

1ST QUARTERLY REPORT
September 30, 2024
(Un-audited)



FIRST AL-NOOR MODARABA
(An Islamic Financial Institution)

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COMPANY INFORMATION

BOARD OF DIRECTORS

Non Executive Directors

Chairman

Mr. Zia Zakaria

Directors

Mr. Abdul Aziz Ayoob

Mr. Noor Zakaria

Mr. Abdul Rahim Suriya, Independent

Mr. Tausif Ilyas, Independent

Barrister Naheed Shiraz Merchant, Independent

Executive Directors

Chief Executive

Mr. Zainuddin Aziz

Chief Financial Officer

Mr. Umair Rafiq

Company Secretary

Mr. Roofi Abdul Razzak

Board Audit Committee - Chairman

Mr. Abdul Rahim Suriya - Chairman

Mr. Tausif Ilyas - Member

Mr. Zia Zakaria - Member

HR & Remuneration Committee

Mr. Tausif Ilyas - Chairman

Mr. Zainuddin Aziz - Member

Mr. A. Aziz Ayoob - Member

Bankers

Al-Baraka Bank (Pakistan) Limited

Askari Bank Limited, Islamic Banking

Faysal Bank Limited, Barkat Islamic Banking

Habib Bank Limited, Islamic Banking

MIB Bank Limited, Islamic Banking

Meezan Bank Limited

National Bank of Pakistan

United Bank Limited - Islamic Banking

NRSP Microfinance Bank Limited

Auditors

Grant Thornton Anjum Rahman

Chartered Accountants

Shariah Advisor

Al Hamd Shariah Advisory Services (Pvt.) Ltd.

Legal Advisor

Mr. Sufyan Zaman

Advocate High Court

Share Registrar (Share Registration Office)

FAMCO Share Registration Services (Private) Limited

8-F, Near Hotel Faran, Nursery, Block-6

P.E.C.H.S, Shakra-e-Faisal, Karachi

Tel: +92 21 3438 0103-5, 3438 4621-3

Fax: 3438 0106

Registered Office

96-A, Sindhi Muslim Cooperative

Housing Society, Karachi

Contact Details

Telephone : 34558268; 34552943; 34553067

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Email : info@fanm.co

REPORT OF THE DIRECTORS OF MODARABA COMPANY For the 1st Quarter Ended September 30, 2024

On behalf of Board of Directors of Al-Noor Modaraba Management (Private) Limited, the “mudarib/management company” of First Al-Noor Modaraba (FAM), we are pleased to present the Un-Audited Financial Statements of the Modaraba for the first quarter ended September 30, 2024:

Financial Results	For the Quarter Ended	
	September 30, 2024	September 30, 2023
	-----Amount in Pak. Rupees-----	
Loss before taxation	(5,735,242)	(366,120)
Taxation	(1,181,607)	(258,577)
Loss after Taxation	(6,916,849)	(624,697)
Components of Other comprehensive income	119,973	-
(Deficit)/Surplus transferred to accumulated losses	926,199	-
Transfer to Statutory Reserve	-	-
Accumulated losses brought forward	(51,874,196)	(52,593,310)
Accumulated losses carried forward	(57,744,873)	(53,218,007)

During the quarter, a net loss after tax reported to the tune of Rs. 6.917 million compared to a net loss of Rs. 0.625 million in the same period last year mainly due to revenue losses.

On the other hand, the administrative and operating expenses reduced by over 7%. This has resulted into a net loss of Re. 0.30 per certificate.

The management anticipates that based on the improved macro economic factors, your Modaraba would be in a better position to achieve sustainable profitability with growth in the remainder of financial year ending June 30, 2025.

On behalf of the Board

sd/-
Zainuddin Aziz
Chief Executive/Director

Dated : October 24, 2024

Place : Karachi

مضار بہ کمپنی کی ڈائریکٹر رپورٹ

برائے اختتام پہلی سہ ماہی مدت 30 ستمبر 2024ء (غیر نظر ثانی شدہ)

بورڈ آف ڈائریکٹر انورینجمنٹ (پرائیوٹ) لمیٹڈ مضارب/انتظامی کمپنی برائے فرسٹ انور مضاربہ (ایف اے ایم) کی جانب سے انتہائی مسرت کے ساتھ مضاربہ کمپنی کی غیر نظر ثانی شدہ رپورٹ بابت 30 ستمبر 2024 مالیاتی دستاویز پیش کرتے ہیں۔

