FIRST PARAMOUNT MODARABA

(An Islamic Financial Institution) Managed by: Paramount Investments Limited

March 31, 2023

QUARTERLY REPORT

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For Long Term 'BBB', For Short Term A-3 Out Look - Stable VIS Credit Rating Company



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First Paramount Modaraba (An Islamic Financial Institution) FIRST PARAMOUNT MODARABA Mission & Vision It is our firm commitment to operate the Modaraba activities in accordance with Islamic Sharia with Its true spirit. 2. To employ the Modaraba funds in best possible way and to promote the human talents, to maximize the profit for certificate holders. 3. It is our mission to constantly endeavour for excellence in all spheres of business activity, maintain its eminent market position, promote lasting relationship with our customers and other stakeholders, and construct a durable and vibrant Pakistan. STATEMENT OF ETHICS AND BUSINESS PRACTICES We believe a complete code of ethics is a prerequiste for all Directors and employees of Frist Paramount Modaraba. We endeavour to the philosophy behind the code of ethics to carry out honestly activities assigned to them. Our aim is to have highest standard of execllence for the product and the betterment for all those involved directly or indirectly with our Modaraba.





CORPORATE INFORMATION FIRST PARAMOUNT MODARABA MANAGED BY: PARAMOUNT INVESTMENTS LIMITED

BOARD OF DIRECTORS

Mr. Tanveer Ahmed Magoon Mr. Syed Wajih Hasan Mr. Nadeem Iqbal Mr. Pir Muhammad Kalia Mr. Abrar Ahmed Mr. Habib Ahmed Navaid Mr. Humayun Mazhar Qureshi Chairman Chief Executive Officer Director Director Independent Director Independent Director

AUDIT COMMITTEE

Mr. Habib Ahmed Navaid Mr. Pir Muhammad Kalia Mr. Nadeem Iqbal

HUMAN RESOURCE COMMITTEE

Mr. Humayun Mazhar Qureshi Mr. Tanveer Ahmed Magoon Mr. Nadeem Iqbal Mr. Syed Wajih Hasan Chairman Member Member

Chairman Member Member Member

CHIEF FINANCIAL OFFICER / COMPANY SECRETARY Mr. Muhammad Ifham Khan

SHARIAH ADVISOR

Mufti Muhammad Farhan Farooq

SHARIAH CONSULTANT

Mufti Muhammad Najeeb Khan

CREDIT RATING

Long term **BBB** Short Term **A-3** Out Look **Stable By VIS Credit Rating Company**

AUDITORS OF THE MODARABA

M/s Riaz Ahmed & Co Chartered Accountants

AUDITORS OF THE MODARABA MANAGEMENT COMPANY M/s Hafizullah & Co. Chartered Accountants

LEGAL ADVISOR

M/s Raja Qasit Nawaz, Advocates



BANKERS

Meezan Bank Limited Bank Islami Pakistan Limited Al Baraka Bank (Pakistan) Limited Habib Metropolitan Bank Limited -Islamic Banking Habib Bank Limited Faysal Bank Limited

REGISTERED OFFICE

Suit # 107, 108, 1st Floor, P.E.C.H.S. Community Office Complex, Block-2 PECHS, Shahrah-e-Quaiden, Karachi. Phone: 34381037-38-52 & 34381101. Fax: 34534410 E-mail: info@fpm.com.pk Web: <u>www.fpm.com.pk</u>

SHARE REGISTRAR

THK ASSOCIATES (PVT) LTD. Plot no. 32-C, Jami Commercial Street 2, D.H.A Phase VII, Karachi, 75500 Pakistan Tel: 111-000-322 Fax: 34168271 Web: <u>www.thk.com.pk</u> Email: <u>sfc@thk.com.pk</u>





DIRECTORS REPORT TO THE CERTIFICATE-HOLDERS

The Directors of Paramount Investments Limited, the Management Company of First Paramount Modaraba, are pleased to present the unaudited financial statements for the nine months period that ended on March 31, 2023.

The Economy of Pakistan in general, has posed significant challenges for businesses. Higher inflationary trends, restrictions on imports & higher interest rate regime has caused many businesses to suffer.

Despite the economic challenges and consumer recession, Modaraba's performance during the period under review continued to be resilient, Alhamdulillah. Modaraba has posted a net profit of PKR 5,983,770/= (EPC =0.43) for the nine months period ended March 31, 2023. Although the nine-month figures showed a decline in profits by 36.96% from the same period last year, the quarterly profits showed a healthy increase of 166.20% and stood at PKR 3,317,482 (EPC = 0.24), as compared to a profit of PKR 1,246,226 (EPC = 0.09) for the same period last year.

Modaraba's in-house venture, FPM PETRO Services, is showing robust growth in the quarter and is yielding healthy returns. This trend is expected to continue in the last quarter as well. Modaraba's financing portfolio is steady, as in a volatile market, caution is the best practice to exercise for financing. Also, absorption of increasing costs in the portfolio pricing always takes a longer period. This factor may affect the earnings of the last quarter.

Modaraba's in-house venture of "AML/CFT related services and solutions" is doing exceptionally well in terms of product quality, the satisfaction of its Clientele, and establishing itself as a reputable brand in the Country. Its revenues will form part of the last quarter's earnings of the Modaraba.

The management remains optimistic about its future and is hopeful to close the financial year with strong figures to ensure its commitment to the stakeholder's expectations. InshAllah.

