

**Un-Audited
Standalone & Consolidated
Condensed Interim Financial Information
For The Nine Months Period Ended
March 31, 2022**



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B.R.R. TOWER



B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

Managed by:

B.R.R. Investment (Private) Limited

2022



B.R.R. Guardian Modaraba

(An Islamic Financial Institution)

Managed by:

B.R.R. Investment (Private) Limited

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B.R.R. Guardian Modaraba

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B.R.R. Guardian Modaraba

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Managed by:

B.R.R. Investment (Private) Limited

CORPORATE INFORMATION

| | |
|---------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Modaraba Company | B.R.R. Investment (Private) Limited |
| Chairman | Mr. Rafique Dawood |
| Chief Executive | Mr. Ayaz Dawood |
| Directors | Mr. Waqas Anwar Qureshi - Director Syed Ali Raza - Director |
| Audit Committee | Mr. Waqas Anwar Qureshi - Chairman Mr. Rafique Dawood - Member Syed Ali Raza - Member |
| HR and Remuneration Committee | Syed Ali Raza - Chairman Mr. Rafique Dawood - Member Mr. Waqas Anwar Qureshi - Member |
| Shariah Advisor | Mufti Muhammad Aqeel |
| Chief Financial Officer | Syed Tariq Masood |
| Company Secretary | Mr. Tahir Mehmood |
| Head of Internal Audit | Abdul Rahman Subhan |
| Auditors | Horwath Hussain Chaudhury & Co. Chartered Accountants |
| Legal Advisor | A.Q. Abbasi & Associates Malik & Malik Law Associates Minto & Mirza Nuruddin Saki & Co. Rabbani & Ansari Advocates S & B Durrani Law Associate |
| Bankers | AlBaraka Bank (Pakistan) Limited Habib Metropolitan Bank Limited National Bank of Pakistan |
| Website | www.firstdawood.com/brr |
| Registered Office & Head Office | 1900-B, Saima Trade Tower, I.I. Chundrigar Road, Karachi-74000 Tel : 92-21-32270181-6 Fax : 92-21-3227-1912 |
| Registrars | F.D. Registrar Services (Pvt.) Ltd 1705, 17th Floor, Saima Trade Tower "A" I.I. Chundrigar Road, Karachi-74000 Phone # 92-21-35478192-3 # 92-21-32271905-6 Fax # 92-21-32213243 |
| Branch Offices | Office No. 405 4th Floor, ISE Tower Jinnah Avenue, Islamabad |
| Security Vault | G-187, Block-2, Shahrah-e-Quaideen, PECHS Karachi-754000 |



B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

DIRECTORS REPORT

Dear Certificate holders,

The Board of Directors of B.R.R. Investment (Private) Limited, Manager of B.R.R. Guardian Modaraba (BRRGM), take pleasure in presenting the 3rd Quarter Financial statement of the Modaraba for the nine months ended March 31, 2022.

OPERATIONS AND PERFORMANCE

| Financial highlights | March 31, 2022 | March 31, 2021 |
|-------------------------------------------------|--------------------|-------------------|
| | Rupees..... | |
| Rental Income | 187,443,494 | 170,775,242 |
| Total Income | 252,832,166 | 473,228,042 |
| Total Expenses | 123,530,388 | 125,144,452 |
| Profit after Management fee, WWF and Tax | 109,558,137 | 302,575,141 |
| Earning per certificate | 1.15 | 3.19 |

During the nine months period under review the Modaraba has earned net operating profit of Rs. 109.558 million, as compared with Rs. 302.575 million profit in the same period last year.

Further, the Certificate Holders' Equity of Modaraba stands at Rs. 3,179.239 million as compared with Rs. 2,697.624 million in the same period last year with an increase of 17.85%. The break-up value share comes to Rs 33.47 per certificate as compared with Rs 28.40 per certificate in the same period last year after paying cash dividend amounting to Rs. 125.398 million.

Operating expenses of the Modaraba have remained within the budget.

CONCLUSION / FUTURE PROSPECT:

In view of the withdrawal of Tax exemption of Modaraba, the management has decided to convert your Modaraba into a company listed on PSX. We believe that the cost of regulatory compliance on Modaraba is greater than the benefits. On April 13, 2022 the Modaraba has submitted petition for approval of Sindh High Court for merger by way of amalgamation of BRR Guardian Modaraba with and into BRR Guardian Limited under section 279 to 283, read with section 505 of the Companies Act, 2017.

On Behalf of the Board of Directors
B.R.R. Investment (Private) Limited

Syed Ali Raza
Director

Ayaz Dawood
Chief Executive Officer

April 27, 2022
Karachi



B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

بی.آر.آر. گارجین مڈار بہ ڈائریکٹرز کی رپورٹ

محترم سرٹیفکیٹ ہولڈرز،

بی.آر.آر. انویسٹمنٹ (پرائیویٹ) لمیٹڈ ("بی.آر.آر. آئی" یا کہتی)، بورڈ آف ڈائریکٹرز کی طرف سے، بی.آر.آر. گارجین مڈار بہ (بی.آر.آر. آئی ایم) کے ناظم کی حیثیت سے ہم مارچ 31، 2022 کو ختم ہونے والی تیسری سہ ماہی کے مالیاتی گوشوارے پیش کرتے ہوئے بے حد مسرت محسوس کر رہے ہیں۔

آپریشن اور کارکردگی

| مارچ 31، 2021 | مارچ 31، 2022 | مالیاتی جھلکیاں |
|-------------------------------|--------------------|--------------------------------------------|
| پاکستانی روپے میں | | |
| 170,775,242 | 187,443,494 | کرایہ سے آمدنی |
| 473,228,042 | 252,832,166 | کل آمدنی |
| 125,144,452 | 123,530,388 | کل اخراجات |
| 302,575,141 | 109,558,137 | منافع قبل از انتظامی فیس، ڈیویڈنڈ اور ٹیکس |
| 3.19 | 1.15 | تعلقی سرٹیفکیٹ |

زیر جائزہ نو ماہی کے دوران مڈار بہ نے خالص آپریٹنگ منافع 109,558 ملین روپے کمایا، جبکہ گذشتہ سال کے اسی عرصہ میں 302,575 ملین روپے منافع ہوا تھا۔

مزید، مڈار بہ کے سرٹیفکیٹ ہولڈرز کی ایکویٹی گذشتہ سال کی اسی مدت میں 2,697.624 ملین روپے کے مقابلے میں 3,179.239 ملین روپے رہی جو کہ 17.85 فیصد کا اضافہ ہے۔ نقد منافع مقدمہ کی رقم 125.398 ملین روپے کی ادائیگی کے بعد بریک اپ ویلیو شیئر 33.47 روپے فی سرٹیفکیٹ رہی جو کہ پچھلے سال کی اسی مدت میں 28.40 روپے فی سرٹیفکیٹ تھی۔ مڈار بہ کے آپریٹنگ اخراجات بجٹ کے اندر رہے ہیں۔

تجارتی مستقبل کا امکان

مڈار بہ کی ٹیکس ایشی کی واپسی کے پیش نظر، انتظامیہ نے آپ کے مڈار بہ کو PSX پر مندرجہ کہنی میں تبدیل کرنے کا فیصلہ کیا ہے۔ ہمارا یقین ہے کہ مڈار بہ پر ریگولیٹری تبدیلی کی لاگت فوائد سے زیادہ ہے۔ 13 اپریل 2022 کو مڈار بہ نے سندھ ہائی کورٹ میں بی.آر.آر. گارجین لمیٹڈ کے ساتھ درخواست برائے انتظام کہنی ایکٹ۔ 2017 کے سیکشن 279 تا 283 اور سیکشن 505 کے تحت، منظوری کے لئے جمع کروادی ہے۔

