



QUARTERLY REPORT

September 30, 2025

MANAGED BY

WASL MODARABA MANAGEMENT LIMITED

(Formerly Awwal Modaraba Management Limited)

Vision

Wasl Modaraba Management Limited (Formerly Awwal Modaraba Management Limited) will play a role in the economic process and development of Pakistan by providing a range of advisory services and financial support, through Sharia compliant modes; to viable starved sectors of the economy.

Mission

Wasl Modaraba Management Limited (Formerly Awwal Modaraba Management Limited) aims to be at the vanguard of innovation in modaraba management services, offering the best solutions to our customers, value to our certificate holders and modaraba investors, complemented with a challenging, equal opportunity to our employees.

DIRECTORS' REPORT

The Board of Directors of Wasl Modaraba Management Limited (Formerly Awwal Modaraba Management Limited), the management company of Wasl Mobility Modaraba (Formerly First Prudential Modaraba), is pleased to present the Directors' Report together with the Financial Statements of Modaraba for the quarter ended 30 September 2025.

Financial Snapshot

During the First quarter of 2025-2026, total revenues have been increased from PKR 43.56 million in previous year quarter to PKR 63.60 million. Modaraba generated net profit of PKR 9.84 million compared to PKR 7.18 million in the corresponding period last year.

Operating Results

Balance Sheet	30-Sep-25 (Rupees "000")	30-Jun-25 (Rupees "000")
Certificate capital	1,293,916	1,293,916
Total equity	759,194	749,349
Property, Plant & Equipment-Ijarah	361,795	258,085
Diminishing Musharaka	246,610	328,266
Wakala Finance	66,183	66,183
Tijarah Finance	45,286	16,250
Investment Properties	101,400	101,400
Bank Balances	106,863	161,237

Profit & Loss	30-Sep-2025 (Rupees "000")	30-Sep-2024 (Rupees "000")
Revenue	63,603	43,568
Operating expenses	58,156	32,984
Profit before Taxation	5,337	10,397
Taxation	4,506	(3.21)
Net profit for the quarter	9,844	7,189
Earnings per certificate	0.08	0.06

Future Outlook

The Modaraba has adopted a new business plan based on management's view of providing Shariah compliant leasing to consumers for two and three wheeler vehicles, both in the combustion engine as well as EV space, management is confident that Modaraba will generate higher volumes of leases that enhance profitability over time.

After approval of Board of Directors, the certificate holders of Modaraba has approved the proposed increase in the authorized capital and issuance of Right Modaraba Certificates subject to the approval of Registrar Modaraba Companies & Modaraba, Securities and Exchange Commission of Pakistan. The issuance of Right Modaraba Certificates is for the compliance of Registrar Modaraba Companies and Modaraba, Securities and Exchange Commission of Pakistan (SECP) letter which required that shareholder loan of Rs. 150 million in modaraba by Pak Brunei Investment Company Limited (PBICL) ex-sponsor Company of modaraba shall not be released without its replacement with new equity injection.

The issuance of Right Modaraba Certificates is expected to positively impact the profitability by reducing financial cost on the existing loan of PBICL, thereby enhancing expected returns to the Certificate holders of modaraba.

Acknowledgments

The Board of Directors would further like to acknowledge and appreciate SECP and Registrar Modaraba for their continuous guidance and support. Also, we would like to avail this opportunity to thank our Certificate holders, customers and investors for placing their trust in the Modaraba.

On behalf of the Board

Saif Tariq

Chief Executive

Date: 29th October, 2025

Faraz Akhtar Zaidi

Director

ڈائریکٹرز کی رپورٹ

وصل مضاربہ مینجمنٹ لمیٹڈ (سابقہ اول مضاربہ مینجمنٹ لمیٹڈ) کے بورڈ آف ڈائریکٹرز، وصل موبلٹی مضاربہ (سابقہ پہلا پرنڈینشل مضاربہ) کی انتظامی کمپنی، 30 ستمبر 2025 کو ختم ہونے والی سہ ماہی کے لیے ڈائریکٹرز کی رپورٹ مضاربہ کے مالی گوشواروں کے ساتھ پیش کرنے پر خوش ہے۔

مالی کارکردگی

زیر نظر پہلی سہ ماہی کے دوران، کل آمدنی گزشتہ سال کی سہ ماہی میں 43.56 PKR ملین سے بڑھ کر 63.60 PKR ملین ہو گئی ہے۔ مضاربہ نے گزشتہ سال کی اسی مدت میں 7.18 PKR ملین کے مقابلے 9.84 PKR ملین کا خالص منافع کمایا

بیلنس شیٹ	30 ستمبر، 2025	30 جون، 2025
		Rs 000
سرٹیفکیٹ کیپٹل	1,293,916	1,293,916
کل ایکویٹی	759,194	749,349
پراپرٹی، پلانٹ اور آلات - اجارہ	361,795	258,085
مشاعرہ کو کم کرنا	246,610	328,266
وکالا فنانس	66,183	66,183
تجارہ فنانس	45,286	16,250
سرمایہ کاری کی جائیدادیں	101,400	101,400
بینک بیلنس	106,863	161,237

نفع اور نقصان	30 ستمبر، 2025	30 ستمبر، 2024
	Rs 000	Rs 000
آمدنی	63,603	43,568
آپریٹنگ اخراجات	58,156	32,984
ٹیکس سے پہلے منافع	5,337	10,397
ٹیکس لگانا	4,506	-3.21
سہ ماہی کے لیے خالص منافع	9,844	7,189
آمدنی فی سرٹیفکیٹ	0.08	0.06

مستقبل کا آؤٹ لک

مضاربہ نے صارفین کو دو اور تین بہیوں والی گاڑیوں کے لیے شرعی شکایت لیز پر فراہم کرنے کے انتظام کے نقطہ نظر پر مبنی ایک نیا کاروباری منصوبہ اپنایا ہے، دونوں کمبشن انجن کے ساتھ ساتھ ای وی اسپیس میں، انتظامیہ کو یقین ہے کہ مضاربہ زیادہ مقدار میں لیز تیار کرے گا جو وقت کے ساتھ ساتھ منافع میں اضافہ کرے گا۔

بورڈ آف ڈائریکٹرز کی منظوری کے بعد، مضاربہ کے سرٹیفکیٹ ہولڈرز نے مجاز سرمائے میں مجوزہ اضافے اور رائٹ مضاربہ سرٹیفکیٹس کے اجراء کی منظوری دی ہے جو رجسٹرار مضاربہ کمپنیز اینڈ مضاربہ، سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی منظوری سے مشروط ہے۔ رائٹ مضاربہ سرٹیفکیٹس کا اجرا رجسٹرار مضاربہ کمپنیز اور مضاربہ، سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) کے خط کی تعمیل کے لیے ہے جس میں شیئر ہولڈر کو روپے کا قرض درکار تھا۔ مضاربہ کی سابق سپانسر کمپنی پاک برونائی انویسٹمنٹ کمپنی لمیٹڈ (پی بی آئی سی ایل) کی جانب سے مضاربہ میں 150 ملین روپے نئے ایکویٹی انجیکشن کے ساتھ تبدیل کیے بغیر جاری نہیں کیے جائیں گے۔

نئے مضاربہ سرٹیفکیٹس کے اجراء سے پی بی آئی سی ایل کے موجودہ قرض پر مالی لاگت کو کم کر کے منافع پر مثبت اثر پڑے گا، اس طرح مضاربہ کے سرٹیفکیٹ ہولڈرز کو متوقع منافع میں اضافہ ہوگا۔

اعترافات

بورڈ آف ڈائریکٹرز ایس ای سی پی اور رجسٹرار مضاربہ کو ان کی مسلسل رہنمائی اور تعاون کا مزید اعتراف اور تعریف کرنا چاہیں گے۔ اس کے علاوہ، ہم مضاربہ پر اعتماد کرنے کے لیے اپنے صارفین اور سرمایہ کاروں کا شکریہ ادا کرنے کے لیے اس موقع سے فائدہ اٹھانا چاہیں گے۔