Acknowledgements:

Management of the Modaraba and the Board of Directors recognizes the continued patronage and cooperation of the regulators especially of the offices of Registrar Modaraba, Securities and Exchange Commission of Pakistan, and the State Bank of Pakistan.

Management also appreciates hard-work and dedication of the staff members of Modaraba.

For and on behalf of the Board of Directors of Paramount Investments Limited (PIL) Managers of First Paramount Modaraba

Karachi. Date: April 28, 2023 S/d Syed Wajih Hassan (Chief Executive Officer)





FIRST PARAMOUNT MODARABA CONDENSED INTERIM BALANCE SHEET (UN-AUDITED) AS AT 31 MARCH 2023

Murabaha financing 4 42 Diminishing musharaka financing 5 Musharaka financing 6 Long-term deposits 71 CURRENT ASSETS 71 Stores and spares 53 Trade debtors 330 Advances, prepayments and other receivables 330 Musharaka financing 4 Short-term murabaha financing 4 Current portion of murabaha financing 4 Current portion of musharaka financing 6 Current portion of labars to employees 330 Accrued profit 11 Tax refunds due from Government 40 Short-term Investment 313 Cash and bank balances 331 Receivable against sale of Al-Burq 329 Assets Classified as held for sale 393 EQUITY AND LIABILITIES 320 CERTIFICATE CAPITAL AND RESERVES 320 Authorised certificate capital 313 Zapital reserves 220 IABILITIES 320 CURRENT LIABILITIES 320 Capital reserves 320 Capital reserves 320 Current portion of defractata 310 Current portion of defractas of musharaka 3	dited H 31 23 Sees	Audited June 30 2022 Rupees
Murabaha financing 4 4 4 Diminishing musharaka financing 5 14 Loan to employees 71 CURRENT ASSETS 71 Stores and spares 50 Trade debtors 30 Advances, prepayments and other receivables 30 Modaraba financing 2 Current portion of murabaha financing 4 Current portion of musharaka financing 6 Current portion of musharaka financing 6 Current portion of musharaka financing 1 Current portion of musharaka financing 31 Recrue profit 1 1 Tax refunds due from Government 40 Short Term Investment 30 393 Assets Classified as held for sale 393 EQUITY AND LIABILITIES 250 Capital reserves 220 LiAbitiut Certificate capital 137	,783,067	12,293,712
Musharaka financing 6 14 Loan to employees 71 CURRENT ASSETS 71 Stores and spares 50 Trade debtors 30 Advances, prepayments and other receivables 30 Modaraba financing 4 Stort-term murabaha financing 4 Current portion of murabaha financing 6 Current portion of musharaka financing 6 Current portion of loans to employees 6 Accrued profit 11 Tar refunds due from Government 14 Short-term Investment 11 Cash and bank balances 333 Receivable against sale of Al-Burq 339 Assets Classified as held for sale 339 EQUITY AND LIABILITIES 3465 CERTIFICATE CAPITAL AND RESERVES 320 Autorised certificates capital 137 Zapital reserves 220 IABILITIES 220 Current portion of deferred income 5 Certificates of musharaka 100 Corretions, accrued and other liabilities 20 Current portion of de	,936,968	63,815,311
Long-term deposits 71 Long-term deposits 71 CURRENT ASSETS 71 CURRENT ASSETS 71 CURRENT ASSETS 71 CURRENT ASSETS 71 CURRENT additional contemporation of mutabata financing 71 Short-term murabata financing 71 Current portion of diminishing musharaka financing 71 Current portion of munabata financing 71 Current portion of munabata financing 71 Current portion of loans to employees 72 Current portion of loans to employees 72 Cash and bank balances 73 Receivable against sale of Al-Burq 73 Assets Classified as held for sale 73 Current portion of musharaka financing 73 Current portion of musharaka financing 73 Current portion of use 74 Current portion of loans to employees 74 Cash and bank balances 74 Current portion the Covernment 74 Cash and bank balances 74 Current porticates of Al-Burq 74 Current porticates of Rupees 10 each 75 Current porticates of Rupees 10 each 75 Capital reserves 75 Current portion of defined and paid-up certificate capital 75 Current portion of certificates of musharaka 75 Current portion of defined income 75	586,902	-
Long-term deposits 71 CURRENT ASSETS Stores and spares Trade debtors Advances, prepayments and other receivables Modaraba financing Current portion of murabaha financing Current portion of murabaha financing Current portion of musharaka financing Cash and bank balances EQUITY AND LIABILITIES CERTIFICATE CAPITAL AND RESERVES Authorised certificate capital 25,000,000 certificates of musharaka Capital reserves Certificates of musharaka Current portion of deerred income Certificates of musharaka Current portion of deerred income Certificates of musharaka Current portion of deerred income Certificates of musharaka Current portion of deferred income Current portion of the liabilities Current portion of deferred income Current portion of the liabilities Current portion o	,500,000	12,000,000
CURRENT ASSETS 71 Stores and spares 50 Trade debtors 320 Advances, prepayments and other receivables 320 Modaraba financing 13 Current portion of murabaha financing 4 Current portion of murabaha financing 5 Current portion of murabaha financing 6 Current portion of musharaka financing 6 Current portion of musharaka financing 14 Current portion of musharaka financing 6 Current portion of onsubaraka financing 14 Current portion of musharaka financing 14 Tax refunds due from Government 14 Short Term Investment 100 Cash and bank balances 333 Receivable against sale of Al-Burq 32 Assets Classified as held for sale 393 EQUITY AND LIABILITIES 393 Certificate capital 137 25,000,000 certificates of Rupees 10 each 250 Issued, subscribed and paid-up certificate capital 137 Capital reserves 220 Current portion of deferred income 200 Curren	625,501 264,500	165,899 324,500
Stores and spares 50 Trade debtors 130 Advances, prepayments and other receivables 30 Modaraba financing 1 Short-term murabaha financing 4 Current portion of diminishing musharaka financing 5 Current portion of diminishing musharaka financing 6 Current portion of loans to employees 1 Accured profit 1 Tax refunds due from Government 47 Short-term Investment 100 Cash and bank balances 339 Receivable against sale of Al-Burq 339 Assets Classified as held for sale 339 EQUITY AND LIABILITIES 339 CERTIFICATE CAPITAL AND RESERVES 220 Authorised certificate capital 137 Zo,000, 000 certificates of Rupees 10 each 250 Issued, subscribed and paid-up certificate capital 130 Zo,000, 000 certificates of musharaka 240 Current portion of deferred income 220 LiaBILITIES 220 Current portion of certificates of musharaka 25 Current portion of certificates of musharaka 25 </th <th>,696,938</th> <th>88,599,422</th>	,696,938	88,599,422