از طرف بورڈ آف ڈائریکٹرز

بی.آر.آر. انویسٹمنٹ (پرائیویٹ) لمیٹڈ

ایاز داؤد
چیف ایگزیکٹو آفیسر

سید علی رضا
ڈائریکٹر

اپریل 27، 2022

کراچی



B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

**CONDENSED INTERIM BALANCE SHEET
AS AT MARCH 31, 2022**

| | | (Un-audited) March 31, 2022 | (Audited) June 30, 2021 |
|------------------------------------------------------------------------|------|-----------------------------------|-------------------------------|
| | Note | ----- (Rupees) ----- | |
| ASSETS | | | |
| NON CURRENT ASSETS | | | |
| Property, plant and equipment | 4 | 90,385,389 | 93,366,207 |
| Investment properties | 5 | 911,005,175 | 942,279,180 |
| Long-term investment | 6 | 55,000,000 | 55,000,000 |
| Long-term musharaka finances | | 54,869,135 | 67,308,227 |
| Long-term loans, advances and deposits | | 5,859,686 | 6,191,123 |
| | | 1,117,119,385 | 1,164,144,737 |
| CURRENT ASSETS | | | |
| Short-term investments | 7 | 2,288,174,524 | 1,910,046,261 |
| Current portion of musharaka finances | | 30,528,034 | 25,809,072 |
| Ijarah / lease rental receivable | | 14,055 | 36,934 |
| Loans, advances and prepayments | | 40,027,467 | 17,511,532 |
| Accrued profit | | 863,851 | 455,240 |
| Other receivables | | 43,942,572 | 89,819,830 |
| Taxation | | 35,249,381 | 19,897,780 |
| Cash and bank balances | | 39,678,528 | 39,381,695 |
| | | 2,478,478,412 | 2,102,958,344 |
| | | 3,595,597,797 | 3,267,103,081 |
| TOTAL ASSETS | | | |
| EQUITY AND LIABILITIES | | | |
| CAPITAL AND RESERVES | | | |
| Authorised capital | | | |
| 140,000,000 (2021: 140,000,000) Modaraba certificates of Rs. 10/- each | | 1,400,000,000 | 1,400,000,000 |
| Issued, subscribed and paid-up certificate capital | | 949,984,890 | 949,984,890 |
| Reserves | 8 | 585,894,352 | 579,965,705 |
| Surplus on revaluation of investments | | 1,643,359,432 | 1,341,185,560 |
| | | 3,179,238,674 | 2,871,136,155 |
| LIABILITIES | | | |
| NON CURRENT LIABILITIES | | | |
| Long-term loans | | - | - |
| Long-term murabaha, musharaka | | - | - |
| Long-term security deposits | | 67,950,540 | 66,182,475 |
| | | 67,950,540 | 66,182,475 |
| CURRENT LIABILITIES | | | |
| Current portion of long-term loan | | 6,888,684 | 27,544,684 |
| Current portion of long-term murabaha, musharaka | | 150,000,000 | 90,000,000 |
| Current portion of security deposits | | 20,806,249 | 22,495,349 |
| Creditors, accrued and other liabilities | | 133,380,078 | 157,649,885 |
| Accrued profit on borrowings | | 1,253,040 | 83,978 |
| Profit distribution payable | | 36,080,532 | 32,010,555 |
| | | 348,408,583 | 329,784,451 |
| | | 3,595,597,797 | 3,267,103,081 |
| TOTAL EQUITY AND LIABILITIES | | | |
| CONTINGENCIES AND COMMITMENTS | | | |
| | 9 | | |

The annexed notes from 1 to 13 form an integral part of these condensed interim financial information

**For B.R.R. Investment (Private) Limited
(Modaraba Management Company)**

**Rafiq Dawood
Chairman**

**Ayaz Dawood
Chief Executive Officer**

**Syed Ali Raza
Director**

**Syed Tariq Masood
Chief Financial Officer**



B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2022
(UN-AUDITED)**

| | Nine Months Ended | | Quarter Ended | |
|-------------------------------------------------------------|--------------------|--------------------|-------------------|--------------------|
| | March 31, 2022 | March 31, 2021 | March 31, 2022 | March 31, 2021 |
| Note | ----- Rupees ----- | | | |
| INCOME | | | | |
| Rental income | 187,443,494 | 170,775,242 | 63,675,605 | 56,219,470 |
| Income on musharaka finances | 9,274,341 | 7,648,685 | 3,167,304 | 2,162,421 |
| Ijarah rental income - net | 1,278,554 | 889,499 | 700,000 | 166,745 |
| Return on investments - net | 14,968,385 | 79,114,600 | 5,951,331 | 24,246,705 |
| Profit on bank balances | 631,260 | 455,112 | 209,101 | 146,546 |
| Reversal of provision for doubtful receivables-net | 7,819,837 | 2,412,895 | 272,783 | 875,200 |
| Unrealised gain / (loss) on revaluation of FVTPL investment | 24,659,504 | 202,382,805 | (30,806,466) | 120,771,808 |
| Gain on disposal of ijarah assets | - | 374,032 | - | 92,659 |
| Other income | 6,756,791 | 9,175,172 | 1,375,565 | 279,873 |
| | 252,832,166 | 473,228,042 | 44,545,223 | 204,961,427 |
| EXPENSES | | | | |
| Administrative expenses | 83,301,736 | 97,858,993 | 23,432,423 | 32,468,278 |
| Depreciation on Investment properties | 31,390,786 | 22,249,770 | 10,460,203 | 7,416,593 |
| Financial charges | 8,837,866 | 5,035,689 | 3,889,023 | 1,289,196 |
| | 123,530,388 | 125,144,452 | 37,781,649 | 41,174,067 |
| Profit before management fee | 129,301,778 | 348,083,590 | 6,763,574 | 163,787,360 |
| Modaraba management company's fee | 12,930,178 | 34,808,359 | 676,358 | 16,378,736 |
| Sales tax on modaraba management company's fee | 1,680,923 | 4,525,087 | 87,926 | 2,129,236 |
| Provision for Sindh Worker's Welfare Fund | 2,293,814 | 6,175,003 | 119,986 | 2,905,588 |
| Profit before taxation | 112,396,863 | 302,575,141 | 5,879,304 | 142,373,800 |
| Taxation | 2,838,726 | - | 928,464 | - |
| Net Profit for the period | 109,558,137 | 302,575,141 | 4,950,840 | 142,373,800 |
| Earnings per certificate-basic and diluted | 1.15 | 3.19 | 0.05 | 1.50 |

The annexed notes from 1 to 13 form an integral part of these condensed interim financial information

**For B.R.R. Investment (Private) Limited
(Modaraba Management Company)**

Rafiq Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Syed Ali Raza
Director

Syed Tariq Masood
Chief Financial Officer



B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2022
(UN-AUDITED)**

| | Nine Months ended | | Quarter Ended | |
|----------------------------------------------------------------------------------|--------------------|--------------------|---------------------|--------------------|
| | March 31, 2022 | March 31, 2021 | March 31, 2022 | March 31, 2021 |
| | ----- Rupees ----- | | | |
| Profit for the period | 109,558,137 | 302,575,141 | 4,950,840 | 142,373,800 |
| Other comprehensive income / (loss) loss for the period | | | | |
| Items that will be subsequently reclassified : | | | | |
| Unrealised gain / (loss) on revaluation of fair value through OCI investments | 323,942,387 | 644,887,927 | (91,383,438) | 105,142,645 |
| Total comprehensive income / (loss) for the period | 433,500,524 | 947,463,068 | (86,432,598) | 247,516,445 |

The annexed notes from 1 to 13 form an integral part of these condensed interim financial information

For B.R.R. Investment (Private) Limited
(Modaraba Management Company)

