

**FIRST NATIONAL BANK MODARABA
STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2024**

	Note	2024 Rupees	2023 Rupees
INCOME FROM OPERATIONS			
Profit on bank deposits		476,943	312,344
Profit on short term investments		49,704,703	28,816,081
		50,181,646	29,128,425
OTHER INCOME			
Reversal of provision charged for doubtful receivables	28	59,527,191	28,430,580
Suspension reversed during the year		3,000,000	3,636,571
Excess liabilities written back		-	2,474,169
Other income	25	3,226,846	510,871
		65,754,037	35,052,191
TOTAL INCOME		115,935,683	64,180,616
EXPENSES			
Operating expenses	26	(13,227,446)	(13,654,624)
Finance cost	27	(49,595,160)	(39,170,012)
TOTAL EXPENSES		(62,822,606)	(52,824,636)
OPERATING PROFIT BEFORE PROVISIONS AND TAXATION		53,113,077	11,355,980
Provision charged for doubtful receivables	28	(4,355,468)	(5,754,612)
PROFIT BEFORE MANAGEMENT COMPANY'S FEE		48,757,609	5,601,368
Modaraba Management Company's fee	29	(4,875,761)	(560,137)
Provision for Worker's Welfare Fund	19.1	(877,637)	(100,825)
PROFIT BEFORE TAXATION		43,004,211	4,940,406
Taxation	30	(8,244,792)	(839,869)
PROFIT FOR THE YEAR		34,759,419	4,100,537
OTHER COMPREHENSIVE LOSS - NET OF INCOME TAX			
Items that may be reclassified subsequently to the statement of profit or loss			
		-	-
Items that will not be reclassified subsequently to the statement of profit or loss			
- Unrealised loss on revaluation of sukuku		(25,632)	(1,567,418)
Other comprehensive loss for the year		(25,632)	(1,567,418)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		34,733,787	2,533,119
EARNINGS PER MODARABA CERTIFICATE - BASIC AND DILUTED	31	1.39	0.16

The annexed notes 1 to 37 form an integral part of these financial statements.


DIRECTOR
National Bank Modaraba
Management Company Limited


DIRECTOR
National Bank Modaraba
Management Company Limited


DIRECTOR
National Bank Modaraba
Management Company Limited


CHIEF FINANCIAL OFFICER
National Bank Modaraba Management
Company Limited





- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors of the Modaraba Company regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.


We also provide the board of directors of the Modaraba Company with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the board of directors of the Modaraba Company, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Modaraba Company in respect of the Modaraba as required by the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 (XXXI of 1980);
- b) the statement of financial position, the statement of profit and loss and other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 (XXXI of 1980) and are in agreement with the books of account;
- c) business conducted, investments made, expenditure incurred and guarantees extended during the year by the Modaraba were in accordance with the objects, terms and conditions of the Modaraba; and
- d) no zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

The engagement partner on the audit resulting in this independent auditors' report is Mr. Adnan Rasheed. 

Rahman Sarfaraz Rahim Iqbal Rafiq
Chartered Accountants
Lahore:
UDIN: AR2024107011WLMpEHOV