Trade debtors 130 Advances, prepayments and other receivables 30 Modaraba financing 4 Short-term murabaha financing 4 Current portion of murabaha financing 6 Current portion of musharaka financing 1 Tax refunds due from Government 47 Short Term Investment 30 Cash and bank balances 31 Receivable against sale of Al-Burq 39 Assets Classified as held for sale 393 EQUITY AND LIABILITIES 393 CERTIFICATE CAPITAL AND RESERVES 300 Authorised certificate capital 250 Issued, subscribed and paid-up certificate capital 137 Capital reserves 220 LiABILITIES 200 Current portion of deferred income 26 Current portion of deferred income 26 Current portion of certificates of musharaka 25 MON-CURRENT LIABILITIES 26 Current portion of certificates of musharaka 25 Unclaimed profit distributions 25<		
Advances, prepayments and other receivables 30 Modaraba financing 1 Short-term murabaha financing 23 Current portion of murabaha financing 4 Current portion of murabaha financing 5 Current portion of murabaha financing 6 Current portion of musharaka financing 1 Tax refunds due from Government 10 Cash and bank balances 33 Receivable against sale of Al-Burq 33 Assets Classified as held for sale 393 EQUITY AND LIABILITIES 393 Certificate capital 137 Capital reserves 220 LiaBiLITIES 220 Deferred income 5 Current portion of deferred income 20 Current portion	,119,275	8,680,320
Modaraba financing 1 Short-term murabaha financing 23 Current portion of diminishing musharaka financing 5 Current portion of musharaka financing 6 Accrued profit 1 Tax refunds due from Government 40 Short Term Investment 10 Cash and bank balances 33 Receivable against sale of Al-Burq 33 Assets Classified as held for sale 339 Assets Classified as held for sale 339 Assets Classified and paid-up certificate capital 137 Zoptola reserves 220 LiABILITIES 200 NON-CURRENT LIABILITIES 200 Current portion of deferred income 26 Current portion of deferred income 26 Current portion of deferred income 20	,384,350 ,159,132	67,736,511 30,489,742
Short-term murabaha financing 23 Current portion of murabaha financing 4 Current portion of murabaha financing 5 Current portion of musharaka financing 6 Current portion of loans to employees 4 Accrued profit 1 Tax refunds due from Government 47 Shott Term Investment 10 Cash and bank balances 333 Receivable against sale of Al-Burq 2 Assets Classified as held for sale 3393 EQUITY AND LIABILITIES 393 Certificate capital 137 Z5,000,000 certificates of Rupees 10 each 250 25,000,000 certificates of Rupees 10 each 250 220 220 LIABILITIES 220 NON-CURRENT LIABILITIES 220 Deferred income 5 Current portion of derived income 5 Current portion of certificates of musharaka 75 Accrued profit distributions 20 Unclaimed portion of certificates of musharaka 75 Current portion of certificates of musharaka 75 Qurrent portion of derived income 26 Current portion of certificates of musharaka 75 Unclaimed portit distributions 20 P	,822,314	1,923,382
Current portion of diminishing musharaka financing 5 Current portion of musharaka financing 6 Current portion of musharaka financing 6 Current portion of loans to employees 47 Accrued profit 1 Tax refunds due from Government 47 Short Term Investment 100 Cash and bank balances 33 Receivable against sale of Al-Burq 2 Assets Classified as held for sale 399 GUITY AND LIABILITIES 399 CERTIFICATE CAPITAL AND RESERVES 399 Authorised certificate capital 2500,000 certificates of Rupees 10 each 2500 Issued, subscribed and paid-up certificate capital 137 Capital reserves 220 LIABILITIES 200 NON-CURRENT LIABILITIES 200 Certificates of musharaka 100 Current portion of deferred income 2 Current portion of deferred income 2 Current portion of certificates of musharaka 2 Unclaimed profit distributions 2 Provision for Taxation 134 Liabilities associated with assets classified a	,806,238	20,218,487
Current portion of musharaka financing 6 15 Current portion of loans to employees 47 Accrued profit 10 Tax refunds due from Government 47 Shott Term Investment 10 Cash and bank balances 333 Receivable against sale of Al-Burq 2 Assets Classified as held for sale 393 EQUITY AND LIABILITIES 393 EQUITY AND LIABILITIES 393 CERTIFICATE CAPITAL AND RESERVES 393 Authorised certificate capital 137 Capital reserves 220 Issued, subscribed and paid-up certificate capital 137 Capital reserves 220 LIABILITIES 220 Deferred income 5 Current portion of deferred income 26 Current portion of certificates of musharaka 75 Accrued profit distributions 20 Unclaimed portif distributions 20 Provision for Taxation 133 Liabilities associated with assets classified as held for sale 134 Liabilities associated with assets classified as held for sale 134 <tr< td=""><td>,158,091</td><td>71,575,236</td></tr<>	,158,091	71,575,236
Current portion of loans to employees 1 Accrued profit 1 Tax refunds due from Government 47 Short Term Investment 10 Cash and bank balances 33 Receivable against sale of Al-Burq 2 Assets Classified as held for sale 393 EQUITY AND LIABILITIES 393 EQUITY AND LIABILITIES 393 CERTIFICATE CAPITAL AND RESERVES 393 Authorised certificate capital 25,000,000 certificates of Rupees 10 each 250 Issued, subscribed and paid-up certificate capital 137 220 LiABILITIES 220 220 220 NON-CURRENT LIABILITIES 220 220 Current portion of deferred income 5 220 Current portin of certificates of musharaka 104 20 Current portin of certificates of musharaka 20 20 Unclaimed profit distributions 20 20 Provision of certificates of musharaka 20 20 Unclaimed profit distributions 20 20 Provision of certificates of musharaka 20 20 <t< td=""><td>370,667</td><td>3,466,606</td></t<>	370,667	3,466,606