Rafiq Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Syed Ali Raza
Director

Syed Tariq Masood
Chief Financial Officer



B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

**CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022
(UN-AUDITED)**

| | March 31, 2022 Rupees | March 31, 2021 Rupees |
|---------------------------------------------------------------------------|-----------------------------|-----------------------------|
| A CASH FLOW FROM OPERATING ACTIVITIES | | |
| Profit for the period | 112,396,863 | 302,575,141 |
| Adjustment for non-cash and other items | | |
| Depreciation on owned assets | 41,144,444 | 30,356,342 |
| Depreciation on ijarah assets | 196,107 | 1,602,556 |
| Provision against doubtful receivable - net | (7,819,837) | (2,412,895) |
| Gain on disposal of property and equipment - owned | (692,559) | (349,384) |
| Gain on disposal of property, plant and equipment - leased / ijarah | - | (374,032) |
| Ijarah rental income | (1,474,661) | (2,492,055) |
| Income on musharaka, murabaha | (9,274,341) | (7,648,685) |
| Unrealised gain on revaluation of FVTPL investment | (24,659,504) | (202,382,805) |
| Financial charges | 8,837,866 | 5,035,689 |
| Return on investments - net | (15,787,547) | (80,801,566) |
| | (9,530,032) | (259,466,835) |
| (Increase) / decrease in current assets | | |
| Ijarah / lease rentals receivable | 1,483,485 | 3,097,912 |
| Loans, advances and prepayments | (22,184,498) | (11,729,268) |
| Accrued profit | 8,865,730 | 7,688,715 |
| Other receivables | 45,877,258 | (41,705,333) |
| | 34,041,975 | (42,647,974) |
| (Decrease) / increase in current liabilities | | |
| Creditors, accrued and other liabilities | (18,406,630) | 21,192,836 |
| Rentals received in advance | (5,863,177) | (12,090,860) |
| Customers' security deposits | 78,965 | 6,817,523 |
| | (24,190,842) | 15,919,499 |
| Income tax paid | (18,190,340) | (1,666,663) |
| Net cash generated from operating activities | 94,527,624 | 14,713,168 |
| B CASH FLOW FROM INVESTING ACTIVITIES | | |
| Addition to property and equipment - owned | (9,170,981) | (15,905,430) |
| Addition to investment properties | (116,770) | - |
| Proceeds from the disposal of property and equipment - owned | 1,205,495 | 349,384 |
| Proceeds from disposal of investment properties | - | - |
| Proceeds from disposal of property, plant and equipment - leased / ijarah | 1,689,100 | 5,253,382 |
| Investments (purchased) / disposed - net | (24,967,368) | 22,394,177 |
| Income received on investments | 11,228,543 | 26,921,616 |
| Musharaka finances | 15,554,022 | (15,872,155) |
| Net cash generated from investing activities | (4,577,959) | 23,140,974 |
| C CASH FLOW FROM FINANCING ACTIVITIES | | |
| Profit paid to certificate holders | (121,328,028) | (64,983,740) |
| Finance under murabaha, musharaka -net | 60,000,000 | - |
| Long-term loans | (20,656,000) | (55,652,000) |
| Right share subscription money received | - | 86,362,260 |
| Financial charges paid | (7,668,804) | (5,290,443) |
| Net cash used in financing activities | (89,652,832) | (39,563,923) |
| Net decrease in cash and cash equivalents | 296,833 | (1,709,781) |
| Cash and cash equivalents at the beginning of the period | 39,381,695 | 32,487,352 |
| Cash and cash equivalents at the end of the period | 39,678,528 | 30,777,571 |

The annexed notes from 1 to 13 form an integral part of these condensed interim financial information

**For B.R.R. Investment (Private) Limited
(Modaraba Management Company)**

Rafiq Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Syed Ali Raza
Director

Syed Tariq Masood
Chief Financial Officer



B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2022
(UN-AUDITED)**

| | Issued, subscribed and paid-up certificate capital | Capital reserves | | | Surplus on revaluation of investment | Accumulated loss | Total |
|-----------------------------------------------------------------------------------|-------------------------------------------------------------|-------------------------------|-------------------|--------------------|--------------------------------------------|----------------------|----------------------|
| | | Profit prior to floatation | Merger reserve | Statutory reserve | | | |
| ----- (Rupees) ----- | | | | | | | |
| Balance as at July 01, 2020 | 863,622,630 | 10,532,683 | 44,902,567 | 830,269,870 | 486,928,899 | (505,095,692) | 1,731,160,957 |
| Profit for the nine months ended March 31, 2021 | - | - | - | - | - | 302,575,141 | 302,575,141 |
| Other comprehensive income | - | - | - | - | 644,887,927 | - | 644,887,927 |
| Transfer of revaluation surplus on disposal of fair value through OCI investments | - | - | - | - | 10,438,348 | (10,438,348) | - |
| Total comprehensive income for the period | - | - | - | - | 655,326,275 | 292,136,793 | 947,463,068 |
| Profit distribution for the year ended June 30, 2020 @ Re.0.78 per certificate | - | - | - | - | - | (67,362,565) | (67,362,565) |
| Issue of right shares | 86,362,260 | - | - | - | - | - | 86,362,260 |
| Balance as at March 31, 2021 | 949,984,890 | 10,532,683 | 44,902,567 | 830,269,870 | 1,142,255,174 | (280,321,464) | 2,697,623,720 |
| Profit for the quarter ended June 30, 2021 | - | - | - | - | - | (24,416,270) | (24,416,270) |
| Other comprehensive loss | - | - | - | - | 197,928,705 | - | 197,928,705 |
| Transfer of revaluation deficit on disposal of fair value through OCI investments | - | - | - | - | 1,001,681 | (1,001,681) | - |
| Total comprehensive income for the period | - | - | - | - | 198,930,386 | (25,417,951) | 173,512,436 |
| Transfer to statutory reserve | - | - | - | 138,332,205 | - | (138,332,205) | - |
| Balance as at June 30, 2021 | 949,984,890 | 10,532,683 | 44,902,567 | 968,602,075 | 1,341,185,560 | (444,071,620) | 2,871,136,155 |
| Profit for the nine months ended March 31, 2022 | - | - | - | - | - | 109,558,137 | 109,558,137 |
| Other comprehensive income | - | - | - | - | 323,942,387 | - | 323,942,387 |
| Transfer of revaluation surplus on disposal of fair value through OCI investments | - | - | - | - | (21,768,515) | 21,768,515 | - |
| Total comprehensive income for the period | - | - | - | - | 302,173,872 | 131,326,652 | 433,500,524 |
| Profit distribution for the year ended June 30, 2021 @ 1.32 per certificate | - | - | - | - | - | (125,398,005) | (125,398,005) |
| Balance as at March 31, 2022 | 949,984,890 | 10,532,683 | 44,902,567 | 968,602,075 | 1,643,359,432 | (438,142,973) | 3,179,238,674 |

* Statutory reserve represents profit set aside to comply with the Prudential Regulation for Modarabas issued by Securities and Exchange Commission of Pakistan (SECP).

The annexed notes from 1 to 13 form an integral part of these condensed interim financial information

**For B.R.R. Investment (Private) Limited
(Modaraba Management Company)**

**Rafiq Dawood
Chairman**

**Ayaz Dawood
Chief Executive Officer**

**Syed Ali Raza
Director**

**Syed Tariq Masood
Chief Financial Officer**



B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

**NOTES TO CONDENSED UNCONSOLIDATED INTERIM FINANCIAL INFORMATION
For The Nine Months Period Ended March 31, 2022
(UN-AUDITED)**

1 LEGAL STATUS AND NATURE OF THE BUSINESS

- 1.1** B.R.R. Guardian Modaraba (the Modaraba) is a multipurpose, perpetual Modaraba floated under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the Modaraba Companies and Modaraba Rules, 1981 framed there under and is managed by B.R.R. Investment (Private) Limited, having its registered office at 1900-B, Saima Trade Towers, I.I. Chundrigar Road, Karachi.
- 1.2** The Modaraba is listed on the Pakistan Stock Exchange Limited. The Modaraba's principal activity is leasing (ijarah) of assets, deployment of funds in musharakas, murabahas and investment in properties, equity and debt securities. The Modaraba also provides custodial and management services in the name of B.R.R. Security Vault.
- 1.3** The Board of Directors in their meeting held on September 30, 2021 has resolved and granted in principal approval for conversion of BRR Guardian Modaraba into a public limited company incorporated under the laws of Pakistan, by incorporating a new public limited company i.e. BRR Limited (Proposed) "BRRL" and amalgamating BRRGM with and into BRRL pursuant to a Scheme of Arrangement to be filed under a petition for sanction by the High Court of Sindh at Karachi in terms of section 279-283 of the Companies Act, 2017, read with SRO 840(I)/2017 dated August 17, 2017, "Scheme of Arrangement (Modaraba)" with the surviving entity being BRRL, which will be procured to be listed on PSX under a direct listing process in lieu of amalgamation of BRRGM with and into BRRL. The above proposed decision is subject to the approval of the Registrar of Modarabas, the Securities Exchange Commission of Pakistan, the Honorable High Court, the Certificate holders of BRRGM and other relevant authorities as per Modaraba Companies and Modaraba (Flotation and Control) Ordinance 1980, and the Companies Act, 2017 and other laws for the time being in force. The Registrar of modaraba has issued NOC on proposed merger vide its letter dated Mach 28, 2022.
- 1.4** The Modaraba has incorporated a wholly owned subsidiary namely BRR Financial Services (Private) Limited (the Company) which was incorporated on November 30, 2015. The subsidiary has not yet commenced operations as at period end.(Refer note 6)

These represents the stand alone financial statements of the Modaraba.

