

Ref. No.: UCAPM/PSX/0018/2018

February 20, 2018

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi.

Dear Sir,

Material Information – Holding of Annual Review Meeting 2016.

We are writing to inform you that Annual Review Meeting 2016 of UNICAP Modaraba was held at its registered office on 20.02.2018 at 11:30am.

The Audited Financial Accounts of the company for the year ended 30 June 2016 were received, considered, adopted and approved by the share/certificate holders.

The Management briefed the share/certificate holders regarding the reasons causing the delay in holding ARM 2016. The management also briefed about the steps taken towards the revival process of the Modaraba and updated them regarding the increase in capital of the Modaraba from 136M to 236M in the financial year ending 30th June 2016 by virtue of injection of private money amounting Rs.50 M as fresh equity in the Modaraba by the sponsors.

The management also informed that the present management of the Modaraba did not inherit a single rupee of public money in the equity of the Modaraba at the time of take over in December 2014 as its equity stood completely eroded, instead they inherited it with negative equity of Rs. (509,887) and accumulated losses amounting Rs. 146,648,860.

The management further informed that the case of UNICAP is different from other Modaraba Companies as under the current revival arrangements the company is operating with fresh private capital injected by the sponsors instead of any public money. Further, the company is being revived through a specific revival plan for which stage-wise regularization is being carried out for which dedicated personal efforts of the management as well as the sponsors is required and in addition to that an aggressive and persistent regulator assistance by SECP for completing the stage wise regularization of UNICAP Modaraba is also mandatory.

The meeting ended with an expression of satisfaction by the share/certificate holders on the revival process of the Modaraba company.

You may kindly disseminate this information on Stock Exchange accordingly.

Yours Sincerely,

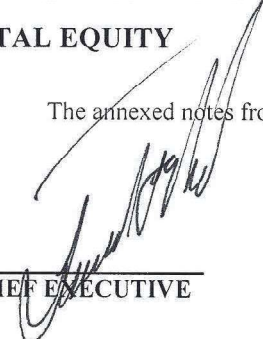
Junaid Iqbal
Chief Executive Officer

6-M/2, Block – H, Gulberg – II, Lahore, Pakistan

UNICAP MODARABA
BALANCE SHEET
AS AT JUNE 30, 2016

| | Notes | 2016 Rupees | 2015 Rupees |
|---|-------|--------------------------|---------------------------|
| ASSETS | | | |
| Non-current Assets | | | |
| Property & equipment | 5 | 617,947 | 190,600 |
| Current Assets | | | |
| Investments - Stock in trade | 6 | 50,487,000 | - |
| Advances, deposits & prepayments | 7 | 297,232 | - |
| Other receivables | 8 | 627,580 | 127,580 |
| Cash & bank balances | 9 | 17,236 | 1,615,455 |
| | | 51,429,048 | 1,743,035 |
| TOTAL ASSETS | | <u>52,046,995</u> | <u>1,933,635</u> |
| LIABILITIES | | | |
| Long Term Liabilities | | | |
| | 10 | 5,286,247 | 320,000 |
| Current Liabilities | | | |
| Accrued and other liabilities | 11 | 2,916,660 | 2,071,160 |
| Provision for taxation | | 901,489 | 901,489 |
| | | 3,818,149 | 2,972,649 |
| TOTAL LIABILITIES | | <u>9,104,396</u> | <u>3,292,649</u> |
| TOTAL NET ASSETS | | <u>42,942,599</u> | <u>(1,359,014)</u> |
| REPRESENTED BY: | | | |
| Certificate Capital | | | |
| Authorized Modaraba Fund | 12 | <u>200,000,000</u> | <u>200,000,000</u> |
| Issued, subscribed & paid up certificates | 12 | 236,400,000 | 136,400,000 |
| Discount on issuance of certificates | 12 | (50,000,000) | - |
| Reserves | | | |
| Statutory Reserve | SCE | 8,738,973 | 8,738,973 |
| Retained Earnings | SCE | (152,196,374) | (146,497,987) |
| Contingencies & Commitments | | | |
| | 13 | - | - |
| TOTAL EQUITY | | <u>42,942,599</u> | <u>(1,359,014)</u> |

The annexed notes from (1) to (19) form an integral part of these financial statements.


 CHIEF EXECUTIVE


 DIRECTOR

UNICAP MODARABA
PROFIT & LOSS ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2016

| | Notes | 2016 Rupees | 2015 Rupees |
|--|-------|--------------------|------------------|
| INCOME | | | |
| Ijara rental income | | - | 108,811 |
| Financial advisory | | 500,000 | - |
| Un-realised gain on investment | | - | 16,725 |
| Gain on sale of fixed asset | | - | 109,536 |
| Reversal of mark-up | 14 | - | 85,094 |
| Profit on bank account | | - | - |
| | | 500,000 | 320,166 |
| EXPENDITURE | | | |
| Administrative expenses | 15 | 6,198,387 | 1,150,423 |
| Impairment in value of investment | | - | 18,870 |
| | | 6,198,387 | 1,169,293 |
| (Loss) for the year before Management Fee | | (5,698,387) | (849,127) |
| Modaraba company's management fee | | - | - |
| (Loss) for the year before taxation | | (5,698,387) | (849,127) |
| Taxation | | - | - |
| (LOSS) FOR THE YEAR AFTER TAXATION | | (5,698,387) | (849,127) |

The annexed notes from (1) to (19) form an integral part of these financial statements.



 CHIEF EXECUTIVE



 DIRECTOR