Accrued profit 47 Tax refunds due from Government 47 Short Term Investment 10 Cash and bank balances 33 Receivable against sale of Al-Burq 23 Assets Classified as held for sale 393 EQUITY AND LIABILITIES 465 CERTIFICATE CAPITAL AND RESERVES 465 Authorised certificate capital 25,000,000 certificates of Rupees 10 each 25,000,000 certificates of Rupees 10 each Zapital reserves 660 Revenue reserves 220 LIABILITIES 200 Contrest of musharaka 104 Current portion of deferred income 5 Current portion of certificates of musharaka 20 Unclaimed profit distributions 20 Provision for Taxation 134 Liabilities associated with assets classified as held for sale 134 Liabilities associated with assets classified as held for sale 134 Liabilities associated with assets classified as held for sale 134 Total LIABILITIES 244 CONTINGENCIES AND COMMITMENTS 465 Total EQUITY AND LIABILITIES 465 Total EQUITY AND LIABILITIES 465	,449,054	28,000,000
Tax refunds due from Government 47 Shott Term Investment 10 Cash and bank balances 33 Receivable against sale of Al-Burq 33 Assets Classified as held for sale 333 EQUITY AND LIABILITIES 346 EQUITY AND LIABILITIES 365 CERTIFICATE CAPITAL AND RESERVES 365 Authorised certificate capital 137 Capital reserves 660 Revenue reserves 220 LIABILITIES 200 Deferred income 5 Current protion of deferred income 5 Current portion of certificates of musharaka 75 Accrued profit distributions 200 Provision for Taxation 133 Liabilities associated with assets classified as held for sale 36 Total LIABILITIES 36 Contringencies AND commitments 30 Total LUBILITIES 34 Liabilities associated with assets classified as held for sale 36 Total LIABILITIES 34 Contringencies AND commitments 33 Total LUBILITIES 34 Total LUBILITIES 34 Contingencies AND commitments 34 Total LUBILITIES 34 Total LUBILITIES	200,000	839,601
Short Term Investment 10 Cash and bank balances 33 Receivable against sale of Al-Burq 333 Assets Classified as held for sale 393 EQUITY AND LIABILITIES 393 CERTIFICATE CAPITAL AND RESERVES 393 Authorised certificate capital 25,000,000 certificates of Rupees 10 each 250 Issued, subscribed and paid-up certificate capital 137 Capital reserves 60 Revenue reserves 220 LIABILITIES 200 Deferred income 5 Certificates of musharaka 104 Current portion of deferred income 20 Current portion of certificates of musharaka 75 Accrued profit distributions 20 Unclaimed profit distributions 20 Provision for Taxation 133 Liabilities associated with assets classified as held for sale 134 Liabilities associated with assets classified as held for sale 134 Liabilities associated with assets classified as held for sale 134 Contringencies AND COMMITMENTS 244 Contringencies AND COMMITMENTS 465 Total EQUITY AND LIABILITIES 465	,517,949 ,652,796	4,192,588 47,600,423
Cash and bank balances 31 Receivable against sale of Al-Burq 239 Assets Classified as held for sale 399 EQUITY AND LIABILITIES 465 CERTIFICATE CAPITAL AND RESERVES 465 Authorised certificate capital 25,000,000 certificates of Rupees 10 each 25,000,000 certificates of Rupees 10 each Zapital reserves 600 Revenue reserves 220 LIABILITIES 220 Corrent portion of certificates of musharaka 104 Current portion of certificates of musharaka 250 Current portion of certificates of musharaka 250 Unclaimed profit distributions 260 Provision for Taxation 131 Liabilities associated with assets classified as held for sale 134 TOTAL LIABILITIES 264 TOTAL LIABILITIES 244 CONTINGENCIES AND COMMITMENTS 465 TOTAL EQUITY AND LIABILITIES 244 CONTINGENCIES AND COMMITMENTS 465 Total EQUITY AND LIABILITIES 465	,166,603	-7,000,423
Receivable against sale of Al-Burq 393 Assets Classified as held for sale 393 EQUITY AND LIABILITIES 465 EQUITY AND LIABILITIES 2500 CERTIFICATE CAPITAL AND RESERVES 2500 Authorised certificate capital 2500 25,000,000 certificates of Rupees 10 each 2500 Capital reserves 600 Revenue reserves 220 LIABILITIES 200 Deferred income 55 Current portion of deferred income 56 Current portion of certificates of musharaka 75 Accrued profit distributions 200 Provision for Taxation 133 Liabilities associated with assets classified as held for sale 134 Contingencies AND commitments 200 Total LABILITIES 465 Total EQUITY AND LIABILITIES 465 Total EQUITY AND LIABILITIES 465	,539,514	78,990,927
Assets Classified as held for sale	,221,554	-
393 EQUITY AND LIABILITIES CERTIFICATE CAPITAL AND RESERVES Authorised certificate capital 25,000,000 certificates of Rupees 10 each 25,000,000 certificates of Rupees 10 each Issued, subscribed and paid-up certificate capital Capital reserves Capital reserves Capital reserves Capital reserves Deferred income Current protion of deferred income Current portion of certificates of musharaka Unclaimed profit distributions Provision for Taxation 134 Liabilities associated with assets classified as held for sale TOTAL LIABILITIES 2044 CONTINGENCIES AND COMMITMENTS TOTAL EQUITY AND LIABILITIES 465 The annexed notes from 01 to 10 form an integral part of these financial statements	,567,537	363,713,823
465 EQUITY AND LIABILITIES CERTIFICATE CAPITAL AND RESERVES Authorised certificate capital 25,000,000 certificates of Rupees 10 each 25,000,000 certificates of Rupees 10 each Capital reserves Cottinates of musharaka Unclaimed profit distributions Provision for Taxation Liabilities associated with assets classified as held for sale TOTAL LIABILITIES TOTAL LIABILITIES TOTAL LIABILITIES TOTAL LIABILITIES Total EQUITY AND LIABILITIES Total EQUITY AND	,567,537	<u>14,162,256</u> 377,876,079
EQUITY AND LIABILITIES CERTIFICATE CAPITAL AND RESERVES Authorised carbital 25,000,000 certificates of Rupees 10 each 25,000,000 certificates of Rupees 10 each Capital reserves Capital reserves Revenue reserves 220 LIABILITIES NON-CURRENT LIABILITIES Deferred income Current portion of deferred income Current portion of deferred income Current portion of certificates of musharaka Unclaimed profit distributions Provision for Taxation 134 Liabilities associated with assets classified as held for sale TOTAL LIABILITIES TOTAL LUBILITIES Total EQUITY AND LIABILITIES The annexed notes from 01 to 10 form an integral part of these financial statements. For Paramount Investments Limited	,264,475	466,475,500