بورڈ کی جانب سے

ڈائریکٹر

چیف ایگزیکٹو

تاریخ: 29 اکتوبر 2025

WASL MOBILITY MODARABA
(FORMERLY FIRST PRUDENTIAL MODARABA)
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2025

		<u>September 30,</u> <u>2025</u>	<u>June 30,</u> <u>2025</u>
		<u>Un-audited</u>	<u>Audited</u>
	Note	-----Rupees-----	
ASSETS			
NON CURRENT ASSETS			
Property and equipment - own use	5	40,277,058	59,667,343
Property, plant and equipment - Ijarah	6	361,795,026	258,085,437
Investment properties	7	101,400,000	101,400,000
Long term portion of Diminishing Musharika Finance	8	190,077,307	190,077,307
Long term investments	11	13,273,429	11,164,079
Long term advances and deposits	12	3,843,384	3,711,799
Deferred tax asset	13	10,382,407	2,627,570
		721,048,611	626,733,535
CURRENT ASSETS			
Modaraba, Musharika, Murabaha and Other finance - net	14	-	-
Current portion of Diminishing Musharika Finance	8	95,840,006	138,189,603
Wakala Finance	9	66,183,562	66,183,562
Tijarah Finance	10	45,286,588	16,250,000
Short term investments	15	293,635	14,257,836
Ijarah rentals receivable	16	15,985,211	5,668,113
Receivable against sale of agriculture produce - net	17	-	-
Advances, prepayments and other receivables	18	51,505,111	36,227,206
Taxation - net	19	31,100,663	34,272,694
Cash and bank balances	20	106,863,140	161,237,132
		413,057,916	472,286,146
		1,134,106,527	1,099,019,681
TOTAL ASSETS			
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Authorized certificate capital			
152,217,660 modaraba certificates of rupees 10/- each		1,522,176,600	1,522,176,600
Issued, subscribed and paid-up certificate capital			
129,391,676 modaraba certificates of rupees 10/- each	21	1,293,916,760	1,293,916,760
Statutory reserve		157,982,325	157,982,325
Reserve arising out of merger		(208,031,240)	(208,031,240)
Accumulated loss		(484,673,765)	(494,518,168)
		759,194,080	749,349,677
Unrealized gain/ (loss) on remeasurement of investment classified as fair value through other comprehensive income		1,417,912	(767,745)
		760,611,992	748,581,932
NON CURRENT LIABILITIES			
Long term portion of Lease liability against right-of-use asset	22	17,549,905	19,489,895
Long term portion of Ijarah deposits	23	86,985,449	64,085,099
		104,535,354	83,574,994
CURRENT LIABILITIES			
Short term finance	24	150,000,000	150,000,000
Current portion of Lease liability against right-of-use asset	22	8,986,770	7,621,479
Redeemable capital - participatory and unsecured		815,000	815,000
Current portion of Ijarah deposits	23	24,747,430	24,747,430
Accrued and other liabilities	25	31,755,509	31,024,374
Unclaimed profit distribution		52,654,472	52,654,472
		268,959,181	266,862,755
		1,134,106,527	1,099,019,681
TOTAL EQUITY AND LIABILITIES			
CONTINGENCIES AND COMMITMENTS			
	26		

The annexed notes from 1 to 39 form an integral part of these financial statements.

For Wasl Modaraba Management Limited (Formerly Awwal Modaraba Management Limited)
(Management Company)

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

WASL MOBILITY MODARABA

(FORMERLY FIRST PRUDENTIAL MODARABA)

CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS (UN-AUDITED)**FOR THE PERIOD ENDED SEPTEMBER 30, 2025**

		Quarter ended September 30,	Quarter ended September 30,
		2025	2024
	Note	-----Rupees-----	
Income			
Ijarah rentals earned	27	45,163,077	6,890,313
Income from deposits with banks		1,188,276	8,869,094
Income from Diminishing Musharika Finance		11,046,069	30,529,010
Income from Tijarah Finance		1,912,584	-
Gain on sale of Investment		8,541,468	-
Dividend income		-	5,585
Other income	28	243,564	1,347,239
		<u>68,095,038</u>	<u>47,641,241</u>
Unrealized gain/(loss) on investments classified as			
'fair value through profit or loss	15.3	53,067	(3,588,341)
Reversal of Allowance for expected credit loss	29	65,000	65,000
Allowance for expected credit loss	8.2 & 16.1	(4,609,783)	(549,440)
		<u>63,603,322</u>	<u>43,568,460</u>
Expenses			
Depreciation on Ijarah assets		(28,919,556)	(4,597,646)
Administrative expenses	30	(24,400,791)	(20,023,382)
Finance charges	31	(4,836,134)	(8,363,437)
		<u>(58,156,481)</u>	<u>(32,984,465)</u>
		5,446,841	10,583,995
Modaraba Company's remuneration	32	-	-
Provision for service sales tax on Management ' Company's remuneration	33	-	-
		-	-
Provision for Workers' Welfare Fund		(108,937)	(186,502)
Profit before taxation		<u>5,337,904</u>	<u>10,397,493</u>
Taxation	34	4,506,499	(3,207,813)
Profit after taxation		<u>9,844,403</u>	<u>7,189,680</u>
Earnings per certificate - basic and diluted	35	<u>0.08</u>	<u>0.06</u>

The annexed notes from 1 to 39 form an integral part of these financial statements.

For Wasl Modaraba Management Limited (Formerly Awwal Modaraba Management Limited)
(Management Company)

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

WASL MOBILITY MODARABA
(FORMERLY FIRST PRUDENTIAL MODARABA)
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

	<u>Quarter ended</u> <u>September 30,</u> <u>2025</u>	<u>Quarter ended</u> <u>June 30,</u> <u>2024</u>
	Note -----Rupees-----	
Profit for the year	9,844,403	7,189,680
Other comprehensive Income/(loss) for the period:		
Item that will be not be reclassified subsequently to profit or loss		
Unrealised gain/(loss) on remeasurement of investment classified as 'fair value through other comprehensive income	2,185,657	1,444,912
Total comprehensive income for the period	<u>12,030,060</u>	<u>8,634,592</u>

The annexed notes from 1 to 39 form an integral part of these financial statements.

For Wasl Modaraba Management Limited (Formerly Awwal Modaraba Management Limited)
(Management Company)

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

WASL MOBILITY MODARABA
(FORMERLY FIRST PRUDENTIAL MODARABA)
STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

	Quarter ended September 2025	Quarter ended September 2024
	-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	5,337,904	10,397,493
Adjustments for:		
Depreciation - own use assets	994,951	168,314
Depreciation - Right of Use Assets	2,587,425	-
Depreciation - Ijarah assets	28,919,556	4,597,646
Dividend income	-	(5,585)
Unrealised (gain)/loss on investments	(53,067)	3,588,341
Gain on sale of Investment	(8,541,468)	
Gain on disposal - ijarah assets	-	(294,901)
Financial charges	4,836,134	8,363,437
	28,743,531	16,417,252
Cash flows before movements in working capital	34,081,435	26,814,745
Decrease / (increase) in current assets		
Diminishing Musharika Finance	42,349,597	77,099,335
Ijarah rentals receivable	(10,317,098)	(2,292,463)
Advances, prepayments and other receivables	(15,409,490)	(14,175,835)
	16,623,009	60,631,037
Increase / (decrease) in current liabilities		
Ijarah deposits	22,900,350	-
Accrued and other liabilities	731,135	(3,132,499)
	23,631,485	(3,132,499)
	74,335,929	84,313,283
Taxes (paid) / received	-	(3,462,798)
Financial charges	(4,064,687)	(8,363,437)
NET CASH GENERATED FROM OPERATING ACTIVITIES	70,271,242	72,487,048
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of own assets	(1,663,359)	(582,905)
Proceeds from disposal - ijarah assets	1,204,916	691,651
Proceeds from disposal - own assets	17,471,267	
Proceeds from disposal - Investment	22,558,736	-
Payment of lease rental - Right of Use Assets	(1,346,145)	-
Purchase of ijarah assets	(133,834,061)	-
Tijarah Financing	(29,036,588)	-
Dividend received	-	5,585
Net cash flows generated from investing activities	(124,645,234)	114,331
CASH FLOWS FROM FINANCING ACTIVITIES		
Net increase/(decrease) in cash and cash equivalents	(54,373,992)	72,601,379
Cash and cash equivalents at beginning of the period	161,237,132	231,763,932
Cash and cash equivalents at end of the period	106,863,140	304,365,311

The annexed notes from 1 to 39 form an integral part of these financial statements.