2 BASIS OF PREPARATION

These condensed interim financial information have been prepared under the historical cost convention, except that certain financial instruments have been included at fair value in accordance with the recognition / measurement criteria mentioned in the relevant international standards applicable.

These condensed interim financial information are unaudited and are submitted to Certificate Holders and have been prepared in accordance with International Accounting Standard - 34 "Interim Financial Reporting" as applicable in Pakistan.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation followed in the preparation of these condensed interim financial information are the same as those applied in preparing the audited financial statements for the year ended June 30, 2021.

4 PROPERTY, PLANT AND EQUIPMENT

| Note | (Un-audited) March 31, 2022 | (Audited) June 30, 2021 | |
|-------------------------------------------------|-----------------------------------|-------------------------------|-------------------|
| | ----- (Rupees) ----- | | |
| Property and equipment - owned | 4.1 | 69,578,970 | 70,674,581 |
| Property, plant and equipment - leased / ijarah | 4.2 | 20,806,419 | 22,691,626 |
| | | <u>90,385,389</u> | <u>93,366,207</u> |



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4.1 Property and equipment - Owned

Following additions and disposals in assets in own use, at cost, were made during the period:

| | Additions / Transfer | | Disposals / Transfer | |
|---------------------------------|-----------------------------------|-------------------------------|-----------------------------------|-------------------------------|
| | (Un-audited) March 31, 2022 | (Audited) June 30, 2021 | (Un-audited) March 31, 2022 | (Audited) June 30, 2021 |
| | ------(Rupees)----- | | | |
| Building on leasehold land | - | 38,000 | - | - |
| Office premises | - | - | - | - |
| Lockers | 3,781,000 | 7,196,950 | - | - |
| Furniture and fixtures | - | 5,000 | - | - |
| Vehicles | 4,290,181 | 12,307,860 | 2,720,450 | 5,107,000 |
| Office equipment and appliances | 1,099,800 | 1,250,180 | 381,000 | 528,000 |
| | 9,170,981 | 20,797,990 | 3,101,450 | 5,635,000 |

4.2 Property, plant and equipment - Ijarah / leased

Following additions and disposals in assets leased out, at cost, were made during the period:

| | Additions | | Disposals / Transfer | |
|---------------------------------|-----------------------------------|-------------------------------|-----------------------------------|-------------------------------|
| | (Un-audited) March 31, 2022 | (Audited) June 30, 2021 | (Un-audited) March 31, 2022 | (Audited) June 30, 2021 |
| | ------(Rupees)----- | | | |
| Vehicles | - | - | 6,661,000 | 14,779,390 |
| Office equipment and appliances | - | - | - | - |
| | - | - | 6,661,000 | 14,779,390 |

Note

(Un-audited)
March 31,
2022
------(Rupees)-----
(Audited)
June 30,
2021

5 INVESTMENT PROPERTIES

| | | | |
|--------------------------|-----|--------------------|-------------|
| Investment properties | 5.1 | 901,916,175 | 933,190,180 |
| Capital work-in-progress | 5.2 | 9,089,000 | 9,089,000 |
| | | 911,005,175 | 942,279,180 |

5.1 Following additions/disposals were made during the period:

| | Additions / Transfer | | Disposals / Transfer | |
|----------------------------|-----------------------------------|-------------------------------|-----------------------------------|-------------------------------|
| | (Un-audited) March 31, 2022 | (Audited) June 30, 2021 | (Un-audited) March 31, 2022 | (Audited) June 30, 2021 |
| | ------(Rupees)----- | | | |
| Office premises | 116,770 | - | - | - |
| Building on leasehold land | - | 1,372,000 | - | - |
| | 116,770 | 1,372,000 | - | - |

Note

(Un-audited)
March 31,
2022
------(Rupees)-----
(Audited)
June 30,
2021

5.2 Capital work-in-progress

| | | |
|-----------------------------------------------------|---------------------|--------------|
| Advance for office premises - Jofa Tower, Karachi | 66,420,000 | 66,420,000 |
| Less: Provision against advance for office premises | (57,331,000) | (57,331,000) |
| | 9,089,000 | 9,089,000 |

6 LONG TERM INVESTMENT

In unquoted wholly owned subsidiary companies - at cost

| | | |
|------------------------------------------------------------|-------------------|------------|
| BRR Financial Services (Private) Limited | | |
| 5,500,000 ordinary shares (2021: 5,500,000) of Rs. 10 each | 55,000,000 | 55,000,000 |



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- 6.1** In prior year, in accordance with the requirement of the Stock Exchanges (Corporatization, Demutualization and Integration) Act, 2012 (the Act), the Modaraba has received TREC against surrender of Stock Exchange Membership Card.

Pursuant to approval from SECP the Modaraba has incorporated a wholly owned subsidiary, namely, BRR Financial Services (Private) Limited (the Company) on November 30, 2015. In prior year, the Modaraba has subscribed 5,500,000 ordinary shares of Rs. 10 each in order to comply with minimum paid-up capital requirement under Securities Brokers (Licensing and Operations) Regulations 2016. In prior year, PSX vide letter dated June 25, 2019 transferred TREC from Modaraba to BRR Financial Services (Private) Limited and thereby granted a TREC to BRR Financial Services (Private) Limited.

The Board of Directors of the Management Company in their meeting held on July 15, 2020, has approved the Scheme of Arrangement for merger by way of amalgamation of wholly owned subsidiary, BRR Financial Services (Private) Limited with and into the Modaraba. However, both the company and the modaraba are in the process of fulfilling their legal formalities in respect of merger to the respective authorities. Accordingly, one time right of TREC transfer will remain with the Modaraba.

The net assets of BRR Financial Services (Private) Limited based on latest audited financial statement as at June 30, 2021 amounted to Rs. 67.31 million (June 30, 2020: Rs.69.97 million).

| 7 SHORT TERM INVESTMENTS | Note | (Un-audited) March 31, 2022 | (Audited) June 30, 2021 |
|------------------------------------------------------------|-------------|--------------------------------------------|----------------------------------------|
| | | ------(Rupees)----- | |
| Held for trading | | | |
| Listed ordinary shares | | 533,977,708 | 446,907,106 |
| Mutual funds units | | 25,847,636 | 24,035,256 |
| Preference shares | | 6,346,775 | 9,111,355 |
| Listed debt securities | | 10,799,190 | 10,752,131 |
| | | 576,971,309 | 490,805,848 |
| Available for sale | | | |
| Listed ordinary shares / modaraba certificates | | 1,670,037,387 | 1,331,196,074 |
| Mutual funds units | | 8,802,296 | 8,185,098 |
| Unlisted ordinary shares | | 47,339,727 | 94,835,436 |
| Unlisted debt securities | | 1,245,953 | 1,245,953 |
| | | 1,727,425,363 | 1,435,462,561 |
| | | 2,304,396,672 | 1,926,268,409 |
| Less: Provision for diminution in the value of investments | | (16,222,148) | (16,222,148) |
| | | 2,288,174,524 | 1,910,046,261 |
| 8 RESERVES | | | |
| Capital reserve | | | |
| Profit prior to floatation | | 10,532,683 | 10,532,683 |
| Statutory reserve | | 968,602,075 | 968,602,075 |
| Merger reserve | | 44,902,567 | 44,902,567 |
| Revenue reserve | | | |
| Accumulated loss | | (438,142,973) | (444,071,620) |
| | | 585,894,352 | 579,965,705 |

9 CONTINGENCIES AND COMMITMENTS

- 9.1** The Modaraba had received a legal notice from Innovative Investment Bank Limited (formerly: Crescent Standard Investment Bank Limited) which was addressed to previous Management Company (Financial Link Limited) of the Modaraba, wherein they had asked Modaraba to settle an outstanding balance of short-term borrowing amounting to Rs. 171.143 million (June 30, 2021: Rs. 171.143 million) along with the mark-up thereon on or before February 10, 2007. The management and the legal advisor of the Modaraba is confident that the matter will be decided in the favour of the Modaraba and, accordingly, no liability in respect of the above has been recognised in the financial statements. Further, the management has fully provided net amount of Rs. 44.9 million receivable from Innovative Investment Bank.