LIABILITIES 220 NON-CURRENT LIABILITIES Deferred income Certificates of musharaka 100 CURRENT LIABILITIES 110 CURRENT LIABILITIES 26 Current portion of deferred income 28 Current portion of certificates of musharaka 75 Accrued profit on certificates of musharaka 75 Unclaimed profit distributions 20 Provision for Taxation 13 Liabilities associated with assets classified as held for sale 133 CONTINGENCIES AND COMMITMENTS 244 CONTINGENCIES AND COMMITMENTS 465 Total EQUITY AND LIABILITIES 465 The annexed notes from 01 to 10 form an integral part of these financial statements. For Paramount Investments Limited	,884,193 ,619,355	137,884,193 54,635,585
LIABILITIES NON-CURRENT LIABILITIES Deferred income Certificates of musharaka CURRENT LIABILITIES Creditors, accrued and other liabilities Current portion of deferred income Current portion of deferred income Current portion of certificates of musharaka 75 Accrued profit distributions 75 Contringencies and commitments 75 Total Equity and LIABILITIES 75 Accrued notes from 01 to 10 form an integral part of these financial statements. For Paramount Investments Limited	,392,468	22,392,468
Deferred income 5 Certificates of musharaka 10 CURRENT LIABILITIES 20 Current portion of deferred income 8 Current portion of certificates of musharaka 75 Accrued profit on certificates of musharaka 20 Unclaimed profit distributions 20 Provision for Taxation 13 Liabilities associated with assets classified as held for sale 13 Liabilities associated with assets classified as held for sale 134 CONTINGENCIES AND COMMITMENTS 244 CONTINGENCIES AND COMMITMENTS 465 TOTAL EQUITY AND LIABILITIES 465 The annexed notes from 01 to 10 form an integral part of these financial statements. For Paramount Investments Limited	,896,016	214,912,246
Certificates of musharaka 104 CURRENT LIABILITIES 110 Creditors, accrued and other liabilities 26 Current portion of deferred income 8 Current portion of certificates of musharaka 75 Accrued profit distributions 20 Provision for Taxation 13 Liabilities associated with assets classified as held for sale 13 CONTINGENCIES AND COMMITMENTS 244 CONTINGENCIES AND COMMITMENTS 465 Total EQUITY AND LIABILITIES 465 The annexed notes from 01 to 10 form an integral part of these financial statements. 465		
CURRENT LIABILITIES 110 Creditors, accrued and other liabilities 26 Current portion of deferred income 8 Current portion of certificates of musharaka 75 Accrued profit on certificates of musharaka 22 Unclaimed profit distributions 20 Provision for Taxation 13 Liabilities associated with assets classified as held for sale 134 CONTINGENCIES AND COMMITMENTS 244 CONTINGENCIES AND COMMITMENTS 455 The annexed notes from 01 to 10 form an integral part of these financial statements. 455 For Paramount Investments Limited 145	,371,532	13,933,772
CURRENT LIABILITIES 26 Creditors, accrued and other liabilities 26 Current portion of deferred income 8 Current portion of certificates of musharaka 75 Accrued profit on certificates of musharaka 20 Unclaimed profit distributions 20 Provision for Taxation 13 Liabilities associated with assets classified as held for sale 134 CONTINGENCIES AND COMMITMENTS 244 CONTINGENCIES AND COMMITMENTS 465 Total EQUITY AND LIABILITIES 465 The annexed notes from 01 to 10 form an integral part of these financial statements. 56 For Paramount Investments Limited	<u>,928,711</u> ,300,243	131,615,000 145,548,772
Current portion of deferred income 8 Current portion of certificates of musharaka 75 Accrued profit on certificates of musharaka 22 Unclaimed profit distributions 20 Provision for Taxation 13 Liabilities associated with assets classified as held for sale 134 CONTINGENCIES AND COMMITMENTS 244 CONTINGENCIES AND COMMITMENTS 465 Total EQUITY AND LIABILITIES 465 The annexed notes from 01 to 10 form an integral part of these financial statements. For Paramount Investments Limited		
Current portion of certificates of musharaka 75 Accrued profit on certificates of musharaka 22 Unclaimed profit distributions 220 Provision for Taxation 134 Liabilities associated with assets classified as held for sale 134 Contingencies AND commitments 244 Contingencies AND commitments 465 TOTAL EQUITY AND LIABILITIES 465 The annexed notes from 01 to 10 form an integral part of these financial statements. For Paramount Investments Limited	,346,271	14,141,880 10,653,277
Accrued profit on certificates of musharaka Unclaimed profit distributions Provision for Taxation Liabilities associated with assets classified as held for sale TOTAL LIABILITIES CONTINGENCIES AND COMMITMENTS TOTAL EQUITY AND LIABILITIES The annexed notes from 01 to 10 form an integral part of these financial statements. For Paramount Investments Limited	,057,297	45,885,000
Provision for Taxation 1 Liabilities associated with assets classified as held for sale TOTAL LIABILITIES 244 CONTINGENCIES AND COMMITMENTS TOTAL EQUITY AND LIABILITIES 465 The annexed notes from 01 to 10 form an integral part of these financial statements. For Paramount Investments Limited	,101,371	2,198,270
Liabilities associated with assets classified as held for sale TOTAL LIABILITIES CONTINGENCIES AND COMMITMENTS TOTAL EQUITY AND LIABILITIES The annexed notes from 01 to 10 form an integral part of these financial statements. For Paramount Investments Limited	,171,115	21,135,469
Liabilities associated with assets classified as held for sale TOTAL LIABILITIES CONTINGENCIES AND COMMITMENTS TOTAL EQUITY AND LIABILITIES The annexed notes from 01 to 10 form an integral part of these financial statements. For Paramount Investments Limited	,495,873	5,151,884 99,165,780
CONTINGENCIES AND COMMITMENTS TOTAL EQUITY AND LIABILITIES The annexed notes from 01 to 10 form an integral part of these financial statements. For Paramount Investments Limited		6,848,702
TOTAL EQUITY AND LIABILITIES 465 The annexed notes from 01 to 10 form an integral part of these financial statements. For Paramount Investments Limited	,368,459	251,563,254
The annexed notes from 01 to 10 form an integral part of these financial statements. For Paramount Investments Limited	_	-
The annexed notes from 01 to 10 form an integral part of these financial statements. For Paramount Investments Limited	,264,475	466,475,500
For Paramount Investments Limited		
Chief Financial Officer Chief Executive Officer Direct	tor	Director