For Wasl Modaraba Management Limited (Formerly Awwal Modaraba Management Limited)
(Management Company)

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

WASL MOBILITY MODARABA
(FORMERLY FIRST PRUDENTIAL MODARABA)
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

	Issued, subscribed, and paid up certificate capital	Merger Reserve	Statutory reserve	Accumulated loss	Unrealised (loss) / gain on investment classified as fair value through other comprehensive income	Total
	----- (Rupees) -----					
Balance at July 1, 2024 (Audited)	1,293,916,760	(208,031,240)	157,982,325	(486,013,717)	(6,080,254)	751,773,874
Total comprehensive income for the year						
Profit for the period	-	-	-	7,189,680	-	7,189,680
Other comprehensive income					1,444,912	1,444,912
	-	-	-	7,189,680	1,444,912	8,634,592
Balance at September 30, 2024 (Un-audited)	<u>1,293,916,760</u>	<u>(208,031,240)</u>	<u>157,982,325</u>	<u>(478,824,037)</u>	<u>(4,635,342)</u>	<u>760,408,466</u>
Balance at July 1, 2025 (Audited)	1,293,916,760	(208,031,240)	157,982,325	(494,518,168)	(767,745)	748,581,932
Profit for the period	-	-	-	9,844,403		9,844,403
Other comprehensive income	-	-	-		2,185,657	2,185,657
						12,030,060
Balance at September 30, 2025 (Un-audited)	<u>1,293,916,760</u>	<u>(208,031,240)</u>	<u>157,982,325</u>	<u>(484,673,765)</u>	<u>1,417,912</u>	<u>760,611,992</u>

The annexed notes from 1 to 39 form an integral part of these financial statements.

For Wasl Modaraba Management Limited (Formerly Awwal Modaraba Management Limited)
(Management Company)

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

WASL MOBILITY MODARABA

(FORMERLY FIRST PRUDENTIAL MODARABA)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED SEPTEMBER 30, 2025

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Wasl Mobility Modaraba (Formerly First Prudential Modaraba) is a multipurpose, perpetual Modaraba. The Modaraba is registered under the Modaraba (Floatation and Control) Ordinance, 1980 and the Modaraba Companies and Modaraba Rules, 1981. The Registrar (Modarabas) with the approval of SECP vide order dated April 03, 2019 appointed Wasl Modaraba Management Limited (WMML)[Formerly Awwal Modaraba Management Limited (AMML)] to takeover and manage the affair of the Modaraba which was executed and effective from February 03, 2020. WMML (formerly AMML) was wholly owned subsidiary of Pak Brunei Investment Company Limited (PBICL).
- 1.2 The PBICL decided to divest its entire share holding in WMML formerly AMML and after the fulfilment of the required formalities, on September 19, 2024, the Registrar of Modaraba, SECP granted approval for the sale and transfer of all shares of WMML (formerly AMML) held by PBICL to the Wasl Investment Finance Limited (WASL). These shares were successfully transferred to the WASL on November 26, 2024, consequently, WMML (formerly AMML) becomes the wholly owned subsidiary of Wasl Investment Finance Limited.

2 BASIS OF PREPARATION

2.1 Statement of Compliance

- 2.1.1 These condensed interim financial statements have been prepared in accordance with the approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards comprise of:
- International Accounting Standards (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) for interim Financial Reporting notified under the Company Act, 2017;
 - Provisions and directives issues under the Companies Act, 2017; and
 - Islamic Financial Accounting Standards (IFAS) as notified under the provisions of the Companies Act, 2017 and made applicable to Modarabas, Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, the Modaraba Companies and Modaraba Rules, 1981 and directives issued by the Securities and Exchange Commission of Pakistan (SECP) ['the Modaraba Regulations'].

Wherever the requirements of 'the Modaraba Regulations' differ from the requirements of International Accounting Standard (IAS) 34 - Interim Financial Reporting and Islamic Financial Accounting Standards (IFAS) as notified under the provisions of the Companies Act, 2017 and made applicable to Modarabas, requirements of 'the Modaraba Regulations' have been followed.

2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of IAS 34. These condensed interim financial statements does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Modaraba for the year ended June 30, 2025.

2.1.3 The comparative condensed interim statement of financial position presented in these condensed interim financial statements has been extracted from the annual audited financial statements of the Modaraba for the year ended June 30, 2025, whereas the comparative condensed interim profit and loss, condensed interim cash flow statement, condensed interim statement of changes in equity of the Modaraba are extracted from the unaudited condensed interim financial statements for the period ended September 30, 2024.

2.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention, unless otherwise stated.

2.3 Functional and presentation currency

These condensed interim financial statements are prepared in Pakistani Rupees which is the Modaraba's functional and presentation currency. The figures in these condensed interim financial statements have been rounded off to the nearest rupee unless otherwise specified.

2.4 The Modaraba's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Modaraba for the year ended June 30, 2025.

3 Standards, interpretations of and amendments to published approved accounting standards that are effective in current period:

The following standards, amendments and interpretations are only effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, amendments and interpretations are either not relevant to the Modaraba's operations or are not expected to have significant impact on the Modaraba's financial statements other than certain additional disclosures.

	Effective date
Amendments to IFRS 7 'Financial Instruments: Disclosures' - Amendments regarding the classification and measurement of financial instruments	January 01, 2026
Amendments to IFRS 9 'Financial Instruments' - Amendments regarding the classification and measurement of financial instruments	January 01, 2026
Amendments to IFRS 7 'Financial Instruments: Disclosures' - Amendments regarding nature-dependent electricity contracts that are often structured as power purchase agreements (PPAs)	January 01, 2026
Amendments to IFRS 9 'Financial Instruments' - Amendments regarding nature-dependent electricity contracts that are often structured as power purchase agreements (PPAs)	January 01, 2026
IFRS 17 Insurance Contracts	January 01, 2027

Certain annual improvements have also been made to a number of IFRSs and IASs.

IFRS 1 'First-time Adoption of International Financial Reporting Standards' has been issued by IASB effective from July 01, 2009. However, it has not been adopted yet locally by Securities and Exchange Commission of Pakistan (SECP)

IFRS 17 - 'Insurance contracts' has been notified by the IASB to be effective for annual periods beginning on or after January 1, 2023. However SECP has notified the revised timeframe for the adoption of IFRS - 17 which will be adopted by January 01, 2027.

IFRS 18 'Presentation and Disclosures in Financial Statements' has been issued by IASB effective from January 01, 2027. However, it has not been adopted yet locally by Securities and Exchange Commission of Pakistan (SECP)

IFRS 19 'Subsidiaries without Public Accountability: Disclosures' has been issued by IASB effective from January 01, 2027. However, it has not been adopted yet locally by Securities and Exchange

4 SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION, ACCOUNTING ESTIMATES AND JUDGEMENTS

- 4.1 The accounting policies adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements of the Modaraba for the year ended June 30, 2025.
- 4.2 The preparation of these condensed interim financial statements are in conformity with approved accounting standards requires management to make estimates, assumptions and use of judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.
- 4.3 The material estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2025.