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- 9.2** A commercial bank has lodged a claim of Rs. 1.090 million on account of excess mark-up paid to the Modaraba during previous years which is not accepted by the Modaraba. The Modaraba has also lodged a claim before the banking tribunal against the said commercial bank for short payment of mark-up to the Modaraba to the extent of Rs. 2.498 million (June 30, 2021: Rs. 2.498 million). The proceedings under both cases are pending to date. As a matter of abundant caution, full provision in respect of the said claim of commercial bank had been made by the Modaraba in 2015. During the prior year, bank balances have been written off against provision amounting to Rs. 1.090 million.

10 TAXATION

The Finance Bill, 2021 has validated and given legislative effect to the Tax Law (Second Amendment) Ordinance 2021 enacted on March 22, 2021 with effect from July 01, 2021 whereby Clause 100 of the Part 1 of Second Schedule of the Income Tax Ordinance, 2001 relating to the income tax exemption available to Modarabas has been withdrawn. Accordingly, provision for income tax has been booked in these financial statements.

Further, the management has initiated the process of the determination of the tax bases (carrying values) of assets and liabilities admissible for taxation purposes as per requirements of International Accounting Standard 12, 'Income taxes', for the purpose of determination of the net balance of differed tax, which it considers to be accurately finalised when the return of this financial year becomes due.

11 RELATED PARTY TRANSACTIONS

The Modaraba has related party relationship with its Management Company, associated undertakings, employee benefit plans, and its key management personnel.

The details of related party transactions and balances as at March 31, 2022 are as follows:

| Relationship with the Modaraba | Nature of transactions | (Un-audited) | (Un-audited) |
|-----------------------------------------------------|----------------------------------|-----------------------------|-----------------------------|
| | | March 31, 2022 Rupees | March 31, 2021 Rupees |
| Transactions during the period | | | |
| Management Company | | | |
| BRR Investment (Private) Limited | Management fee accrued | 12,930,178 | 34,808,359 |
| BRR Investment (Private) Limited | Management fee paid | 31,942,494 | 17,152,959 |
| BRR Investment (Private) Limited | Rent received | 90,000 | 90,000 |
| BRR Investment (Private) Limited | Advance received | - | 4,000,000 |
| BRR Investment (Private) Limited | Advance repaid | - | 4,000,000 |
| BRR Investment (Private) Limited | Reimbursement of expense | 5,085 | 502 |
| Subsidiary Company | | | |
| BRR Financial Services (Private) Limited | Loan received | - | 5,000,000 |
| BRR Financial Services (Private) Limited | Loan repaid | - | 40,000,000 |
| BRR Financial Services (Private) Limited | Profit paid | - | 473,972 |
| BRR Financial Services (Private) Limited | Profit returned | - | 6,152,046 |
| BRR Financial Services (Private) Limited | Dividend received | - | 14,970,225 |
| Associated companies / other related parties | | | |
| B.R.R Guardian Limited | Share of common expenses | 9,205 | - |
| Dawood Family Takaful Limited | Rental Received against property | 1,397,421 | 4,106,196 |
| Dawood Family Takaful Limited | Musharaka finance recieved | 97,000,000 | 105,000,000 |
| Dawood Family Takaful Limited | Musharaka finance paid | 132,000,000 | 105,000,000 |
| Dawood Family Takaful Limited | Profit accrued on musharaka | 1,971,207 | 1,755,544 |
| Dawood Family Takaful Limited | Profit paid on musharaka | 2,055,185 | 1,755,544 |
| Dawood Family Takaful Limited | Group life insurance paid | 438,254 | 191,633 |



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| Relationship with the Modaraba | Nature of transactions | (Un-audited) | (Un-audited) |
|-----------------------------------------------------|----------------------------------|-----------------------------|-----------------------------|
| | | March 31, 2022 Rupees | March 31, 2021 Rupees |
| Associated companies / other related parties | | | |
| First Dawood Investment Bank Limited | Rent received against property | 90,000 | 90,000 |
| First Dawood Investment Bank Limited | Share of common expenses - net | 199,113 | 118,081 |
| First Dawood Investment Bank Limited | Musharaka finance received - net | 155,000,000 | - |
| First Dawood Investment Bank Limited | Musharaka finance paid | 60,000,000 | - |
| First Dawood Investment Bank Limited | Profit accrued on musharaka | 6,789,349 | 3,275,520 |
| First Dawood Investment Bank Limited | Profit paid on Musharaka | 5,536,309 | 3,530,274 |
| First Dawood Employees Provident Fund | Transfer to provident fund | 2,536,483 | 2,343,324 |
| Hydrochina Dawood Power (Private) Limited | Rent received against property | - | 3,697,429 |
| Dawood Global Foundation | Charity paid | 178,912 | 215,321 |
| | | (Un-audited) | (Audited) |
| | | March 31, | June 30, |
| | | 2022 | 2021 |
| | | Rupees | Rupees |
| Relationship with the Modaraba | | | |
| Period end balances | | | |
| Management Company | | | |
| BRR Investment (Private) Limited | Management fee payable | 12,930,178 | 31,942,494 |
| Associated companies / other related parties | | | |
| First Dawood Investment Bank Limited | Musharaka finance | 150,000,000 | 55,000,000 |
| First Dawood Investment Bank Limited | Profit payable | 1,253,040 | - |
| Dawood Family Takaful Limited | Musharaka finance | - | 35,000,000 |
| Dawood Family Takaful Limited | Advance rental | - | 3,355,332 |
| Dawood Family Takaful Limited | Rental receivable | 982,443 | - |
| Dawood Family Takaful Limited | Profit payable | - | 83,978 |
| Hydrochina Dawood Power (Private) Limited | Advance rental | 934,099 | 3,707,170 |

12 DATE OF AUTHORISATION FOR ISSUE

These financial statements was authorised for issue on April 27, 2022 by the Board of Directors of B.R.R. Investment (Private) Limited.

13 GENERAL

Amounts have been presented and rounded off to the nearest Rupee.

**For B.R.R. Investment (Private) Limited
(Modaraba Management Company)**

Rafiq Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Syed Ali Raza
Director

Syed Tariq Masood
Chief Financial Officer

Un-Audited
Consolidated Condensed Interim
Financial Information
For The Nine Months Period Ended
March 31, 2022



B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

DIRECTORS' REPORT TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION

Dear Certificate holders,

The Board of Directors of B.R.R. Investment (Private) Limited, Manager of B.R.R. Guardian Modaraba (BRRGM), take pleasure in presenting the 3rd Quarter Consolidated Financial statement of the Modaraba for the nine months ended March 31, 2022.

OPERATIONS AND PERFORMANCE

| Financial highlights | March 31, 2022 | March 31, 2021 |
|-------------------------------------------------|---------------------------|---------------------------|
| | Rupees..... | |
| Rental Income | 187,443,494 | 170,775,242 |
| Total Income | 248,853,608 | 458,099,864 |
| Total Expenses | 123,563,207 | 126,557,384 |
| Profit after Management fee, WWF and Tax | 105,546,760 | 286,034,031 |
| Earning per certificate | 1.11 | 3.01 |

During the nine months period under review the Modaraba has earned net operating profit of Rs. 105.546 million, as compared with Rs. 286.034 million profit in the same period last year.

Further, the Certificate Holders' Equity of Modaraba stands at Rs. 3,173.310 million as compared with Rs. 2,711.055 million in the same period last year with an increase of 17.05%. The breakup value share comes to Rs 32.38 per certificate as compared with Rs 28.40 per certificate in the same period last year after paying cash dividend amounting to Rs. 125.398 million.

Operating expenses of the Modaraba have remained within the budget.