FIRST PARAMOUNT MODARABA CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE QUARTER ENDED 31 MARCH 2023

		Nine months pe	eriod ended	Three months pe	eriod ended
	-	July-March	July-March	Jan-March	Jan-March
	Note	2023	2022	2023	2022
			(Rupee	es)	
Operating income	7	219,786,003	253,817,791	112,867,071	47,581,354
Operating cost					
Operating expenses]	(201,069,984)	(228,916,632)	(104,305,929)	(42,035,754)
(Provision)/Reversal for doubtful recoveries		37,066	(250,012)	-	(250,012)
		(201,032,918)	(229,166,644)	(104,305,929)	(42,285,766)
	•	18,753,085	24,651,147	8,561,142	5,295,588
Other income		3,425,907	890,361	565,392	368,214
Financial charges		(12,395,855)	(10,381,906)	(3,828,904)	(3,978,514)
	•	9,783,137	15,159,602	5,297,630	1,685,288
Modaraba Company's management fee		(978,314)	(1,515,960)	(529,763)	(168,529)
	•	8,804,823	13,643,642	4,767,867	1,516,759
Provision for Sindh Workers' Welfare Fund		(176,096)	(272,873)	(95,357)	(30,335)
Profit before taxation	-	8,628,727	13,370,769	4,672,510	1,486,424
Taxation		(2,644,957)	(3,877,523)	(1,355,028)	(240,198)
Profit after taxation	•	5,983,770	9,493,246	3,317,482	1,246,226
Earnings per certificate - basic and diluted	:	0.43	0.69	0.24	0.09

The annexed notes from 01 to 10 form an integral part of these financial statements.