ختم ہونی والی پہلی سہ ماہی

30 ستمبر 2023	30 ستمبر 2024	مالیاتی نتائج
(366,120)	(5,735,242)	ٹیکس سے پہلے نقصان
(258,577)	(1,181,607)	ٹیکسیشن
(624,697)	(6,916,849)	ٹیکسیشن کے بعد نقصان
-	119,973	دیگر جامع آمدنی کے اجزاء
-	926,199	سرپلس جمع شدہ نقصان میں منتقلی
-	-	غیر منقسم نقصان آگے لایا گیا
(52,593,310)	(51,874,196)	غیر منقسم نقصان آگے بڑھایا گیا
<u>(53,218,007)</u>	<u>(57,744,873)</u>	

گزشتہ اسی سال کی مدت کے مقابلے میں سہ ماہی کی دوران 6.917 ملین کا خسارہ ریونیو کی کمی کے باعث ہوا ہے جبکہ پچھلے سہ ماہی میں 0.625 ملین ہوا ہے۔ دوسری جانب ایڈمن اور اپریٹنگ کے اخراجات میں 7% سے زیادہ کمی آئی ہے جس کے نتیجے میں 0.30 پیسے خالص نقصان فی سرٹیفکیٹ ہوا ہے۔

انتظامیہ کو توقع ہے کہ بہتر میکرو اکنامک عوامل کی بنیاد پر مضاربہ موجودہ مالی سال کے اختتام 30 جون 2025 بعد از منافع کی پائیدار منافع حاصل کرنے کی پوزیشن میں ہوگا۔

بورڈ کی جانب سے

sd/-

زین الدین عزیز

چیف ایگزیکٹو

تاریخ: 24 اکتوبر، 2024

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
As at September 30, 2024 (Un-audited)

	Note	(Un-Audited) Sep 30, 2024	(Audited) June 30, 2024
.... Rupees			
ASSETS			
Current assets			
Cash and bank balances	4	128,530,823	92,712,516
Short term investments	5	35,951,196	38,799,648
Musawammah recievable	6	-	-
Stock In Trade		56,090,653	78,661,336
Profit receivable		1,882,461	2,261,619
Diminishing musharakah receivable		1,197,533	751,570
Current portion of investment in Diminishing Musharakah		4,070,900	6,243,797
Advances, deposits, prepayments and other receivables		2,748,662	5,687,216
Taxation		288,583	696,045
		230,760,810	225,813,747
Non - current assets			
Long term deposits		3,839,557	3,838,407
Long term investments	7	26,764,372	36,311,359
Diminishing musharakah financing	8	996,998	1,070,502
Deferred tax		781,422	1,017,198
Fixed assets	9	901,223	1,065,606
		33,283,572	43,303,072
TOTAL ASSETS		264,044,382	269,116,819
CERTIFICATE HOLDERS' EQUITY			
Authorised certificate capital		400,000,000	400,000,000
Issued, subscribed, and paid - up certificate capital	10	231,000,000	231,000,000
Reserves	11	77,534,641	77,362,662
Accumulated losses		(57,744,872)	(51,624,116)
		250,789,769	256,738,546
Deficit on revaluation of investments	12	(962,829)	(806,226)
LIABILITIES AND CERTIFICATE HOLDERS' EQUITY			
Non - current liabilities			
Deferred Liability-Staff Gratuity		6,165,448	6,536,176
Current liabilities			
Creditors, accrued and other liabilities		2,522,946	1,140,335
Provision for custom duty & surcharge		4,398,842	4,398,842
Unclaimed profit distributions		1,109,146	1,109,146
Charity Payable		21,062	-
		8,051,995	6,648,323
TOTAL LIABILITIES		14,217,443	13,184,499
TOTAL LIABILITIES AND CERTIFICATE HOLDERS' EQUITY		264,044,383	269,116,819
Contingencies and commitments		-	-

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.

For Al-Noor Modaraba Management (Private) Limited
(Management Company)

sd/-
Chief Executive Officer

sd/-
Chief Executive Officer

sd/-
Director

sd/-
Director

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT
For the 1st Quarter Ended September 30, 2024 (Un-audited)