5 Property and equipment - own use

The following is the statement of operating fixed assets - own use at the reporting date:

Description	September 30, 2025							
	Office premises	Office equipment	Leasehold improvements	Furniture and fixtures	Computer equipments	Vehicles	Right-of- use Assets	Total
	Rupees							
As at June 30, 2025								
Cost	3,100,000	1,530,826	6,422,520	6,213,209	2,619,943	18,200,379	31,049,112	69,135,989
Accumulated impairment	(595,950)	-	-	(2,102,716)	-	-	-	(2,698,666)
Accumulated depreciation	(1,080,970)	(360,928)	(143,237)	(137,936)	(806,850)	(729,112)	(3,510,948)	(6,769,981)
Carrying amount	1,423,080	1,169,898	6,279,283	3,972,557	1,813,093	17,471,268	27,538,164	59,667,343
Period ended September 31, 2025								
Opening carrying amount	1,423,080	1,169,898	6,279,283	3,972,557	1,813,093	17,471,268	27,538,164	59,667,343
Additions - at cost	-	333,926	-	476,188	853,245	-	-	1,663,359
Disposal - at cost	-	-	-	-	-	-	-	-
Transfer to Ijarah Asset	-	-	-	-	-	(18,073,725)	-	(18,073,725)
Unrealized loss for the year	-	-	-	-	-	-	-	-
Depreciation charge for the period	(37,188)	(128,428)	-	(578,073)	(251,262)	-	(2,587,425)	(3,582,376)
Accumulated depreciation transfer to Ijarah	-	-	-	-	-	602,458	-	602,458
Closing carrying amount	1,385,892	1,375,396	6,279,283	3,870,672	2,415,076	-	24,950,739	40,277,058
As at September 31, 2025								
Cost	3,100,000	1,864,752	6,422,520	6,689,397	3,473,188	126,654	31,049,112	52,725,623
Accumulated impairment	(595,950)	-	-	(2,102,716)	-	-	-	(2,698,666)
Accumulated depreciation	(1,118,158)	(489,356)	(143,237)	(716,009)	(1,058,112)	(126,654)	(6,098,373)	(9,749,899)
Carrying amount	1,385,892	1,375,396	6,279,283	3,870,672	2,415,076	-	24,950,739	40,277,058
Depreciation rate (% per annum)		33	20	20	33	20		

Description	June 30, 2025							
	Office premises	Office equipment	Leasehold improvements	Furniture and fixtures	Computer equipments	Vehicles	Right-of- use Assets	Total
	Rupees							
As at July 01, 2024								
Cost	3,100,000	153,400	-	2,102,716	1,160,130	2,789,154	-	9,305,400
Accumulated impairment	(595,950)	-	-	(2,102,716)	-	-	-	(2,698,666)
Accumulated depreciation	(932,218)	(153,400)	-	-	(298,238)	(2,789,154)	-	(4,173,010)
Carrying amount	1,571,832	-	-	-	861,892.00	-	-	2,433,724
Year ended June 30, 2025								
Opening carrying amount	1,571,832	-	-	-	861,892.00	0	-	2,433,724
Additions - at cost	-	1,377,426	6,422,520	4,110,493	1,459,813	18,073,725	31,049,112	62,493,089
Disposal - at cost	-	-	-	(26,500)	-	(2,662,500)	-	(2,689,000)
Unrealized loss for the year	-	-	-	-	-	0	-	-
Depreciation charge for the period	(148,752.00)	(207,528)	(143,237)	(137,936)	(508,612)	(602,458)	(3,510,948)	(5,259,471)
Accumulated depreciation on disposal	-	-	-	26,500	-	2,662,500	-	2,689,000
Closing carrying amount	1,423,080	1,169,898.00	6,279,283.00	3,972,557.00	1,813,093	17,471,268	27,538,164	59,667,343
As at June 30, 2025								
Cost	3,100,000	1,530,826	6,422,520	6,213,209	2,619,943	18,200,379	31,049,112.00	69,135,989
Accumulated impairment	(595,950)	-	-	(2,102,716)	-	-	-	(2,698,666)
Accumulated depreciation	(1,080,970)	(360,928)	(143,237)	(137,936)	(806,850)	(729,112)	(3,510,948)	(6,769,981)
Carrying amount	1,423,080	1,169,898	6,279,283	3,972,557	1,813,093	17,471,268	27,538,164	59,667,343
Depreciation rate (% per annum)	5	33	20	20	33	20		

6 PROPERTY, PLANT AND EQUIPMENT - IJARAH

Description	September 30, 2025			
	Plant and machinery	Office equipment	Vehicles	Total
	Rupees			

As at July 01, 2025

Cost	86,558,681	801,000	321,155,170	408,514,851
Accumulated impairment	(8,768,012)	(288,850)	(17,142,477)	(26,199,339)
Accumulated depreciation	(55,612,200)	(512,150)	(68,105,725)	(124,230,075)
Carrying amount	22,178,469	-	235,906,968	258,085,437

Period ended September 30, 2025

Opening carrying amount	22,178,469	-	235,906,968	258,085,437
Additions - at cost	-	-	115,157,878	115,157,878
Additions - transfer from Own Assets	-	-	18,073,725	18,073,725
Disposal - at cost	-	-	-	-
Depreciation charge for the period	(1,388,904)	-	(27,530,652)	(28,919,556)
Accumulated depreciation transfer from Own Asset	-	-	(602,458)	(602,458)
Closing carrying amount	20,789,565	-	341,005,461	361,795,026

As at September 30, 2025

Cost	86,558,681	801,000	454,386,773	541,746,454
Accumulated impairment	(8,768,012)	(288,850)	(17,142,477)	(26,199,339)
Accumulated depreciation	(57,001,104)	(512,150)	(96,238,835)	(153,752,089)
Carrying amount	20,789,565	-	341,005,461	361,795,026
Useful life (months)	36 to 60	24 to 60	24 to 60	

Description	June 30, 2025			
	Plant and machinery	Office equipment	Vehicles	Total
	Rupees			

As at July 01, 2024

Cost	86,558,681	801,000	101,506,839	188,866,520
Accumulated impairment	(8,768,012)	(288,850)	(17,142,477)	(26,199,339)
Accumulated depreciation	(47,278,872)	(512,150)	(54,261,552)	(102,052,574)
Carrying amount	30,511,797	-	30,102,810	60,614,607

Year ended June 30, 2025

Opening carrying amount	30,511,797	-	30,102,810	60,614,607
Additions - at cost	-	-	225,173,431	225,173,431
Disposal - at cost	(290,000)	-	(5,525,100)	(5,815,100)
Depreciation charge for the year	(8,333,328)	-	(18,972,523)	(27,305,851)
Accumulated depreciation on disposal	290,000	-	5,128,350	5,418,350
Closing carrying amount	22,178,469	-	235,906,968	258,085,437

As at June 30, 2025

Cost	86,558,681	801,000	321,155,170	408,514,851
Accumulated impairment	(8,768,012)	(288,850)	(17,142,477)	(26,199,339)
Accumulated depreciation	(55,612,200)	(512,150)	(68,105,725)	(124,230,075)
Carrying amount	22,178,469	-	235,906,968	258,085,437
Useful life (months)	36 to 60	24 to 60	24 to 60	

INVESTMENT PROPERTIES - CARRIED AT FAIR VALUE

The following is the statement of investment property at the reporting date:

Description	Office suite (Note 7.1)	Four shops (Note 7.2)	Total
	Rupees		
Net carrying value basis			
period ended September 30, 2025			
Opening net book value	85,000,000	16,400,000	101,400,000
Closing net book value	85,000,000	16,400,000	101,400,000
Gross carrying value basis			
period ended September 30, 2025			
Cost / revalued amount	85,000,000	16,400,000	101,400,000
Gain from fair value adjustment	-	-	-
Closing net book value	85,000,000	16,400,000	101,400,000
Net carrying value basis			
year ended June 30, 2025			
Opening net book value	57,780,000	16,400,000	74,180,000
Closing net book value	85,000,000	16,400,000	101,400,000
Gross carrying value basis			
year ended June 30, 2025			
Cost / revalued amount	57,780,000	16,400,000	74,180,000
Gain from fair value adjustment	27,220,000	-	27,220,000
Closing net book value	85,000,000	16,400,000	101,400,000

7.1 Office suite represents two offices in Lakson Sqaure, Karachi, acquired through a settlement agreement.

7.2 Represents four shops in Zarkoon Plaza, Sadar, Rawalpindi acquired through a settlement agreement.

7.3 Investment property is revalued by an independent valuer named Ocean Surveyors (Private) Limited as at June 30, 2025. Fair value of office suite, Karachi and Zarkoon Plaza shops are based on assumptions considered to be level 2 in the fair value hierarchy due to significant observable inputs used in the valuation. Fair values have been derived considering factors like global economic recession, general business enviroment, sales comparison approach, availability of prospective buyers, life of the property, any difficulty in obtaining possession of the property etc.

7.4 Forced sales value of office suite, Karachi and Zarkoon Plaza shops as of June 30, 2025 amount to Rs. 68 million and Rs.12.30 million, respectively.