For Paramount Investments Limited

(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

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FIRST PARAMOUNT MODARABA CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE QUARTER ENDED 31 MARCH 2023

		Nine months	period ended	Three months p	period ended
	Note	July-March 2023	July-March 2022	Jan-March 2023	Jan-March 2022
Profit after taxation		5,983,770	9,493,246	112,867,071	1,246,226
OTHER COMPREHENSIVE INCOME					
Items that will not be reclassified to profit and loss account		-		-	•
Items that may be reclassified subsequently to profit and loss account		-	-	-	-
Other comprehensive income for the Period		-		-	-
Total comprehensive income for the Period	•	5,983,770	9,493,246	112,867,071	1,246,226
The annexed notes from 01 to 10 form an integral part of these financial	statement	S.			

For Paramount Investments Limited

(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Director



FIRST PARAMOUNT MODARABA CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE QUARTER ENDED 31 MARCH 2023

		March 31, 2023	March 31, 2022
CASH FLOWS FROM OPERATING ACTIVITIES	Note	Rupees	Rupees
Profit before taxation		8,628,727	13,370,769
Adjustments for non-cash items:			
Depreciation and amortization		1,897,925	806,010
Gain on disposal		9,078	(587)
Provision for Sindh Workers' Welfare Fund		176,096	272,873
Financial charges		12,395,855	10,381,906
(Reversal of provision) / Provision for doubtful recoveries		(37,066)	250,012
Operating profit before working conital changes		<u>14,441,888</u> 23,070,615	11,710,214
Operating profit before working capital changes		23,070,015	25,080,983
(Increase) / decrease in current assets		40 744 002	(7.225.200)
Murabaha financing - net Diminishing Musharaka financing - net		40,744,803	(7,335,390) 10,029,746
Musharaka financing - net		2,509,037 10,050,946	10,029,740
Modaraba financing - net		101,068	6,974,840
Loans to employees		179,999	189,000
Long-term deposits		60,000	5,469
Stores and spares		(41,438,955)	(6,774,434)
Trade debtors - net		(62,647,839)	(7,492,218)
Advances, prepayments and other receivables		(9,835,993)	7,872,655
Receivable from Al-burq associates		5,092,000	-
Accrued profit		2,674,639	1,284,349
(Decrease) / increase in current liabilities			
Deferred income		(11,158,220)	581,264
Creditors, accrued and other liabilities		12,028,295	(10,796,571)
Net cash generated from operations	_	(28,569,605)	19,619,693
Financial charges paid		(39,870)	(46,678)
Financial charges paid Tax (paid) / refunded - net		(6,353,341)	(12,033,545)
Net cash generated from operating activities	_	(34,962,816)	7,539,470
CASH FLOWS FROM INVESTING ACTIVITIES		(0.,000,000)	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
Purchase of fixed assets		(2.446.250)	11.000
Disposal in fixed assets		(2,446,359) 50,000	11,000 (159,600)
Net cash (used in)	L	(2,396,359)	(148,600)
CASH FLOWS FROM FINANCING ACTIVITIES		(_,,	(110,000)
Certificate of Musharaka - issuance	Г	20,075,000	22,255,000
Certificate of Musharaka - redemptions		(16,750,000)	(17,525,000)
Profit paid to certificates of Mushraka (COM) holder		(12,452,884)	(9,703,977)
Profit distributed to Certificate holders		(964,354)	(4,800,980)
Net cash used in financing activities	L	(10,092,238)	(9,774,957)
Net increase in cash and cash equivalents	_	(47,451,413)	(2,384,087)
Cash and cash equivalents at beginning of the year		78,990,927	95,126,239
Cash and cash equivalents at end of the Period	_	31,539,514	92,742,152
The approved notes from 01 to 10 form an integral part of these financial			

The annexed notes from 01 to 10 form an integral part of these financial statements.

For Paramount Investments Limited

(Management Company)

Chief Financial Officer	Chief Executive Officer	Director	Director
	08		



	Tssued		Rese	Reserves		
	subscribed and		Capital		Revenue	Total
	paid up certificate capital	Merger reserve	Statutory reserve	Total	Unappropriated profit	
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
Balance as at 01 July 2021	137,884,193	1,935,160	50,709,070	52,644,230	20,631,836	211,160,259
Transaction with owners: Profit distribution for the year ended 30 June 2021 @ Rupees 0.45 per certificate	ı	ı	ı	ı	(6,204,790)	(6,204,790)
Total comprehensive income:						
Profit after taxation Other comprehensive income					9,956,777 -	9,956,777
	.		1] ı	9,956,777	9,956,777
Transferred to statutory reserve @ 20%	I	ı	1,991,355	1,991,355	(1,991,355)	
Balance as at 30 June 2022 (Audited)	137,884,193	1,935,160	52,700,425	54,635,585	22,392,468	214,912,246
Total comprehensive income:						
Profit after taxation Other comprehensive income	•••				5,983,770	5,983,770
	•	•	•	•	5,983,770	5,983,770
Transferred to statutory reserve @ 100%	•	I	5,983,770	5,983,770	(5,983,770)	I
Balance as at March 31 2023	137,884,193	1,935,160	58,684,195	60,619,355	22,392,468	220,896,016
The annexed notes from 01 to 10 form an integral part of these financial statements.	egral part of these fina	ancial statements.				
	For	For Paramount Investments Limited (Management Company)	ments Limited mpany)			
Chief Financial Officer	Chief Everutive Officer	tivo Officer				





FIRST PARAMOUNT MODARABA NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED) FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2023

1. LEGAL STATUS AND OPERATIONS

First Paramount Modaraba (the Modaraba) is a multi purpose, perpetual and multidimensional Modaraba floated under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the rules framed there under and is managed by Paramount Investments Limited (the Management Company), a company incorporated in Pakistan under the repelaed Companies Ordinance, 1984 (now Companies Act, 2017) on June 26, 1994.