		Sep 30, 2024	Sep 30, 2023
	Note Rupees	
Loss from trading operations	14	(3,747,899)	(4,635,543)
Income on Diminishing Musharakah		795,184	2,765,630
Income from investments	15	5,318,570	8,479,860
		<u>2,365,855</u>	<u>6,609,947</u>
Administrative and operating expenses		(6,424,628)	(6,870,191)
Reversal of provision against non performing loan		280,000	300,000
Financial and other charges		(618)	(2,694)
		<u>(6,145,246)</u>	<u>(6,572,884)</u>
Operating profit / (loss)		(3,779,391)	37,063
Other income		511,669	213,538
		<u>(3,267,722)</u>	<u>250,601</u>
Unrealised loss on re-measurement of investments at fair value through profit or loss		(2,467,520)	(616,722)
		<u>(5,735,242)</u>	<u>(366,120)</u>
Management co's remuneration		-	-
Sales Tax on management co's remuneration		-	-
Workers welfare fund		-	-
Profit before taxation		<u>(5,735,242)</u>	<u>(366,120)</u>
Taxation		<u>(1,181,607)</u>	<u>(258,577)</u>
Profit after taxation		<u>(6,916,849)</u>	<u>(624,697)</u>
Earning per certificate - (Including bonus certificates)		<u>(0.30)</u>	<u>(0.03)</u>

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.

**For Al-Noor Modaraba Management (Private) Limited
(Management Company)**

sd/-
Chief Executive Officer

sd/-
Chief Executive Officer

sd/-
Director

sd/-
Director

**CONDENSED INTERIM STATEMENT OF
OTHER COMPREHENSIVE INCOME**
For the 1st Quarter Ended September 30, 2024 (Un-audited)

Note	Sep 30, 2024	Sep 30, 2023
 Rupees	
Profit/(Loss) after taxation	(6,916,849)	(624,697)
Components of other comprehensive income reflected in equity		
Items that will not be reclassified subsequently profit and loss account		
Remeasurement of net defined benefit liability	-	-
Share of other comprehensive income of associate -incremental depreciation	119,973	-
	-	-
	119,973	-
Other comprehensive loss	-	-
Total comprehensive income / (loss) for the period transferred to equity	(6,796,875)	(624,697)
Equity investments at FVOCI - change in fair value during the period	-	(75,087)
Impact of deferred tax	-	177,998
Total comprehensive (Loss) / Income	(6,796,875)	(699,784)

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.



**For Al-Noor Modaraba Management (Private) Limited
(Management Company)**

sd/-
Chief Executive Officer

sd/-
Chief Executive Officer

sd/-
Director

sd/-
Director

CONDENSED INTERIM STATEMENT OF CASH FLOW
For the 1st Quarter Ended September 30, 2024 (Un-audited)

		(Un-Audited) Sep 30, 2024	(Un-Audited) Sep 30, 2023
	Note Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash from operations after working capital changes	17	(2,241,174)	3,242,017
Reversal of provision against non performing loan		280,000	1,650,000
Income tax paid		(350,522)	(258,577)
Financial charges paid		(618)	(2,694)
Gratuity Paid		-	(4,180,000)
Net cash generated from operating activities		(2,312,314)	450,746
CASH FLOWS FROM INVESTING ACTIVITIES			
Investments in equity securites (made) / sold		(7,502,173)	8,127,725
Mutual Funds (placements) / maturity		13,611,597	-
Placement in (sukuuk) / maturity		5,000,000	10,000,000
TDR's (placements) / maturity		(25,000,000)	(97,000,000)
Stock in trade (purchase) / sales		22,570,683	102,553,151
Net cash generated from / (used in) operations		8,680,107	23,680,876
Net increase in cash and cash equivalents		6,367,794	24,131,622
Cash and cash equivalents at the beginning of the period		122,163,029	98,031,407
Cash and cash equivalents at the end of the period	4	128,530,823	122,163,029

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.

**For Al-Noor Modaraba Management (Private) Limited
(Management Company)**

sd/-
Chief Executive Officer

sd/-
Chief Executive Officer

sd/-
Director

sd/-
Director

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
For the 1st Quarter Ended September 30, 2024 (Un-audited)

Issued, subscribed, and paid-up certificate capital	Reserve				Total reserves	Total
	Statutory reserve	General reserve	Accumulated losses	Subtotal		

----- Rupees -----

Balance as at July 01, 2023	231,000,000	77,284,641	250,000	(52,593,310)	(52,343,310)	24,941,331	255,941,331
Profit for the year				390,104	390,104	390,104	390,104
Other comprehensive loss	-	-	-	(736,937)	(736,937)	(736,937)	(736,937)
Total comprehensive income for the year	-	-	-	(346,833)	(346,833)	(346,833)	(346,833)
Surplus transferred to accumulated loss	-	-	-	1,143,968	1,143,968	1,143,968	1,143,968
Transfer to statutory reserve	-	78,021	-	(78,021)	(78,021)	-	-
Balance as at June 30, 2024	231,000,000	77,284,641	250,000	(51,874,196)	(51,624,196)	25,738,466	256,738,466
Balance as at July 01, 2024	231,000,000	77,284,641	250,000	(51,874,196)	(51,624,196)	25,738,466	256,738,466
Loss for the period	-	-	-	(6,796,875)	(6,796,875)	-	(6,796,875)
Surplus transferred to accumulated loss	-	-	-	926,199	926,199	-	926,199
Balance as at Sep 30, 2024	231,000,000	77,284,641	250,000	(57,744,872)	(57,494,872)	25,738,466	250,867,790

The annexed notes from 1 to 18 form an integral part of these condensed interim financial statements.