CONCLUSION / FUTURE PROSPECT:

In view of the withdrawal of Tax exemption of Modaraba, the management has decided to convert your Modaraba into a company listed on PSX. We believe that the cost of regulatory compliance on Modaraba is greater than the benefits. On April 13, 2022 the Modaraba has submitted petition for approval of Sindh High Court for merger by way of amalgamation of BRR Guardian Modaraba with and into BRR Guardian Limited under section 279 to 283, read with section 505 of the Companies Act, 2017.

On Behalf of the Board of Directors
B.R.R. Investment (Private) Limited

Syed Ali Raza
Director

Ayaz Dawood
Chief Executive Officer

April 27, 2022
Karachi



B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

بی۔آر۔آر۔ گارڈین مضاربہ

ڈائریکٹرز کی رپورٹ برائے مجموعی مالیاتی گوشوارے

محترم سرٹیفکیٹ ہولڈرز،

بی۔آر۔آر۔ انویسٹمنٹ (پرائیویٹ) لمیٹڈ ("بی آر آر آئی" یا کمپنی)، بورڈ آف ڈائریکٹرز کی طرف سے، بی آر آر گارڈین مضاربہ (بی آر آر جی ایم) کے ناظم کی حیثیت سے ہم مارچ 31، 2022 کو ختم ہونے والی تیسری سہ ماہی کے مجموعی مالیاتی گوشوارے پیش کرتے ہوئے حد مسرت محسوس کر رہے ہیں۔

آپریشن اور کارکردگی

| مارچ 31، 2021 | مارچ 31، 2022 | مالیاتی جھلکیاں |
|-------------------------------|--------------------|--------------------------------------------|
| پاکستانی روپے میں | | |
| 170,775,242 | 187,443,494 | کرایہ سے آمدنی |
| 458,099,864 | 248,853,608 | کل آمدنی |
| 126,557,384 | 123,563,207 | کل اخراجات |
| 286,034,031 | 105,546,760 | منافع قبل از انتظامی فیس، ڈیویڈنڈ اور ٹیکس |
| 3.01 | 1.11 | نتیجی سرٹیفکیٹ |

زیر جائزہ نو ماہی کے دوران مضاربہ نے خالص آپریٹنگ منافع 105.546 ملین روپے کمایا، جبکہ گزشتہ سال کے اسی عرصہ میں 286.034 ملین روپے منافع ہوا تھا۔

مزید، مضاربہ کے سرٹیفکیٹ ہولڈرز کی ایکویٹی گزشتہ سال کی اسی مدت میں 2,711.055 ملین روپے کے مقابلے میں 3,173.310 ملین روپے رہی جو کہ 17.05 فیصد کا اضافہ ہے۔ نقد منافع مستحکم کی رقم 125.398 ملین روپے کی ادائیگی کے بعد بریک اپ ویلیو 32.38 روپے فی سرٹیفکیٹ رہی جو کہ پچھلے سال کی اسی مدت میں 28.40 روپے فی سرٹیفکیٹ تھی۔ مضاربہ کے آپریٹنگ اخراجات بجٹ کے اندر رہے ہیں۔

تجربہ مستقبل کا امکان

مضاربہ کی ٹیکس استثنیٰ کی واپسی کے پیش نظر، انتظامیہ نے آپ کے مضاربہ کو PSX پر مندرج کمپنی میں تبدیل کرنے کا فیصلہ کیا ہے۔ ہمارا یقین ہے کہ مضاربہ پر ریگولیٹری قیام کی لاگت فوائد سے زیادہ ہے۔ 13 اپریل 2022 کو مضاربہ نے سندھ ہائی کورٹ میں بی آر آر گارڈین لمیٹڈ کے ساتھ درخواست برائے انقضاء کمپنی ایکٹ - 2017 کے سیکشن 279 تا 283 اور سیکشن 505 کے تحت، منظوری کے لئے جمع کروادی ہے۔

از طرف بورڈ آف ڈائریکٹرز

بی۔آر۔آر۔ انویسٹمنٹ (پرائیویٹ) لمیٹڈ

ایاز داؤد
چیف ایگزیکٹو آفیسر

سید علی رضا
ڈائریکٹر

اپریل 27، 2022

کراچی



B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

**CONSOLIDATED CONDENSED INTERIM BALANCE SHEET
AS AT MARCH 31, 2022**

| | | (Un-audited) March 31, 2022 | (Audited) June 30, 2021 |
|------------------------------------------------------------------------|------|-----------------------------------|-------------------------------|
| | Note | ----- (Rupees) ----- | |
| ASSETS | | | |
| NON CURRENT ASSETS | | | |
| Property, plant and equipment | 4 | 90,385,389 | 93,366,207 |
| Investment properties | 5 | 911,005,175 | 942,279,180 |
| Long-term musharaka finances | | 54,869,135 | 67,308,227 |
| Long-term loans, advances and deposits | | 6,159,686 | 6,491,123 |
| | | 1,062,419,385 | 1,109,444,737 |
| CURRENT ASSETS | | | |
| Short-term investments | 6 | 2,335,020,918 | 1,975,990,073 |
| Current portion of musharaka finances | | 30,528,034 | 25,809,072 |
| Ijarah / lease rental receivable | | 14,055 | 36,934 |
| Loans, advances and prepayments | | 40,027,467 | 17,511,532 |
| Accrued profit | | 863,851 | 455,240 |
| Other receivables | | 44,167,337 | 90,775,932 |
| Taxation | | 35,129,082 | 19,548,103 |
| Cash and bank balances | | 41,499,206 | 40,048,179 |
| | | 2,527,249,950 | 2,170,175,065 |
| TOTAL ASSETS | | 3,589,669,335 | 3,279,619,802 |
| EQUITY AND LIABILITIES | | | |
| CAPITAL AND RESERVES | | | |
| Authorised capital | | | |
| 140,000,000 (2021: 140,000,000) Modaraba certificates of Rs. 10/- each | | 1,400,000,000 | 1,400,000,000 |
| Issued, subscribed and paid-up certificate capital | | 949,984,890 | 949,984,890 |
| Reserves | 7 | 581,999,667 | 580,082,397 |
| Surplus on revaluation of investments | | 1,641,325,655 | 1,353,384,630 |
| | | 3,173,310,212 | 2,883,451,917 |
| LIABILITIES | | | |
| NON CURRENT LIABILITIES | | | |
| Long-term loans | | - | - |
| Long-term murabaha, musharaka | | - | - |
| Long-term security deposits | | 67,950,540 | 66,182,475 |
| | | 67,950,540 | 66,182,475 |
| CURRENT LIABILITIES | | | |
| Current portion of long-term loan | | 6,888,684 | 27,544,684 |
| Current portion of long-term murabaha, musharaka | | 150,000,000 | 90,000,000 |
| Current portion of security deposits | | 20,806,249 | 22,495,349 |
| Creditors, accrued and other liabilities | | 133,380,078 | 157,850,844 |
| Accrued profit on borrowings | | 1,253,040 | 83,978 |
| Profit distribution payable | | 36,080,532 | 32,010,555 |
| | | 348,408,583 | 329,985,410 |
| TOTAL EQUITY AND LIABILITIES | | 3,589,669,335 | 3,279,619,802 |
| CONTINGENCIES AND COMMITMENTS | | | |
| | 8 | | |

The annexed notes from 1 to 12 form an integral part of these condensed interim financial information

