up certificates of Modaraba	5,621,580	5,621,580
		March 31, 2022	March 31, 2021
Outstanding Balance:			
Payable to Management company		588,907	163,437

Note 12

Segment Analysis

12.1 Geographical segments

The Modaraba's assets are employed and its income is derived in Pakistan.

12.2 Business segments

	March 31, 2022		June 30, 2021	
	Rupees	%	Rupees	%
Musharaka receivable				
Media advertising	70,307,761	62.01%	55,349,676	68.60%
Construction	29,274,451	25.82%	16,088,745	19.94%
Trading & others	13,239,832	11.68%	7,908,108	9.80%
Individuals	550,161	0.49%	1,341,552	1.66%
	113,372,204	100%	80,688,081	100%

Investment in ijarah under (IFAS-2)

Individuals	6,301,705	24.50%	4,581,862	69%
Medical and pharmaceuticals	1,039,753	4.04%	1,039,753	15.67%
Leasing	283,905	1.10%	283,905	4.28%
Hotel	120,000	0.47%	120,000	1.81%
Engineering	60,000	0.23%	60,000	0.90%
Others	17,912,000	69.65%	549,333	8.28%
	25,717,363	100%	6,634,853	100%

Note 13

Date of Authorization for Issue

These financial statements were authorized for issue on April 27, 2022 by the Board of Directors of IBL Modaraba Management (Private) Limited (the Management Company).

Note 14

General

Corresponding figures have been rearranged, wherever necessary during the period. No material rearrangements were made in these financial statements.