For Al-Noor Modaraba Management (Private) Limited
(Management Company)

sd/-
Chief Executive Officer

sd/-
Chief Executive Officer

sd/-
Director

sd/-
Director

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

For the 1st Quarter Ended September 30, 2024 (Un-audited)

1 LEGAL STATUS AND NATURE OF BUSINESS

The First Al-Noor 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 Al-Noor Modaraba Management (Pvt.) Limited, a company incorporated in Pakistan. The address of its registered office is 96-A, Sindhi Muslim Housing Society. The Modaraba was floated on October 19, 1992 and commenced its business on November 02, 1992.

The Modaraba is a perpetual, multi purpose and multi dimensional Modaraba and is primarily engaged in providing Ijarah financing, Musharikhah, Diminishing musharkah, Murabaha, Musawamah, Equity investment and other Shari'ah compliant trading activities. The Modaraba is listed on the Pakistan Stock Exchange (PSX).

2 BASIS OF PREPARATION

2.1 Statement of compliance

These quarterly financial statements of the Modaraba for the three months period ended 30 September 2024 has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Accounting Standard (IAS)-34, 'Interim Financial Reporting' issued by the International Accounting Standard Board (IASB) as notified under the Companies Act 2017;
- Provisions of and directions issued under the Companies Act 2017;
- Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 and Modaraba Regulation 2021; and
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as notified under the Companies Act 2017.

The SECP has issued directive (vide SRO 431 (I) / 2007 dated May 22, 2007) that Islamic Financial Accounting Standard 2 (IFAS 2) shall be followed in preparation of the financial statements by Companies and Modarabas while accounting for Lease Financing transactions as defined by the said standard. The Modaraba has adopted the said standard.

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 Modaraba Regulations 2021 for Modarabas differ with the requirements of IAS 34 and IFAS, 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 Modaraba Regulations for Modarabas have been followed.

- 2.1.1** The 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 audited financial statements of the Modaraba as at and for the year ended June 30, 2024.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS

For the 1st Quarter Ended September 30, 2024 (Un-audited)

2.1.2 These quarterly financial statements comprises of the quarterly condensed interim statement of financial statement, profit and loss account, profit and loss account, statement of comprehensive income and cash flow and statement of changes in equity and the notes forming part thereof for the 1st Quarter ended September 30,2024.

2.2 Basis of measurement

These quarterly financial statements have been prepared under the historical cost convention except as stated otherwise in these quarterly financial statements.

2.3 Functional and presentation currency

These quarterly financial statements are presented in Pakistani Rupees which is also the Modaraba's functional and presentation currency.All amounts have been rounded to the nearest rupee, unless otherwise indicated.

2.4 Significant accounting estimates and judgements

In preparing these financial statements management has made judgements, estimates and assumptions that affect the application of the Modaraba's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgements made by the management in applying the Modaraba's accounting policies and the key sources of estimating the uncertainty were the same as those that apply to the audited annual financial statements as at and for the year ended June 30, 2024.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted for the preparation of these quarterly financial statements are the same as those applied in the preparation of annual audited financial statements for the year ended June 30, 2024 except for the adoption of the following new and amended standards, which became effective for the current period:

Standards	Effective date (Annual periods beginning on or after)
Fees in '10 percent' Test for Derecognition of Financial Liabilities (Amendment to IFRS 9)	January 1, 2022
Subsidiary as First-time Adopter (Amendment to IFRS 1)	January 1, 2022
Onerous Contracts--Cost of Fulfilling a contract (Amendments to IAS 16)	January 1, 2023
Taxation in Fair Value Measurements (Amendment to IAS 41)	January 1, 2022
Definition of Accounting Estimates (Amendments to IAS 8)	January 1, 2022
Deferred Tax related to Assets and Liabilities arising from a Single Transactions (Amendment to IAS 12)	January 1, 2022

The adoption of the above standards and amendments are not expected to have any material impact on the Modaraba's quarterly financial