**For B.R.R. Investment (Private) Limited
(Modaraba Management Company)**

Rafiq Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Syed Ali Raza
Director

Syed Tariq Masood
Chief Financial Officer



B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

**Consolidated Condensed Interim Profit And Loss Account
For The Nine Months And Quarter Ended March 31, 2022
(Un-Audited)**

| | Nine Months Ended | | Quarter Ended | |
|-------------------------------------------------------------|--------------------|-------------------|-------------------|-------------------|
| | March 31, 2022 | March 31, 2021 | March 31, 2022 | March 31, 2021 |
| ----- Rupees ----- | | | | |
| INCOME | | | | |
| Rental income | 187,443,494 | 170,775,242 | 63,675,605 | 56,219,470 |
| Income on musharaka finances | 9,274,341 | 7,648,685 | 3,167,304 | 2,162,421 |
| Ijarah rental income - net | 1,278,554 | 889,499 | 700,000 | 166,745 |
| Return on investments - net | 15,809,922 | 60,469,376 | 6,348,349 | 24,364,687 |
| Profit on bank balances | 657,736 | 508,461 | 224,354 | 156,755 |
| Reversal of provision for doubtful receivables-net | 7,819,837 | 2,412,895 | 272,783 | 875,200 |
| Unrealised gain / (loss) on revaluation of FVTPL investment | 19,812,933 | 211,524,576 | (31,710,360) | 119,858,908 |
| Gain on disposal of ijarah assets | - | 374,032 | - | 92,659 |
| Other income | 6,756,791 | 3,497,098 | 1,375,565 | 279,873 |
| | 248,853,608 | 458,099,864 | 44,053,600 | 204,176,718 |
| EXPENSES | | | | |
| Administrative expenses | 83,334,255 | 99,271,425 | 23,432,534 | 32,515,382 |
| Depreciation on Investment properties | 31,390,786 | 22,249,770 | 10,460,203 | 7,416,593 |
| Financial charges | 8,838,166 | 5,036,189 | 3,889,023 | 1,289,696 |
| | 123,563,207 | 126,557,384 | 37,781,760 | 41,221,671 |
| Profit before management fee | 125,290,401 | 331,542,480 | 6,271,840 | 162,955,047 |
| Modaraba management company's fee | 12,930,178 | 34,808,359 | 676,358 | 16,378,736 |
| Sales tax on modaraba management company's fee | 1,680,923 | 4,525,087 | 87,926 | 2,129,236 |
| Provision for Sindh Worker's Welfare Fund | 2,293,814 | 6,175,003 | 119,986 | 2,905,588 |
| Profit before taxation | 108,385,486 | 286,034,031 | 5,387,570 | 141,541,487 |
| Taxation | 2,838,726 | - | 928,464 | - |
| Net Profit for the period | 105,546,760 | 286,034,031 | 4,459,106 | 141,541,487 |
| Earnings per certificate-basic and diluted | 1.11 | 3.01 | 0.05 | 1.49 |

The annexed notes from 1 to 12 form an integral part of these condensed interim financial information

**For B.R.R. Investment (Private) Limited
(Modaraba Management Company)**

Rafiq Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Syed Ali Raza
Director

Syed Tariq Masood
Chief Financial Officer



B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

**Consolidated Condensed Interim Statement of Comprehensive Income
For The Nine Months And Quarter Ended March 31, 2022
(Un-Audited)**

| | Nine Months ended | | Quarter Ended | |
|-----------------------------------------------------------------------------------|--------------------|--------------------|---------------------|--------------------|
| | March 31, 2022 | March 31, 2021 | March 31, 2022 | March 31, 2021 |
| | ----- Rupees ----- | | | |
| Profit for the period | 105,546,760 | 286,034,031 | 4,459,106 | 141,541,487 |
| Other comprehensive income / (loss) loss for the period | | | | |
| Items that will be subsequently reclassified : | | | | |
| Unrealised gain / (loss) on revaluation of fair value thorough OCI investments | 309,709,540 | 659,890,954 | (97,181,634) | 104,437,213 |
| Total comprehensive income / (loss) for the period | 415,256,300 | 945,924,985 | (92,722,528) | 245,978,700 |

The annexed notes from 1 to 12 form an integral part of these condensed interim financial information

For B.R.R. Investment (Private) Limited
(Modaraba Management Company)

Rafiq Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Syed Ali Raza
Director

Syed Tariq Masood
Chief Financial Officer



B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

Consolidated Condensed Interim Statement of Cash Flows
For The Nine Months Period Ended March 31, 2022
(Un-Audited)

| | March 31, 2022 Rupees | March 31, 2021 Rupees |
|---------------------------------------------------------------------------|-----------------------------|-----------------------------|
| A CASH FLOW FROM OPERATING ACTIVITIES | | |
| Profit for the period | 108,385,486 | 286,034,031 |
| Adjustment for non-cash and other items | | |
| Depreciation on owned assets | 41,144,444 | 30,356,342 |
| Depreciation on ijarah assets | 196,107 | 1,602,556 |
| Provision against doubtful receivable - net | (7,819,837) | (2,412,895) |
| Gain on disposal of property and equipment - owned | (692,559) | (374,032) |
| Gain on disposal of property, plant and equipment - leased / ijarah | - | (349,384) |
| Ijarah rental income | (1,474,661) | (2,492,055) |
| Income on musharaka, murabaha | (9,274,341) | (7,648,685) |
| Unrealised gain on revaluation of FVTPL investment | (19,812,933) | (211,524,576) |
| Financial charges | 8,838,166 | 5,036,189 |
| Return on investments - net | (16,629,352) | (62,283,640) |
| | (5,524,966) | (250,090,180) |
| (Increase) / decrease in current assets | | |
| Ijarah / lease rentals receivable | 1,483,485 | 3,097,912 |
| Loans, advances and prepayments | (22,184,498) | (11,729,268) |
| Accrued profit | 8,865,730 | 7,688,715 |
| Other receivables | 46,608,595 | (42,308,985) |
| | 34,773,312 | (43,251,626) |
| (Decrease) / increase in current liabilities | | |
| Creditors, accrued and other liabilities | (18,607,589) | 20,811,063 |
| Rentals received in advance | (5,863,177) | (12,090,860) |
| Customers' security deposits | 78,965 | 6,817,523 |
| | (24,391,801) | 15,537,726 |
| Income tax paid | (18,419,718) | (2,412,968) |
| Net cash generated from operating activities | 94,822,313 | 5,816,983 |
| B CASH FLOW FROM INVESTING ACTIVITIES | | |
| Addition to property and equipment - owned | (9,170,981) | (15,905,430) |
| Addition to investment properties | (116,770) | - |
| Proceeds from the disposal of property and equipment - owned | 1,205,495 | 349,384 |
| Proceeds from disposal of investment properties | - | - |
| Proceeds from disposal of property, plant and equipment - leased / ijarah | 1,689,100 | 5,253,382 |
| Investments (purchased) / disposed - net | (24,951,528) | 2,183,972 |
| Income received on investments | 12,072,508 | 12,215,366 |
| Musharaka finances | 15,554,022 | (15,872,155) |
| Net cash generated from investing activities | (3,718,154) | (11,775,481) |
| C CASH FLOW FROM FINANCING ACTIVITIES | | |
| Profit paid to certificate holders | (121,328,028) | (64,983,740) |
| Finance under murabaha, musharaka -net | 60,000,000 | - |
| Long-term loans | (20,656,000) | (20,652,000) |
| Right share subscription money received | - | 86,362,260 |
| Financial charges paid | (7,669,104) | (5,290,943) |
| Net cash used in financing activities | (89,653,132) | (4,564,423) |
| Net decrease in cash and cash equivalents | 1,451,027 | (10,522,922) |
| Cash and cash equivalents at the beginning of the period | 40,048,179 | 41,530,052 |
| Cash and cash equivalents at the end of the period | 41,499,206 | 31,007,130 |

The annexed notes from 1 to 12 form an integral part of these condensed interim financial information

For B.R.R. Investment (Private) Limited
(Modaraba Management Company)

