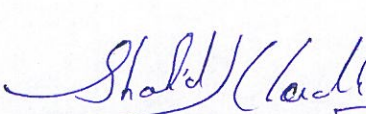
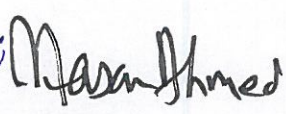
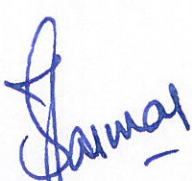


**FIRST NATIONAL BANK MODARABA
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2026**

	Note	2026 Rupees	2025 Rupees
ASSETS			
CURRENT ASSETS			
Cash and bank balances	5	4,171,405	9,483,517
Short term murabaha investments - secured	6	1,772,953	1,772,953
Accrued profit	7	3,560,584	4,004,983
Short term investments	8	354,012,983	331,775,000
Ijarah rentals receivable	9	11,804,532	11,804,532
Prepayments and other receivables	10	1,406,586	1,248,025
Income tax recoverable/ adjustable		20,479,936	14,305,990
Current portion of non-current assets	11	5,975,887	6,655,511
		403,184,866	381,050,511
NON-CURRENT ASSETS			
Net investment in ijarah finance	12	7,144,909	8,991,704
Long term murabaha investments - secured	13	-	2,273,581
Long term deposit		37,500	39,500
Intangible asset	14	-	-
Fixed assets under ijarah arrangements	15	32,949,326	32,949,326
Fixed assets under own use	16	29,173	117,704
		40,160,908	44,371,815
TOTAL ASSETS		443,345,774	425,422,326
LIABILITIES			
CURRENT LIABILITIES			
Accrued profit on short term financing		216,702,675	191,085,330
Short term financing - secured	17	217,063,388	217,063,388
Creditors, accrued and other liabilities	18	5,500,061	8,419,322
Unclaimed dividend		425,218	425,218
Security deposits against ijarah assets		32,996,026	32,996,026
Deferred murabaha income	19	-	-
Provision for taxation	29	540,491	961,523
TOTAL LIABILITIES		(473,227,859)	(450,950,807)
NET LIABILITIES		(29,882,085)	(25,528,481)
FINANCED BY:			
Certificate capital	20	250,000,000	250,000,000
Statutory reserve	21	45,519,244	45,519,244
Accumulated loss		(325,401,329)	(321,047,725)
TOTAL EQUITY AND RESERVES		(29,882,085)	(25,528,481)
CONTINGENCIES AND COMMITMENTS			
	22	-	-

The annexed notes 1 to 38 form an integral part of these financial statements.



 CHIEF EXECUTIVE OFFICER National Bank Modaraba Management Company Limited	 DIRECTOR National Bank Modaraba Management Company Limited	 DIRECTOR National Bank Modaraba Management Company Limited	 CHIEF FINANCIAL OFFICER National Bank Modaraba Management Company Limited
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FIRST NATIONAL BANK MODARABA
STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2026

	Note	2026 Rupees	2025 Rupees
INCOME FROM OPERATIONS			
Profit on bank deposits		376,999	396,448
Profit on short term investments	23	32,390,858	40,452,229
		32,767,857	40,848,677
OTHER INCOME			
Reversal of provision charged for doubtful receivables	27	461,867	1,888,721
Suspension reversed during the year		5,713,389	6,375,174
Other income	24	-	26,166
		6,175,256	8,290,061
TOTAL INCOME		38,943,113	49,138,738
EXPENSES			
Operating expenses	25	(17,627,680)	(16,304,713)
Finance cost	26	(25,639,154)	(34,286,209)
TOTAL EXPENSES		(43,266,834)	(50,590,922)
OPERATING LOSS BEFORE PROVISIONS AND TAXATION		(4,323,721)	(1,452,184)
Provision charged for doubtful receivables	27	-	(849,177)
LOSS BEFORE MANAGEMENT COMPANY'S FEE		(4,323,721)	(2,301,361)
Modaraba Management Company's fee	28	-	-
LOSS BEFORE LEVIES AND INCOME TAX		(4,323,721)	(2,301,361)
Levies	29	(540,491)	(961,523)
LOSS BEFORE INCOME TAX		(4,864,212)	(3,262,884)
Taxation - Income tax	30	510,608	(696,742)
LOSS FOR THE YEAR		(4,353,604)	(3,959,626)
OTHER COMPREHENSIVE LOSS - NET OF INCOME TAX			
Items that may be reclassified subsequently to the statement of profit and loss		-	-
Items that will not be reclassified subsequently to the statement of profit and loss			
- Unrealised loss on revaluation of sukuk		-	(723,859)
Other comprehensive loss for the year		-	(723,859)
TOTAL COMPREHENSIVE LOSS FOR THE YEAR		(4,353,604)	(4,683,485)
LOSS PER MODARABA CERTIFICATE - BASIC AND DILUTED	31	(0.17)	(0.16)

The annexed notes 1 to 38 form an integral part of these financial statements.