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS
For the 1st Quarter Ended September 30, 2024 (Un-audited)

		(Un-audited) September 30, 2024	Audited June 30, 2024
	Note	-----Rupees-----	
4 CASH AND BANK BALANCES			
With banks in pls accounts			
- Islamic Banks /Islamic Window operations		24,798,707	16,351,315
With banks in current accounts			
- Islamic Banks / Islamic window operations		944,660	874,977
- Conventional Banks		<u>2,744,565</u>	<u>486,224</u>
		3,689,225	1,361,201
With banks in term deposit accounts			
- Term deposit receipts (TDRs)	4.1	100,000,000	75,000,000
Cash in hand		<u>42,891</u>	<u>-</u>
		<u>128,530,823</u>	<u>92,712,516</u>

4.1 These represents TDRs carrying profit rates ranging from 15% to 17.5% (June 30, 2024: 17.50%) and having maturities upto 3 months.

		(Un-audited) September 30, 2024	Audited June 30, 2024
	Note	-----Rupees-----	
5 SHORT TERM INVESTMENTS			
At fair value through profit or loss			
Shariah compliant			
Listed equity securities	5.1.1	25,310,080	16,641,030
Listed Mutual funds	5.1.2	10,641,116	20,872,603
Non Shariah Compliant Listed Equity Securities		<u>-</u>	<u>1,286,015</u>
		<u>35,951,196</u>	<u>38,799,648</u>

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS
For the 1st Quarter Ended September 30, 2024 (Un-audited)

5.1.1 Shahriah Compliant listed equity securities - 'at fair value through profit or loss'
(Ordinary shares have a face value of Rs.10/- each unless stated otherwise).

Name of investee company	Number of share's As at Sep 30, 2024	Carrying value as at Sep 30, 2024 (Rupees)	Market value as at Sep 30, 2024 (Rupees)
Chemicals and Fertilizer's			
Engro Polymer Corporation Limited	12,000	539,040	400,800
Oil & Gas Marketing			
Pakistan State Oil	15,000	2,521,763	2,419,350
Sui Southern Gas Company	15,000	142,200	127,800
Pakistan Petroleum Limited	16,000	1,849,465	1,709,120
	46,000	4,513,428	4,256,270
Refinery			
Pakistan Refinery Limited	58,000	1,349,554	1,360,680
Energy	37,000	142,450	139,860
National Refinery Limited	10,000	2,627,115	2,059,600
	105,000	4,119,119	3,560,140
Technology and Communications			
Netsol Technologies Limited	4,000	537,265	498,120
Airlink Communications Limited	13,500	1,848,211	1,757,160
	17,500	2,385,476	2,255,280
Power Generation & Distribution			
Hubpower Company Limited	21,000	3,238,827	2,506,140
Karachi Electric Limited	50,000	231,500	188,000
	71,000	3,470,327	2,694,140
Pharmaceuticals			
The Searle Company Limited	103,000	5,875,099	5,865,850
Cement			
Maple Leaf Company	90,000	3,141,260	2,919,600
DG Khan Cement	9,000	709,616	661,500
	99,000	3,850,876	3,581,100
Food and Personal Care			
Treet Corporation	35,000	533,667	501,200
The Organic Meat Company Limited	7,500	294,900	276,375
	42,500	828,567	777,575
Cable and Electrical Goods			
Waves Corporation Limited	10,000	65,915	60,600
Textiles Composite			
Nishat Mills Limited	4,000	279,444	245,720
Automobile Assembler			
Honda Car Limited	1,000	294,623	250,330
Gandhara Automobiles Limited	2,500	634,390	544,375
	3,500	929,013	794,705
Automobile Parts and Accessories			
Gandhara Tyre and Rubber Company Limited	4,000	171,131	148,960
Glass and Ceramics			
Tariq Glass Industries Limited	6,000	668,501	668,940
Total	523,500	27,695,936	25,310,080

5.1.2 Listed Mutual Funds - 'at fair value through profit and loss'

Al Hamra Islamic Income Fund	97,121	10,097,297	10,641,116
Grand Total			35,951,196

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS
For the 1st Quarter Ended September 30, 2024 (Un-audited)

	(Un-audited) September 30, 2024	Audited June 30, 2024
	-----Rupees-----	
6 MUSAWAMAH FACILITY - SECURED		
Musawamah facility - secured considered doubtful	20,340,000	20,620,000
Less: provision against potential losses	<u>(20,340,000)</u>	<u>(20,620,000)</u>
	<u>-</u>	<u>-</u>

6.1 Musawamah facility (Classified portfolio)	September 30, 2024		June 30, 2024	
	Balance Outstanding	Provision held	Balance Outstanding	Provision held
	----- (Rupees) -----			
Loss	<u>20,340,000</u>	<u>(20,340,000)</u>	<u>20,620,000</u>	<u>(20,620,000)</u>

6.2 This represents musawamah principal amount overdue by more than one year carried profit rate of 10% per annum secured against hypothecation of current assets, demand promissory notes, personal guarantee of directors and pledge of stocks(raw cotton). M/s Quetta Textile Mills Limited has defaulted in payment at its maturity therefore the Modaraba has filed a suit for recovery of principal and profit in Honorable Banking Court No.II amounting to Rs 25.79 Million.