		September 30 2025	June 30 2025
	Note	-----Rupees-----	
8	DIMINISHING MUSHARIKA		
Diminishing musharika finance - considered good	8.1	361,342,833	399,124,508
Diminishing musharika finance - doubtful		16,489,105	12,430,060
Unearned Income		(75,425,520)	(70,857,598)
		302,406,418	340,696,970
Less: Allownce for expected credit loss	8.2	(16,489,105)	(12,430,060)
		285,917,313	328,266,910
Less: Current portion of diminishing musharika		(95,840,006)	(138,189,603)
		190,077,307	190,077,307

8.1 This represent diminishing musharaka financing for a term of 3 to 5 years. These carry profit rate ranging from 13.55% and 26.00% (June 2025: 14.00% and 28.58%). All diminishing musharika arrangements are secured against hypothecation of assets, personal guarantees and promissory notes.

8.2 Movement of Expected Credit Loss

Opening balance	12,430,060	14,468,381
Charge/ (Reversal) for the period	4,059,045	(2,038,321)
Transfer from unearned income against suspended income	-	-
Closing balance	16,489,105	12,430,060

9 Wakala Finance

Wakala Finance-considered good	9.1	66,183,562	66,183,562
		66,183,562	66,183,562

9.1 The modaraba extended facility of Rs. 100 million under the Wakala Financing arrangement to one of the customer for participating in government project. As per terms of the facility, the modaraba acts as the 'Principal' and the customer act as an 'Agent' to participate in the customer's pool of assets connected with the government project assigned to the customer through competitive bid mechanism. The deployment of funds under the finance facility is for the period of twenty seven weeks, after commercial operation, with a weekly settlement and redeployment of funds through the entire contracted period.

The commercial operation of the project is not yet commenced due to fulfilment of some formalities and amount disbursed represents the seed investment to initiate the project.

The principal has issued a pay order of Rs. 66.18 million to the government on the customer's behalf. The facility is secured against personal guarantee of the borrower and lien over the bank account specifically marked for collection from the sale of pool assets.

10 Tijarah Finance

Tijarah Finance-considered good	10.1	45,286,588	16,250,000
		45,286,588	16,250,000

- 10.1 This represents Tijarah Financing extended to various customers through Shariah Compliant arragment for discounting of the trade bills to meet the working capital requirement. The term of the financing represents the actual time period elapsed against recovery of the sale invoices issued by the customer to the ultimate buyer in line with the respective credit terms of each invoice.

The financing carry profit rate of 24.35% to 33.00% (June 2025: 25.35%). The facility is secured against assignment of receivables in favor of the modaraba, personal guarantee of the customer and promissory note for an equivalent amount.

11 LONG TERM INVESTMENTS		September 30 2025	June 30 2025
		-----Rupees-----	
Investment classified as 'fair value through other comprehensive income	Note		
Unquoted Companies	11.1	-	-
Quoted Companies	11.2	13,273,429	11,164,079
		<u>13,273,429</u>	<u>11,164,079</u>

11.1 Unquoted companies

September 30 2025	June 30 2025		September 30 2025	June 30 2024
Number of Shares			-----Rupees-----	
1,594,744	1,594,744	Prudential Securities Limited		
		Cost	9,048,707	9,048,707
		Less: Impairment	(9,048,707)	(9,048,707)
			<u>-</u>	<u>-</u>

- 11.1.1 The investment is fully impaired due to adverse financial conditions of the investee Company.

11.2 Quoted Companies

September 30 2025	June 30 2025	Note	September 30 2025	June 30 2025
Number of Shares			-----Rupees-----	
		LSE Venture Limited		
1,685,620	842,810	Cost	9,450,764	9,450,764
		Fair value adjustment	1,960,883	241,551
			<u>11,411,647</u>	<u>9,692,315</u>
		LSE Capital Limited		
245,294	245,294	Cost	3,313,951	3,313,951
		Fair value adjustment	(1,452,170)	(1,842,187)
			<u>1,861,781</u>	<u>1,471,764</u>
			<u>13,273,429</u>	<u>11,164,079</u>

		September 30 2025	June 30 2025
		-----Rupees-----	
12	LONG TERM ADVANCES AND DEPOSITS		
	Note		
	Long term advances	12.1	590,084
	Long term deposits	12.2	3,253,300
			<u>3,843,384</u>
			<u>3,711,799</u>

12.1 Long term advances

Secured and interest free			
To employees - considered good	12.1.1	1,276,774	1,112,268
Less: Due within one year shown under current assets		(686,690)	(653,769)
		<u>590,084</u>	<u>458,499</u>

12.1.1 This represents interest free loans to the employees as per terms of the employment and are secured against Provident Fund (PF) balances of employee.

		September 30 2025	June 30 2025
		-----Rupees-----	
12.2	Long term deposits		
	Note		
	Margin deposit	12.2.1	3,000,000
	Other deposits		3,253,300
			<u>6,253,300</u>
	Less: Provision against doubtful amounts		(3,000,000)
			<u>3,253,300</u>

12.2.1 This margin deposit was held with a defaulted broker, Prudential Securities Limited, whose operations have been ceased by PSX and the Modaraba has filed a claim with the PSX for the amount. Upon confirmation of the event of default, the provision was made accordingly.

		September 30 2025	June 30 2025
		-----Rupees-----	
13	DEFERRED TAXATION - NET		
	Note		

The defferred tax asset is attributable to the following items

Deductible temporary differences

Tax losses carry forward	-	2,902,413
Alternate corporate tax	-	1,456,878
Long term investments	(76,307)	240,095
Allownce for expected credit loss	5,035,508	3,517,878

Taxable temporary differences

Property, Plant & Equipment	5,423,207	(5,489,694)
Long term investments	-	-
	<u>10,382,408</u>	<u>2,627,570</u>

14 MODARABA, MUSHARIKA, MURABAHA AND OTHER FINANCE

		September 30 2025	June 30 2025
		-----Rupees-----	
Modaraba, Musharaka and Morabaha Finance	Note		
Considered good		-	-
Considered doubtful	14.1	445,954,606	446,019,606
		445,954,606	446,019,606
Less: Allowance for expected credit loss	14.2	(445,954,606)	(446,019,606)
		-	-

- 14.1 This include amount of Modaraba, Musharaka and Morabaha finance receivable from various parties, outstanding since many years. Based on the guidelines of Modaraba Regulations outstanding balances against these finances have been fully provided and suspended accordingly.

14.2 Movement of Expected Credit Loss

Opening balance	Note	446,019,606	446,294,606
Written off during the year		-	-
Reversal of provision during the year	14.3	(65,000)	(275,000)
Closing balance		445,954,606	446,019,606

- 14.3 The reversal of provision has been made to extent of actual amount recovered from the customers.

15 SHORT TERM INVESTMENTS

Note

Amortised cost

Term Deposits Receipts - considered doubtful	15.1	-	-
--	------	---	---

Fair value through profit or loss

Quoted securities	15.2	293,635	14,257,836
		293,635	14,257,836

- 15.1 Modaraba had entered into an agreement dated December 06, 2012, with the Invest Capital Investment Bank Limited (ICIBL) for settlement of the Term Deposit Receipt of Rs.10 million. As per the terms, the entire mark-up/profit/penalties accrued upto the date of settlement agreement were waived off by the Modaraba. The balance was receivable in 60 equal monthly instalments of Rs. 166,667 beginning from December 10, 2012 at Nil profit. Rescheduled amount was as follows:

	September 30 2025	June 30 2025
	-----Rupees-----	
Term Deposit Receipt as at December 06, 2012	10,000,000	10,000,000
Less: Amortization charge	(2,000,000)	(2,000,000)
Less: received in earlier period	(3,219,433)	(3,219,433)
Net receivable	4,780,567	4,780,567
Less: Allowance for expected credit loss	(4,780,567)	(4,780,567)
	-	-

15.2 Quoted securities

Following is the detail of shares of listed entities - held by the Modaraba at the reporting date:

Shares of listed companies - Fully paid up ordinary shares of Rs. 10 each, unless stated otherwise:

September 30 2025	June 30 2025		September 30 2025	June 30 2025
			-----Rupees-----	
Number of Shares / Units	Name of Investee Company / Fund	Note		
525	525 Nishat Mills Limited		87,071	66,087
-	54,367 The Hub Power Company Limited		-	7,492,316
1,495	1,495 Sui Northern Gas Pipeline Limited		206,564	174,481
-	16,468 Thal Limited		-	6,524,951
348	348 Hussain Industries Limited	15.2.1	-	-
1,670,720	1,670,720 Prudential Stock Fund	15.2.1	-	-
360,000	360,000 Zeal-Pak Cement Factory Limited	15.2.1	-	-
2,033,088	2,103,923		293,635	14,257,836

15.2.1 These investee Companies and Fund are suspended or delisted in prior years, and have been provided in full.

		September 30 2025	June 30 2025
	Note	-----Rupees-----	
15.3	Net unrealized gain / (loss) on re-measurement of investments classified as financial assets at fair value through profit or loss' - net		
	Weighted to average cost		
	-Quoted Securities	14,257,836	6,539,334
	Disposal of securities	(14,017,267)	-
	Unrealized gain on changes in fair value	53,066	10,418,563
	Market value of investments	293,635	14,257,836
16	IJARAH RENTAL RECEIVABLE		
	Considered good	15,985,211	5,668,113
	Considered doubtful	62,658,963	62,108,225
		78,644,174	67,776,338
	Less: Allowance for expected credit loss	16.1 (62,658,963)	(62,108,225)
		15,985,211	5,668,113
16.1	Movement of Expected Credit Loss		
	Opening balance	62,108,225	61,890,169
	Charge for the year	550,738	323,976
	Reversal of provision during the year		(105,920)
	Closing balance	62,658,963	62,108,225
17	RECEIVABLE AGAINST SALE OF AGRICULTURE PRODUCE - SECURED		
	Considered doubtful	17.1 46,011,658	46,011,658
	Less: Allownce for expected credit loss	(46,011,658)	(46,011,658)
		-	-

- 17.1 During 2016, KASB Modaraba (merged Modaraba) & Wasl Mobility Modaraba (Formerly First Prudential Modaraba (FPRM) entered into a joint project for crushing of banola seed and sale of oil cake (Khal) in the market. M/s Pakistan Phutti International Limited (PPIL) was engaged as seller & service provider responsible for sale of agriculture produce. Subsequently, natural cyclical shortage in productivity of cotton crop affected the availability of the banola seed and therefore the project was prudently discontinued by the management to safeguard the interest of the Modaraba.

As per settlement agreement dated April 27, 2016, with PPIL advance for purchase of banola seed was converted into ijarah finance (secured) leaving a balance of Rs.46.012 million receivable against sale of agriculture produce. Receivable amount is secured against Registered Mortgage on Property of service provider. After continuous default of payment the management of Modaraba has filed recovery suits in the Banking Courts which is pending adjudication. The management and the legal counsel are optimistic on favorable outcome of the case. However, on prudent basis the management has fully provided the outstanding balance. The details of receivables are as under:

	Rupees
Initial investment	132,000,000
Add: Gain on sale of agriculture produce	2,650,000
Less: Receipt against sale of agriculture produce	(28,827,022)
Less: Converted to Ijarah financing	(59,311,320)
Less: Consultancy charges	(500,000)
	46,011,658
Provision for doubtful receivable against sale of	(46,011,658)
	-

18 ADVANCES, PREPAYMENTS AND OTHER RECEIVABLES

	Note	Considered good		Considered doubtful		Total	
		September 2025	June 2025	September 2025	June 2025	September 2025	June 2025
		Rupees					
Advance							
To staff - Secured	18.1	686,690	653,769	1,814,000	1,814,000	2,500,690	2,467,769
Against purchase of assets		31,656,360	28,368,955	-	-	31,656,360	28,368,955
						-	-
Deposits		-	-			-	-
Prepayments		4,500,764	2,551,095	-	-	4,500,764	2,551,095
Other receivables from							
Brokers on account							
- of sale of shares	18.2	-	-	78,095,768	78,095,768	78,095,768	78,095,768
- of advance for shares	18.3	-	-	18,432,273	18,432,273	18,432,273	18,432,273
A bank	18.4	-	-	10,241,347	10,241,347	10,241,347	10,241,347
Return on deposits							
with banks		381,006	1,225,121	-	-	381,006	1,225,121
Others		14,280,291	3,428,266	18,381,590	18,381,590	32,661,881	21,809,856
Sub total		51,505,111	36,227,206	126,964,978	126,964,978	178,470,089	163,192,184
Provision for doubtful receivables		-	-	(126,964,978)	(126,964,978)	(126,964,978)	(126,964,978)
		51,505,111	36,227,206	-	-	51,505,111	36,227,206

18.1 The employees balances are secured against Provident Fund (PF) balances of employees.

18.2 This includes Rs.39,262 pertaining to accounts maintained with State Bank of Pakistan for the operation of ECIB charges.

18.1.1 The doubtful amount of Rs.1.8 million was paid to an ex-managing director of the Modaraba without prior approval of the board of directors of previous Modaraba Management Company (Prudential Capital Management Limited) for the purchase of a motor vehicle. The Modaraba has initiated legal proceedings for the recovery of said amount from the ex-managing director.

18.2 The doubtful amount includes claim of Rs. 64.62 million receivable from a defaulted stock broker – Investec Securities Limited. Various proposals were initiated in past but none of them was materialized for settlement. In one of the proposal, the said broker has offered / transferred shares and certificates of following entities which were not acknowledged by the than Management of the Modaraba, owing to the weak financial position of the entities and significance of the amount of claim. Accordingly, the management of the Modaraba has not accepted the shares / certificates as satisfaction of claim and same is not recorded in the books of account. Detail of shares / certificates offered / transferred is as under:

Name of entities	No. of shares / certificates
Zeal-Pak Cement Factory Limited	10,400,000
Usman Textile Mills Limited	700,000
First Investec Modaraba	500,000
Investec Securities Limited	200,000

This also includes an amount receivable from Prudential Securities Limited(PSL) and Pearl Capital Management Limited (PCML) on account of advance for purchase of securities amounting to Rs.1 million and other receivable amounting to Rs.11.475 million. Since operations of PSL & PCML were suspended and keeping in view the remote chances of recovery, provision against the full amount has been recorded.

18.3 This amount includes Rs. 17.889 million paid as advance for purchase of securities from Prudential Securities Limited (PSL). Remaining amount of Rs. 0.54 million is blocked in CDC-sub account of the said broker against various shares.

Name of companies	No. of Shares
Al-Ghazi Tractors Limited	500
Javed Omer Vohra & Company Limited	1,000
Pakistan Petroleum Limited	2,100

Operations of PSL have been ceased by PSX and the Modaraba has filed a claim with the PSX for the whole amount. However on confirmed existence of event of default, the provision was made accordingly.

- 18.4 This represents an unauthorised amount debited to Modaraba's account by a scheduled commercial bank on behalf of a party considered to be a group Company. The Modaraba filed a suit for recovery under the Financial Institutions (Recovery of Finances) Ordinance, XLVI of 2001 which was decreed against the Modaraba only due to the reason that it was time-barred. Management of the Modaraba filed an appeal in the Sindh High Court against the judgment of the Banking Court.

The Sindh High Court has set aside the decree of the Banking Court with the directions that the Banking Court, in the first instance, shall decide the application for leave to defend moved by the Bank. The case is under process with the Banking Court.

		September 30 2025	June 30 2025
	Note	-----Rupees-----	
19	TAXATION - NET		
	Advance tax	34,272,694	35,305,012
	Provision for taxation	(3,172,031)	(1,032,318)
		<u>31,100,663</u>	<u>34,272,694</u>

- 19.1 This includes an amount of Rs. 1.674 million forcefully withdrawn from bank by the Taxation Authorities on March 14, 2016 against which the Modaraba has filed an application for refund due to the fact that the amount was wrongly withdrawn on the ground that original return filed for the year 2009 was erroneous. The withdrawal was based on the original return filed whereas the revised return filed and order passed by the Additional Commissioner of Inland Revenue in favor of the Modaraba has been ignored. The management is confident that the amount will be recovered from the tax authority.