The Modaraba is listed on the Pakistan Stock Exchange Limited. The registered office of the Modaraba is situated at Karachi, in the province of Sindh.

Modaraba's principal activities include deployment of funds on murabaha, modaraba and musharaka arrangements and its in-house ventures are (a) Electrical maintenance and troubleshooting services' under the name of "FPM Solutions" and (b) Chemical business under the name of "FPM Petro Services".

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statements of the Modaraba for the nine months period ended 31 Marach 2023 are unaudited and being submitted to the certificate holders as required under Modaraba Companies and Modaraba Rules, 1981 and have been prepared in accordance with the requirements of the International Accounting Standard 34 - "Interim Financial Reporting", Companies Act 2017, Modaraba Companies and Modarabas (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 and Prudential Regulations for Modarabas (hereinafter referred to as the relevant laws).

The condensed interim financial statements do not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the annual financial statements of the Modaraba as at and for the year ended June 30, 2022.

2.2 Functional and presentation currency

These financial statements are presented in Pakistani Rupees, which is the Modaraba's functional currency. All financial information presented in Pakistani Rupees has been rounded to the nearest rupees, except otherwise stated.

2.3 Significant accounting estimates and judgments

The accounting policies and methods of computation followed for the preparation of these financial statements are same as those applied in preparing the financial statements for the year ended June 30, 2022.

The preparation of condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgements made by management in applying the Modaraba's accounting policies and key sources of estimation of uncertainty are the same as those that were applied to the financial statements for the year ended June 30, 2022.



15,449,054

29,949,054

(15,449,054) 14,500,000

2,500,000

20,000,000

40,000,000

(28,000,000) 12,000,000

-

		March 31, 2023 (Unaudited)	June 30, 2022 (Audited)	
3.	OPERATING FIXED ASSETS	(Rupees)		
	Tangible fixed assets Intangible assets	12,457,372 325,695 12,783,067	11,873,461 420,251 12,293,712	

Following additions and disposals, at cost, were made during the period :

		Additio	ons	Dispos	als
		March 31, 2023 (Un-audited)	June 30, 2022 (Audited)	March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
			Ru	pees	
	Generators	_			-
	Computers	288,500	134,000	_	278,936
	Office and other equipment	1,086,313	18,900	144,525	38,963
	Furniture and fixtures	1,001,226		_	
	Vehicles	70,320	8,191,195	-	4,902,384
	Intangibles	-		-	· · · · -
		2,446,359	8,344,095	144,525	5,220,283
				March 31,	June 30,
				2023	2022
				(Unaudited)	(Audited)
4.	LONG-TERM MURABAHA FINANCING - secu	red		(Rupe	əs)
	Considered good			91,095,059	135,390,547
	Considered good			2,469,919	2,506,985
	Considered doublidi		-	93,564,978	137,897,532
	Provision for doubtful recoveries			(2,469,919)	(2,506,985)
	Provision for doubtrul recoveries		-	91,095,059	135.390.547
	Current portion of long-term murabaha financing			(48,158,091)	(71,575,236)
	Current portion of long-term indrabana infancing		•	42,936,968	63,815,311
			-	42,000,000	00,010,011
				March 31,	June 30,
				2023	2022
				(Unaudited)	(Audited)
				(Rupe	
5.	LONG-TERM DIMINISHING MUSHARAKA FINANCING - secured				
	Considered good - secured			957,569	3,466,606
	Current portion of long-term diminishing mushar	aka financing		(370,667)	(3,466,606)
		-		586,902	-
				March 31,	June 30,
				2023	2022
				(Unaudited)	(Audited)
6.	MUSHARAKA FINANCING - secured			(Rupe	əs)
	Food products			12,000,000	12,000,000
	Book printing -I				8,000,000
	Book printing II			45 440 054	20,000,000

Book prrinting -I Book prrinting -II HCS Consulting Musharika

Less: Current portion



		(Unaudited)		
	Nine mont	hs ended	Quarter	r ended
	March 31,	March 31,	March 31,	March 31,
	2023	2022	2023	2022
N	ote	(Ru	pees)	
7. OPERATING REVENUE / INCOME				
Profit on murabaha financing	16,752,889	15,592,281	5,345,712	5,214,819
Profit on diminishing financing	234,780	980,351	48,366	203,888
Profit on musharaka financing	1,732,138	1,971,202	600,000	939,202
Income from FPM Petro services project	190,667,138	228,277,025	103,782,033	37,242,043
Income from FPM solution project	10,399,058	6,996,932	3,090,960	3,981,402
	219,786,003	253,817,791	112,867,071	47,581,354

8. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on <u>28 April 2023</u> by the Board of Directors of the Modaraba Management Company.

9. GENERAL

Corresponding figures have been reclassified / re-arranged wherever necessary to facilitate comparison in the presentation in the current period. However, there are no material reclassification / re-arrangement to report.

Figures have been rounded off to the nearest rupee.

For Paramount Investments Limited (Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Director





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Under Postal Certificate

First Paramount Modaraba (An Islamic Financial Institution)

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