Further, Modaraba has also filed for registration of criminal complaint against M/s Quetta Textile Mills Limited.

M/s Quetta Textile Mills Limited has filed a suit against Modaraba for the recovery of Rs. 76,898,349/- along with damages, rendition of accounts, reconciliation of documents, cancellation of documents and other reliefs under section 9 of the Financial Institutions (Recovery of Finances) Ordinance 2001.

During the year ended June 30, 2022, Quetta Textiles Mills Limited approached the Modaraba for out of court settlement. The settlement agreement had been agreed and was submitted to honorable banking court and the respective order dated August 16, 2022 has been passed by the court. Effectively the agreed repayment has been executed and will be received by the Modaraba as per the agreed schedule. During the period ended June 30, 2024 and September 30, 2024 an amount of Rs. 4.38 million and Rs. 0.28 million have been received respectively.

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS
For the 1st Quarter Ended September 30, 2024 (Un-audited)

		(Un-audited) September 30, 2024	Audited June 30, 2024
		-----Rupees-----	
7 LONG TERM INVESTMENTS			
Investment in Associates	7.1	9,835,455	9,835,455
At fair value through other comprehensive income			
Shariah compliant			
Equity securities-listed	7.2	1,552,583	2,719,460
Mutual funds-listed	7.3	10,376,334	13,756,444
Non-shariah compliant		11,928,917	16,475,904
Equity securities-listed	7.4	-	-
At Amortised Cost			
Investment in Sukuk Certificates		5,000,000	10,000,000
Less: Current maturity		-	-
		5,000,000	10,000,000
		26,764,372	36,311,359
7.1 Investment in Associates			
Opeing Balance		9,835,455	9,402,149
Share of other comprhensive income / (loss) of associate		-	21,697
Share of profit/(loss) of associate		-	1,408,584
		-	1,430,281
Dividend income		-	(996,975)
		9,835,455	9,835,455
Name of Associate			Basis of significant influence
Al-Noor Sugar Mills Limited			Common directorship
Number of shares held		110,775	110,775
Cost of investment		1,482,481	1,482,481
Ownership interest		0.54%	0.54%
Market value of shares		8,862,000	9,415,875

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS
For the 1st Quarter Ended September 30, 2024 (Un-audited)

7.2 Shahriah Compliant listed equity securities - 'at fair value through other comprehensive income'

(Ordinary shares have a face value of Rs.10/- each unless stated otherwise).

Name of investee company	Number of share's As at Sep 30, 2024	Carrying value as at Sep 30, 2024 (Rupees)	Market value as at Sep 30, 2024 (Rupees)
Modarabas			
First Habib Modaraba	8,000	128,080	136,320
Orix Modarba (Formerly: Orix Modaraba)	11,970	165,908	185,535
First Imrooz Modaraba	4,165	720,430	717,256
	24,135	1,014,418	1,039,111
Automobile Assembler			
Gandhara Industries Limited	1,600	438,171	513,472

7.3 Listed Mutual Funds - 'at fair value through other comprehensive income'

Atlas Islamic Money Market Fund	1,988	1,049,203	1,049,203
NBP Islamic Government Security Plan III	998,789	998,789	1,051,912
HBL Islamic Money Market Fund	49,868	5,269,861	5,269,861
Meezan Rozana Amadni Fund	69	3,465	3,465
Meezan Balance Fund	9	176	176
Meezan Sovereign Fund	54,460	2,997,337	3,001,546
Meezan Income Fund	2	171	171
Total	1,105,185	10,319,002	10,376,334
Grand Total		11,333,420	11,415,445

(Un-audited)
September 30,
2024

Audited
June 30,
2024

-----Rupees-----

8 DIMINISHING MUSHARAKAH FINANCING

Diminishing musharka financing	8.1	5,067,898	7,314,299
Less: Provision in respect of Diminishing Musharaka		-	-
		5,067,898	7,314,299
Less: Current portion		(4,070,900)	(6,243,797)
		996,998	1,070,502