20 CASH AND BANK BALANCES

		Cash in hand	30,000	-
		Balances with banks		
		Current accounts	31,965,841	31,645,876
	20.1	Saving accounts	59,867,299	114,591,256
	20.2	Term Deposit Receipt	15,000,000	15,000,000
			<u>106,833,140</u>	<u>161,237,132</u>
			<u>106,863,140</u>	<u>161,237,132</u>

- 20.1 The balance in saving accounts carry profit at an average rates ranging from 4.20% to 9.60% per annum (June 30, 2025: 3.04% to 17.00% per annum).

- 20.2 The Term Deposit Receipt is under lien with Pak Brunei Investment Company Limited against short term finance facility.

21 CERTIFICATE CAPITAL

September 30 2025	June 30, 2025		September 30 2025	June 30 2025
No. of certificates			-----Rupees-----	
<u>152,217,660</u>	<u>152,217,660</u>	Authorised Certificate Capital	<u>1,522,176,600</u>	<u>1,522,176,600</u>
		Modaraba certificates of Rs.10 each		
		Issued, subscribed and paid-up Certificate Capital		
13,451,650	13,451,650	Modaraba certificates of Rs.10 each fully paid in cash	134,516,500	134,516,500
8,864,716	8,864,716	Modaraba certificates of Rs.10/-each fully paid bonus certificates	88,647,160	88,647,160
64,901,294	64,901,294	Modaraba certificates of Rs.10/- each issued under scheme of arrangement for merger with Second and Third Prudential Modaraba	649,012,940	649,012,940
42,174,016	42,174,016	Modaraba certificates issued under Scheme of Merger with KASB Modaraba and First Pak Modaraba	421,740,160	421,740,160
<u>128,391,676</u>	<u>128,391,676</u>		<u>1,293,916,760</u>	<u>1,293,916,760</u>

129,391,676 129,391,676

1,293,916,760 1,293,916,760

As at June 30, 2025, Wasl Modaraba Management Limited(Formerly Awwal Modaraba Management Limited), the management company, held 12,939,167 (June 30, 2025: 12,939,167) certificates of Rs. 10/- each.

22 LEASE LIABILITY AGAINST RIGHT-OF-USE ASSET

September 30 2025	June 30 2025
-----Rupees-----	
Opening	27,111,374
Addition during the period / year	-
Finance cost	771,446
Payments of lease rental	(1,346,145)
Closing	26,536,675
Current portion	8,986,770
Long term portion	17,549,905

23 IJARAH DEPOSITS

September 30 2025	June 30 2025
-----Rupees-----	
Ijarah deposits	111,732,879
Less: Current portion ijarah deposit	(24,747,430)
	86,985,449

24 SHORT TERM FINANCE

Pak Brunei Investment Co. Ltd.	24.1	127,500,000	150,000,000
Wasl Investment Finance Ltd.	24.2	22,500,000	-
		150,000,000	150,000,000

- 24.1 The Modaraba received an amount of Rs.150 million from Pak Brunei Investment Company Ltd (PBICL) under Wakalat-ul-Istismar Agreement dated December 30, 2021. This facility is renewed every year upon maturity by both the parties for further period through addendums to the Wakala Agreement.

As per terms of the facility agreement, the PBICL acts as Muwakil (the Principal) and Modaraba act as a Wakil (the agent) to execute the Shariah Compliant transactions through and as part of the Wakil's Pool of assets for deployment of funds under the extended facility. Return to Muwakil on investment is expected at 3 months KIBOR + 2% per annum.

The facility is secured by way of hypothecation charge over current / fixed assets/ lien on term deposit receipt, assignment of receivables (only on occurrence of event of default / termination) in favor of PBICL and equitable mortgage over the immovable properties.

- 24.2 The Modaraba has received an amount of Rs.22.50 million from Wasl Investment Finance Ltd (WIFL)[Holding Company of the Management Company] under the Wakalat-ul- Istismar Agreement dated July 02, 2025.

As per terms of the facility agreement, the WIFL acts as Muwakil (the Principal) and Modaraba act as a Wakil (the agent) to execute the Shariah Compliant transactions through and as part of the Wakil's Pool of assets for deployment of funds under the extended facility. Return to Muwakil on investment is expected at 3 months KIBOR + 2% per annum.

The facility is secured against the promisory note of the facility amount.

25 ACCRUED AND OTHER LIABILITIES

September 30 2025	June 30 2025
-----Rupees-----	
Accrued expenses	2,863,326
Modaraba Company's remuneration	-
Sales Tax on Management	-
Company's remuneration	8,416,069
Takaful premium payable	1,175,822
Workers' welfare fund	4,358,018
Charity payable	19,527
Client share against financing	1,890,051

Others

13,032,695	12,832,860
<u>31,755,509</u>	<u>31,024,374</u>

- 25.1 The Sindh Assembly passed a bill on May 04, 2015 and notified Sindh Worker's Welfare Act 2014 (the SWWF Act) on June 4, 2015. As per the said SWWF Act the applicability of Sindh Worker's Welfare Fund is effective from the financial year of the entities ended on or after May 31, 2013. Accordingly, provision has been made at the rate of 2% of profit before taxation or taxable income, whichever is higher, effective after June 30, 2014. During the period, an amount of Rs.108,937 (2024: Rs.186,502) have been provided which shall be paid to Federal Government under WWF Ordinance 1971 in accordance with
- 25.2 This includes amounts relating to charity accrued on various non-Shariah compliant avenues. The management utilizes the balances as per the requirements of Clause VI of circular no 8 of 2012 (Shari'ah Compliance and Shari'ah Audit Mechanism) for modarabas.

	September 30 2025	June 30 2025
	-----Rupees-----	
Charity payable		
Opening balance	155,134	35,177
Add: amount credited during the year	20,330	1,588,205
	175,464	1,623,382
Less: paid / adjusted during the year	(175,464)	(1,468,248)
Closing balance	-	155,134

26 CONTINGENCIES AND COMMITMENTS

26.1 Contingencies

- 26.1.1 Taxation officer while making assessment in respect of tax years 2006, 2007 and 2008 disallowed certain expenses on account of apportionment between normal and presumptive income and created an additional demand of Rs. 6.53 million. The Modaraba filed an appeals and hence, no provision has been made in these financial statements in this regard as the management is confident that outcome of the appeals will be decided in favour of the Modaraba.

- 26.1.2 The Modaraba received a letter dated October 01, 2018 from the Assistant Commissioner (Unit 12) of the Sindh Revenue Board (SRB), wherein, it is mentioned that through scrutiny of the financial statements of the Modaraba (for the periods from July 2011 to March 2018 fiscal year years 2012-2017), it came to their notice that the Modaraba is engaged in providing / rendering taxable services which falls under the Second Schedule of Sindh Sales Tax on Services Act, 2011 (the SSTs Act), and the sales tax on such services, i.e. on lease rentals / lease financing transactions remains outstanding which aggregated to Rs. 29.527 million. Such letters were also received by some other Modarabas and it was collectively decided that under the supervision of NBF and Modaraba Association Pakistan, a petition against the same was filed through a common legal counsel with Honorable High Court of Sindh (HCS) challenging levy of Services Sales Tax on lease rentals / lease financing transactions including the vires of various headings of the Second Schedule of the Act. A stay order in this regard was granted by the HCS stating that no adverse order in respect of the proposed treatment shall be made against the Petitioners.

The HCS has disposed of the petition vide order dated February 02, 2025. The petitioner/respondent are directed to proceed in the matter without coercive action against the petitioner, after providing opportunity of hearing.

- 26.1.3 Modaraba filed an appeal with the Appellate Tribunal Inland Revenue on November 06, 2023 against the assessment order of the First Pak Modaraba (Merged Modaraba) for the tax year 2017. The taxation officer erroneously concluded that in the said tax year modaraba acquired vehicles of Rs. 19.98 million which were not appearing in the financial statements as fixed assets, therefore considered as "Unexplained Investments" as per section 111 (1)(b) of the Income Tax Ordinance 2001 and created demand amounted to Rs. 6 million. It was explained that the said vehicles were acquired for financing to the customers, therefore, appearing under the head of "Diminishing Musharika Finance" in accordance with the nature of transaction and reporting framework of Islamic Financial Accounting Standard. The Taxation officer and CIR Appeal did not serve proper notices as these were sent to the office of the previous management company in Islamabad. Initiating the administrative action, the tax authorities blocked the Bank account of the Merged Modaraba.