Shahid Chaudhry
CHIEF EXECUTIVE OFFICER

National Bank Modaraba Management
Company Limited

Masood Ahmed
DIRECTOR
National Bank Modaraba
Management Company Limited

Farman
DIRECTOR
National Bank Modaraba
Management Company Limited

Abdul
CHIEF FINANCIAL OFFICER
National Bank Modaraba Management
Company Limited

**FIRST NATIONAL BANK MODARABA
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2026**

Particulars	Certificate capital	Statutory reserve	Accumulated loss	Subtotal	Unrealised loss on revaluation of sukuku	Total equity and reserves
Rupees						
Balance as at 01 July 2024	250,000,000	45,519,244	(314,583,212)	(19,063,968)	(1,781,028)	(20,844,996)
Total comprehensive loss :						
Loss for the year	-	-	(3,959,626)	(3,959,626)	-	(3,959,626)
Other comprehensive loss for the year	-	-	-	-	(723,859)	(723,859)
Transfer from unrealized loss on revaluation of sukuku to accumulated loss	-	-	(2,504,887)	(2,504,887)	2,504,887	-
	-	-	(6,464,513)	(6,464,513)	1,781,028	(4,683,485)
Transferred to statutory reserve (note 22)	-	-	-	-	-	-
Balance as at 30 June 2025	250,000,000	45,519,244	(321,047,725)	(25,528,481)	-	(25,528,481)
Total comprehensive loss :						
Loss for the year	-	-	(4,353,604)	(4,353,604)	-	(4,353,604)
Other comprehensive loss for the year	-	-	-	-	-	-
	-	-	(4,353,604)	(4,353,604)	-	(4,353,604)
Transferred to statutory reserve (note 22)	-	-	-	-	-	-
Balance as at 30 June 2026	250,000,000	45,519,244	(325,401,329)	(29,882,085)	-	(29,882,085)

The annexed notes 1 to 38 form an integral part of these financial statements.



Shahid Ullah
CHIEF EXECUTIVE OFFICER

National Bank Modaraba Management
Company Limited

Masud Ahmed
DIRECTOR

National Bank Modaraba
Management Company Limited

Saima
DIRECTOR

National Bank Modaraba
Management Company Limited

Waqar
CHIEF FINANCIAL OFFICER

National Bank Modaraba Management
Company Limited

**FIRST NATIONAL BANK MODARABA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2026**

CASH FLOWS FORM OPERATING ACTIVITIES

Loss before levies and income tax

(4,323,721)

(2,301,361)

Adjustments for non-cash and other items:

- Depreciation on fixed assets under own use
- Profit on short term investments
- Charge of provision against doubtful net investment in ijarah finance
- Reversal of provision charged on short term murabaha investments
- Reversal of provision charged on net investment in ijarah
- Reversal of provision on diminishing musharaka financing
- Suspension reversed during the year
- Finance cost
- Profit on bank deposits

16

88,531

95,823

23

(32,390,858)

(40,452,229)

-

849,177

6.2

-

(1,727,541)

27

(461,867)

-

-

(161,180)

(5,713,389)

(6,375,174)

26

25,639,154

34,286,209

(376,999)

(396,448)

(13,215,428)

(13,881,363)

(17,539,149)

(16,182,724)

Operating cash flows before working capital changes

Changes in working capital:

Decrease/ (increase) in current assets:

- Accrued profit
- Ijarah rentals receivable
- Advances, prepayments and other receivables
- Short term murabaha investments - secured
- Diminishing musharaka financing
- Income tax recoverable/ adjustable
- Long term murabaha investments - secured
- Long term deposit
- Net investment in ijarah financing

13.1

32,835,257

44,949,040

5,713,389

8,176,090

(158,561)

(287,501)

-

1,727,541

-

161,180

(6,173,946)

1,046,348

4,800,000

4,800,000

2,000

-

461,867

-

(2,919,261)

(307,999)

34,560,745

60,264,699

17,021,596

44,081,975

(21,809)

(19,298)

(450,915)

(465,439)

-

(7,542,019)

376,999

396,448

16,925,871

36,451,667

Decrease in current liabilities:

- Creditors, accrued and other liabilities

Net changes in working capital

Finance cost paid

26

Levies paid

Income taxes paid

Profit received on bank deposits

Net cash generated from operating activities

CASH FLOWS FROM INVESTING ACTIVITIES

Investment made in fixed assets - under own use

Short term investments - net

Net cash used in investing activities

-

(22,900)

(22,237,983)

(36,655,500)

(22,237,983)

(36,678,400)

CASH FLOWS FROM FINANCING ACTIVITIES

Net decrease in cash and cash equivalents

Cash and cash equivalents at the beginning of the year

Cash and cash equivalents at the end of the year

5

(5,312,112)

(226,733)

9,483,517

9,710,250

4,171,405

9,483,517

The annexed notes 1 to 38 form an integral part of these financial statements.

CHIEF EXECUTIVE OFFICER

National Bank Modaraba Management
Company Limited

DIRECTOR

National Bank Modaraba
Management Company Limited

DIRECTOR

National Bank Modaraba
Management Company Limited

CHIEF FINANCIAL OFFICER

National Bank Modaraba Management
Company Limited



Report on other legal and regulatory requirements

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

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

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

Rahman Sarfaraz Rahim Iqbal Rafiq
Chartered Accountants
Lahore:
UDIN: AR202610701HZgw9fXpn