8.1 These carry profit rate ranging from 9.22% to 15.50% (June 30, 2024: 9.22% to 15.50%) per annum and are repayable on monthly basis over a maximum period of four years. The financing is secured by way of personal guarantees of the parties and ownership of vehicles

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS
For the 1st Quarter Ended September 30, 2024 (Un-audited)

9 FIXED ASSETS	(Un-audited) September 30, 2024	Audited June 30, 2024
	-----Rupees-----	
Cost		
Opening Balance	1,065,406	8,301,528
Additions during the period	-	101,336
Disposals during the period	-	-
Balance as at Sep 30, 2024	<u>1,065,406</u>	<u>8,402,864</u>
Accumulated depreciation		
Balance as at July 01, 2023	-	(6,571,572)
Charge for the period	-	(765,886)
Disposal	-	-
Balance as at June 30, 2024	<u>-</u>	<u>(7,337,458)</u>
Balance as at July 01, 2024	1,065,406	1,065,406
Charge for the period	(164,385)	-
Disposal	-	-
Balance as at Sep 30, 2024	<u>901,223</u>	<u>1,065,406</u>
Net Book Value	<u>901,223</u>	<u>1,065,406</u>
Annual Rate of depreciation	<u>10-30%</u>	



NOTES TO THE QUARTERLY FINANCIAL STATEMENTS
For the 1st Quarter Ended September 30, 2024 (Un-audited)

10 CERTIFICATE CAPITAL

10.1 Authorised certificate capital

(Un-audited) September 30, 2024	Audited June 30, 2024		(Un-audited) September 30, 2024	Audited June 30, 2024
----Number of certificates----			-----Rupees-----	
<u>40,000,000</u>	<u>40,000,000</u>	Modaraba certificates of Rs. 10 each	<u>400,000,000</u>	<u>400,000,000</u>

10.2 Issued, subscribed and paid - up certificate capital

(Un-audited) September 30, 2024	Audited June 30, 2024		(Un-audited) September 30, 2024	Audited June 30, 2024
----Number of certificates----			-----Rupees-----	
20,000,000	20,000,000	Modaraba certificates of Rs. 10 each	200,000,000	200,000,000
10,000,000	10,000,000	fully paid in cash	1,000,000	1,000,000
<u>2,100,000</u>	-	Modaraba Certificates issued as bonus	<u>21,000,000</u>	-
<u>23,100,000</u>	<u>21,000,000</u>		<u>231,000,000</u>	<u>210,000,000</u>

10.3 As at September 30, 2024, First Al-Noor Modaraba Management (Private) Limited (the Management Company and a related party) held 4,200,000 certificates (June 2021: 4,200,000 certificates), as required under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980.

11 STATUTORY RESERVE

The Statutory reserve represents profits set aside as per the Modaraba Regulations, 2021 issued by the SECP.

These regulations also require that, if minimum equity requirements are applicable on any Modaraba and are not compliant, such Modarabas may create a reserve fund which shall create a reserve fund to which shall be credited an amount equivalent to one hundred percent of its annual after-tax profit till such time the minimum equity requirements are complied with. However, the minimum equity requirement does not apply to the Modaraba.

During the current period the Modaraba has transferred an amount of Rs. Nil (June 30, 2021: Rs Nil).

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS
For the 1st Quarter Ended September 30, 2024 (Un-audited)

	(Un-audited) September 30, 2024	Audited June 30, 2024
	-----Rupees-----	
12 DEFICIT ON REVALUATION OF INVESTMENTS		
- Classified As 'FVTOCI'		
Market value of investments	11,928,917	16,475,903
Less: cost of investments	(12,891,746)	(17,347,499)
Impact of deferred tax	-	65,370
	<u>(962,829)</u>	<u>(806,226)</u>
Deficit on revaluation at the beginning of the period	(806,226)	(2,215,042)
(Surplus)/Deficit on revaluation during the period	<u>(769,596)</u>	<u>2,552,784</u>
Deficit/(Surplus) transferred to accumulated losses	<u>(926,199)</u>	<u>(1,143,968)</u>
	<u>156,603</u>	<u>1,408,816</u>
Deficit on revaluation at the end of the period	<u>(962,829)</u>	<u>(806,226)</u>
13 CONTINGENCIES AND COMMITMENTS		
13.1 Contingencies and Commitments		
There are no commitments as at Sep 30, 2024 (June 30, 2024: NIL)		
	(Un-audited) September 30, 2024	(Un-audited) September 30, 2023
	-----Rupees-----	
14 INCOME/(LOSS) FROM TRADING OPERATIONS		
Sales	18,822,784	97,917,611
Cost of sales	<u>22,570,683</u>	<u>(102,553,154)</u>
	<u>(3,747,899)</u>	<u>(4,635,543)</u>
15 INCOME FROM INVESTMENTS		
Gain on sale of securities - net	1,029,685	2,067,340
Dividend income - shariah compliant	351,151	2,377,217
Gain on sukuk certificates	451,226	691,463
Profit on Islamic Certificates	<u>3,486,508</u>	<u>3,343,840</u>
	<u>5,318,570</u>	<u>8,479,860</u>