The management is confident that outcome of the appeal with the tribunal will be decided in favor of the Modaraba as facts are simple and proper opportunities of being heard were not provided by the Taxation officer.

- 26.1.4 During the year 2024, the Modaraba received notices from Sindh Revenue Board (SRB) for the payment of SWWF liability as provided and disclosed in the respective financial statements. The payments of SWWF were held because one of the other modaraba under the previous management filed a petition in the Honourable High Court of Sindh (HCS) against the applicability

of SWWF Act. Other modarabas in the industry also filed the similar petitions. During the year B4352020, the HCS passed the order for depositing the SWWF pertaining to the Sindh operations either with Nazir or with the SRB.

Accordingly, upon receipt of the notices from SRB the modaraba paid the total amount of SWWF (pertains to Sindh operations) from 2016 to 2023.

The Deputy Commissioner-SRB while framing the order, imposed additional tax computed @ 15% per annum for the period of liability remained unpaid. The total amount of additional tax from the year 2016 to 2022 is Rs. 875,575.

The modaraba filed an appeal with the tribunal for condonation of the additional tax imposed by the Deputy Commissioner as total due amount of SWWF has been paid to SRB upon receipt of notices without any contest even though case filed in the HCS by the other modarabas was pending.

The High Court of Sindh vide its order dated January 21, 2025 has disposed off the petition in lieu of the decision of Council of Common Interest, whereby it was held that WWF should remain with the Federal Government to perform its functions under WWF Ordinance 1971. Accordingly, Modaraba commenced the payment to the Federal Government from the current year in compliance of the HCS order.

26.2 Commitment

There was no commitment as at the reporting date.(2024: NIL)

		September 30 2025	September 30 2024
		-----Rupees-----	
27	IJARAH RENTALS EARNED	45,163,077	6,890,313
28	OTHER INCOME		
	Gain/loss on disposal of property and equipment -Ijarah	-	294,901
	Documentation charges and others	-	35,000
	Termination charges on diminishing Musharaka/ Ijarah facilities (Net)	143,416	545,139
	Miscellaneous Income	-	370,228
		100,148	101,971
		243,564	1,347,239
29	REVERSAL OF PROVISION AGAINST DOUBTFUL RECEIVABLES		
	Reversal against modaraba, morabaha finance	65,000	65,000
		65,000	65,000
30	ADMINISTRATIVE EXPENSES		
	Salaries, allowances and benefits	30.1 11,464,323	13,094,032
	Fees and subscription	30.3 1,683,905	795,523
	Repairs and maintenance	1,729,871	759,742
	Rent, rates and taxes	203,685	643,521
	Registrar services	201,246	201,249
	Telephone and postage	324,277	13,710
	Travelling and conveyance	1,267,434	8,245
	Depreciation-own use assets	3,582,377	168,314
	Auditors' remuneration	30.2 275,001	275,001
	Electricity, water and gas	825,390	221,504
	Printing and stationery	290,395	84,590
	Vehicles running	29,700	-
	Legal and professional	1,490,587	1,003,425
	Entertainment	224,594	89,654

Advertisement	226,600	-
Takaful	442,238	209,141
Shared services cost	-	2,406,231
Miscellaneous	-	49,500
Donation	139,168	-
	<u>24,400,791</u>	<u>20,023,383</u>

31 FINANCE CHARGES

Bank charges	22,703	-
Return on short term finance	4,041,985	8,363,437
Finance cost on lease liability against right-of-use asset	771,446	-
	<u>4,836,134</u>	<u>8,363,437</u>

32 MANAGEMENT COMPANY'S REMUNERATION

The Modaraba Management Company is entitled to a remuneration for services rendered to the Modaraba under provisions of the Modaraba Companies and Modarabas (Floatation and Control) Ordinance, 1980 up to a maximum of 10% per annum of the net annual profits of the Modaraba.

33 PROVISION FOR SERVICE SALES TAX ON MANAGEMENT COMPANY'S REMUNERATION

The Sindh Revenue Board (SRB) has imposed Sindh Sales Tax (SST) on the Modaraba Management Company's remuneration with effect from 01 November 2011. However, certain modaraba management companies have approached the Honourable Sindh High Court (HSHC) and Appellate Tribunal of SRB, challenging the levy of SST on management company's remuneration. The Modaraba Management Company has not received any demand notice from SRB for payment of SST on Management Company's remuneration and based on legal advisor's opinion previously obtained by one of the Modaraba under common management, can neither file any petition challenging the levy of SST on Management Company's remuneration nor can join the proceedings of pending petition in the Court (HSHC). As a matter of abundant caution the management is accruing SST on Management Company's remuneration and will discharge the liability on direction of the Court (HSHC) based on outcome of the petition filed by other Modaraba Management Companies.

	September 30 2025	June 30 2025
	-----Rupees-----	
34 TAXATION		
Current	3,172,031	1,764,367
Deferred	(7,678,530)	1,443,446
	<u>(4,506,499)</u>	<u>3,207,813</u>

Provision for current taxation is based on taxable income for the period at the current rates of taxation after taking into account applicable tax credits, rebates and exemptions available, if any.

35 EARNINGS PER CERTIFICATE - BASIC AND DILUTED

	September 30 2025	September 30 2025
	-----Rupees-----	
Profit for the period after taxation	<u>9,844,403</u>	<u>7,189,680</u>
Weighted average number of certificates:	<u>129,391,676</u>	<u>129,391,676</u>
Earning per certificate:	0.08	0.06

Diluted

Diluted earnings per certificate has not been presented as the Modaraba does not have any convertible instruments in issue as at reporting date which would have any effect on the earnings per certificate if the option to convert is exercised.

36 RELATED PARTY TRANSACTIONS AND BALANCES

The related parties of the Modaraba comprise of the Management Company and its Holding Company, other associated companies, staff retirement funds, Directors and Key Management Personnel. Transactions with related parties are carried out at agreed rates as approved by the Board of Management Company.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Modaraba. The Modaraba considers its Chief Financial Officer and business heads to be its key management personnel. There are no transactions with key management personnel other than their terms of employment / entitlement. Details of certificate holding of Holding Company, Management Company, Directors, Key Management Personnel and their family members are disclosed in pattern of certificate holding included in the annual report of the Modaraba.

36.1 Transactions during the period:

Name of the Company	Nature of Transactions	September 30, 2025	September 30, 2024
-----Rupees-----			
Expense / (income) during the period			
Staff Provident Fund	Contribution made	551,586	286,404
Wasl Finance Investment Finance Limited		741,760	
	Holding Company of the Management Company (Return on Wakalatul Istismar finance facility)		-
Payments / (Receipts) made during the period			
Staff Provident Fund	Contribution made	551,586	286,404
Wasl Modaraba Management Limited	Management Company's remuneration	-	7,126,101
Wasl Finance Investment Finance Limited		(22,500,000)	-
	Holding Company of the Management Company (Receipt against Wakalatul Istismar finance facility)		

		September 30, 2025	June 30, 2025
-----Rupees-----			
36.2 Amount outstanding as at period end			
Wasl Modaraba Management Limited	Management Company's remuneration	4,503,518	4,503,518
Wasl Finance Investment Finance Limited		22,500,000	-
	Holding Company of the Management Company (Short Term Finance)		

37 CORRESPONDING FIGURES

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

38 DATE OF AUTHORISATION

These financial statements were authorised for issue on October 29, 2025 by the Board of Directors of the Management Company.

39 GENERAL

Amounts have been rounded off to the nearest rupee unless otherwise stated.

**For Wasl Modaraba Management Limited (Formerly Awwal Modaraba Management Limited)
(Management Company)**

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR



**WASL | Mobility
Modaraba**

(Formerly First Prudential Modaraba)

Registered & Head Office

818, 8th Floor, High-Q Tower

Jail Road, Gulberg-V, Lahore

Phone : 042-35135117

Branch Office

Suit No: A & B, 3rd Floor, Plot No: 31-C,

Khayaban-e-Shamsheer, DHA, Phase-V, Karachi

Phone : 021-35155610