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS
For the 1st Quarter Ended September 30, 2024 (Un-audited)

(Un-audited) (Un-audited)
September 30, **September 30,**
2024 **2023**

-----Rupees-----

16 CASH FROM OPERATIONS AFTER WORKING CAPITAL CHANGES

Profit / (Loss) Before Taxation	(6,916,849)	(366,120)
Adjustments for:		
Gain on sale of investments	(1,029,685)	(2,067,340)
Dividend income	(351,151)	(2,377,217)
Gain on sukuk certificates	(451,226)	(691,463)
Profit on islamic certificates	(3,486,508)	(3,343,840)
Profit received on bank deposits	(511,669)	-
Depreciation on:		
Fixed assets	164,385	205,758
Unrealized loss on re-measurements at fair value through profit or loss	2,467,520	616,722
Financial and other charges	618	2,694
Provision for deferred tax	-	1,973,000
Musawwamah provision reversal	(1,360,000)	-
Income tax levies	(831,085)	-
Provision for gratuity	156,000	156,000
	(5,232,801)	(5,525,687)
Operating profit before working capital changes (Increase)/Decrease in current assets	(12,149,650)	(5,891,807)
Diminishing Musharakah recivable	(2,246,401)	(9,128,267)
Maturity of sukuk investments	(5,000,000)	-
Profit recivable	(445,963)	905,843
Investments- net	12,958,448	20,881,729
Advance, deposits, prepayments and other recievables	2,867,992	(4,542,361)
	8,134,075	8,116,944
Increase/(Decrease) in current liabilities		
Creditors, accrued and other liabilities	1,382,611	1,581,947
Provision for gratuity	370,728	(576,728)
Charity payable	21,062	11,660
	1,774,400	1,016,879
Cash flow from operating activities	(2,241,174)	3,242,017

NOTES TO THE QUARTERLY FINANCIAL STATEMENTS **For the 1st Quarter Ended September 30, 2024 (Un-audited)**

17. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were approved and authorized for issue on October 24, 2024 by the Board of Directors of the Management Company.

18. GENERAL

Figures in these financial statements have been rounded off to the nearest rupee.

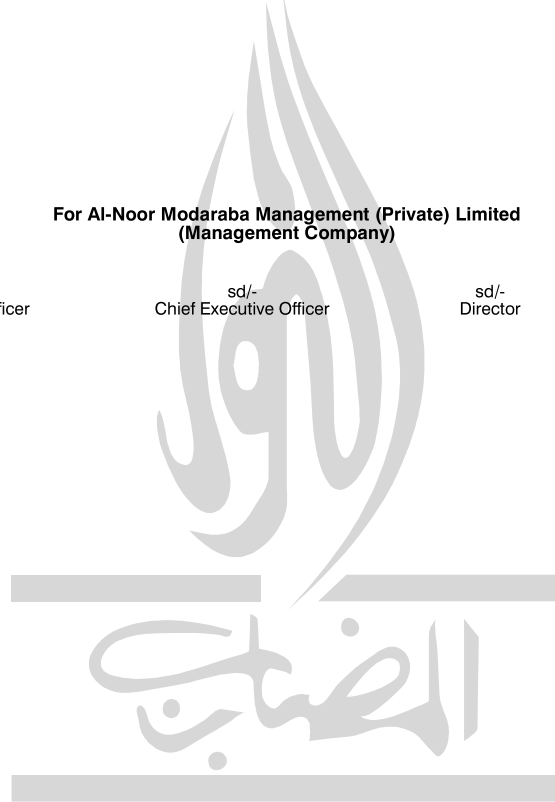
**For Al-Noor Modaraba Management (Private) Limited
(Management Company)**

sd/-
Chief Executive Officer

sd/-
Chief Executive Officer

sd/-
Director

sd/-
Director



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FIRST AL-NOOR MODARABA

(An Islamic Financial Institution)

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