Rafiq Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Syed Ali Raza
Director

Syed Tariq Masood
Chief Financial Officer



B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

**Consolidated Condensed Interim Statement of Changes In Equity
For The Nine Months Period Ended March 31, 2022
(Un-Audited)**

| | Issued, subscribed and paid-up certificate capital | Capital reserves | | | Surplus on revaluation of investment | Accumulated loss | Total |
|-----------------------------------------------------------------------------------|-------------------------------------------------------------|-------------------------------|-------------------|----------------------|--------------------------------------------|----------------------|----------------------|
| | | Profit prior to floatation | Merger reserve | Statutory reserve | | | |
| | | | | | | | |
| | | | | | | | (Rupees) |
| Balance as at July 01, 2020 | 863,622,630 | 10,532,683 | 44,902,567 | 830,269,870 | 486,928,899 | (490,125,467) | 1,746,131,182 |
| Profit for the nine months ended March 31, 2021 | - | - | - | - | - | 286,034,031 | 286,034,031 |
| Other comprehensive income | - | - | - | - | 659,890,954 | - | 659,890,954 |
| Transfer of revaluation surplus on disposal of fair value through OCI investments | - | - | - | - | 10,438,348 | (10,438,348) | - |
| Total comprehensive income for the period | - | - | - | - | 670,329,302 | 275,595,683 | 945,924,985 |
| Profit distribution for the year ended June 30, 2020 @ Re.0.78 per certificate | - | - | - | - | - | (67,362,565) | (67,362,565) |
| Issue of right shares | 86,362,260 | - | - | - | - | - | 86,362,260 |
| Balance as at March 31, 2021 | 949,984,890 | 10,532,683 | 44,902,567 | 830,269,870 | 1,157,258,201 | (281,892,349) | 2,711,055,862 |
| Profit for the quarter ended June 30, 2021 | - | - | - | - | - | (22,728,693) | (22,728,693) |
| Other comprehensive loss | - | - | - | - | 195,124,748 | - | 195,124,748 |
| Transfer of revaluation deficit on disposal of fair value through OCI investments | - | - | - | - | 1,001,681 | (1,001,681) | - |
| Total comprehensive income for the period | - | - | - | - | 196,126,429 | (23,730,374) | 172,396,056 |
| Transfer to statutory reserve | - | - | - | 138,332,205 | - | (138,332,205) | - |
| Balance as at June 30, 2021 | 949,984,890 | 10,532,683 | 44,902,567 | 968,602,075 | 1,353,384,630 | (443,954,928) | 2,883,451,917 |
| Profit for the nine months ended March 31, 2022 | - | - | - | - | - | 105,546,760 | 105,546,760 |
| Other comprehensive income | - | - | - | - | 309,709,540 | - | 309,709,540 |
| Transfer of revaluation surplus on disposal of fair value through OCI investments | - | - | - | - | (21,768,515) | 21,768,515 | - |
| Total comprehensive income for the period | - | - | - | - | 287,941,025 | 127,315,275 | 415,256,300 |
| Profit distribution for the year ended June 30, 2021 @ 1.32 per certificate | - | - | - | - | - | (125,398,005) | (125,398,005) |
| Balance as at March 31, 2022 | 949,984,890 | 10,532,683 | 44,902,567 | 968,602,075 | 1,641,325,655 | (442,037,658) | 3,173,310,212 |

* Statutory reserve represents profit set aside to comply with the Prudential Regulation for Modarabas issued by Securities and Exchange Commission of Pakistan (SECP).

The annexed notes from 1 to 12 form an integral part of these condensed interim financial information

**For B.R.R. Investment (Private) Limited
(Modaraba Management Company)**

Rafiq Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Syed Ali Raza
Director

Syed Tariq Masood
Chief Financial Officer



B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION For The Nine Months Period Ended March 31, 2022 (UN-AUDITED)

1. LEGAL STATUS AND NATURE OF THE BUSINESS

This consolidated condensed interim financial information consist of the following group companies:

1.1 Holding Company

B.R.R. Guardian Modaraba (the Modaraba) is a multipurpose, perpetual Modaraba floated under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the Modaraba Companies and Modaraba Rules, 1981 framed there under and is managed by B.R.R. Investment (Private) Limited, having its registered office at 1900-B, Saima Trade Towers, I.I. Chundrigar Road, Karachi.

The Modaraba is listed on the Pakistan Stock Exchange Limited. The Modaraba's principal activity is leasing (ijarah) of assets, deployment of funds in musharakas, murabahas and investment in properties, equity and debt securities. The Modaraba also provides custodial and management services in the name of B.R.R. Security Vault.

The Board of Directors in their meeting held on September 30, 2021 has resolved and granted in principal approval for conversion of BRR Guardian Modaraba into a public limited company incorporated under the laws of Pakistan, by incorporating a new public limited company i.e. BRR Limited (Proposed) "BRRL" and amalgamating BRRGM with and into BRRL pursuant to a Scheme of Arrangement to be filed under a petition for sanction by the High Court of Sindh at Karachi in terms of section 279-283 of the Companies Act, 2017, read with SRO 840(I)/2017 dated August 17, 2017, "Scheme of Arrangement (Modaraba)" with the surviving entity being BRRL, which will be procured to be listed on PSX under a direct listing process in lieu of amalgamation of BRRGM with and into BRRL. The above proposed decision is subject to the approval of the Registrar of Modarabas, the Securities Exchange Commission of Pakistan, the Honorable High Court, the Certificate holders of BRRGM and other relevant authorities as per Modaraba Companies and Modaraba (Flotation and Control) Ordinance 1980, and the Companies Act, 2017 and other laws for the time being in force. The Registrar of modaraba has issued NOC on proposed merger vide its letter dated Mach 28, 2022.

The Modaraba has incorporated a wholly owned subsidiary namely BRR Financial Services (Private) Limited (the Company) which was incorporated on November 30, 2015. The subsidiary has not yet commenced operations as at period end.

1.2 Subsidiary Company

The group comprises of the following subsidiary company.

BRR Financial Services (Private) Limited (the Company) was incorporated in Pakistan on November 30, 2015 as a private limited company under the repealed Companies Ordinance, 1984. The principal business activity of the Company is to render brokerage service in capital and money market and to render other consultancy services etc. The registered office of the Company is at 18th Floor, BRR Tower, Hassan Ali Street off I.I. Chundrigar Road, Karachi.

The Company is wholly owned subsidiary of B.R.R Guardian Modaraba (Modaraba).

The Board of Directors of the Management Company in their meeting held on July 15, 2020, has approved the Scheme of Arrangement for merger by way of amalgamation of wholly owned subsidiary, BRR Financial Services (Private) Limited with and into the Modaraba. However, both the company and the modaraba are in the process of fulfilling their legal formalities in respect of merger to the respective authorities. Accordingly, one time right of TREC transfer will remain with the Modaraba.

2. BASIS OF PREPARATION

These consolidated condensed interim financial information have been prepared under the historical cost convention, except that certain financial instruments have been included at fair value in accordance with the recognition / measurement criteria mentioned in the relevant international standards applicable.

These consolidated condensed interim financial information are unaudited and are submitted to Certificate Holders and have been prepared in accordance with International Accounting Standard - 34 "Interim Financial Reporting" as applicable in Pakistan.



B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted and methods of computation followed in the preparation of these consolidated condensed interim financial information are the same as those applied in the preparation of consolidated audited annual financial statements for the year ended June 30, 2021.

| | Note | (Un-audited) March 31, 2022 | (Audited) June 30, 2021 |
|-------------------------------------------------|------|-----------------------------------|-------------------------------|
| ----- (Rupees) ----- | | | |
| 4. PROPERTY, PLANT AND EQUIPMENT | | | |
| Property and equipment - owned | 4.1 | 69,578,970 | 70,674,581 |
| Property, plant and equipment - leased / ijarah | 4.2 | 20,806,419 | 22,691,626 |
| | | 90,385,389 | 93,366,207 |

4.1 Property and equipment - Owned

Following additions and disposals in assets in own use, at cost, were made during the period:

| | Additions / Transfer | | Disposals / Transfer | |
|---------------------------------|-----------------------------------|-------------------------------|-----------------------------------|-------------------------------|
| | (Un-audited) March 31, 2022 | (Audited) June 30, 2021 | (Un-audited) March 31, 2022 | (Audited) June 30, 2021 |
| ----- (Rupees) ----- | | | | |
| Building on leasehold land | - | 38,000 | - | - |
| Office premises | - | - | - | - |
| Lockers | 3,781,000 | 7,196,950 | - | - |
| Furniture and fixtures | - | 5,000 | - | - |
| Vehicles | 4,290,181 | 12,307,860 | 2,720,450 | 5,107,000 |
| Office equipment and appliances | 1,099,800 | 1,250,180 | 381,000 | 528,000 |
| | 9,170,981 | 20,797,990 | 3,101,450 | 5,635,000 |

4.2 Property, plant and equipment - Ijarah / leased

Following additions and disposals in assets leased out, at cost, were made during the period:

| | Additions | | Disposals / Transfer | |
|---------------------------------|-----------------------------------|-------------------------------|-----------------------------------|-------------------------------|
| | (Un-audited) March 31, 2022 | (Audited) June 30, 2021 | (Un-audited) March 31, 2022 | (Audited) June 30, 2021 |
| ----- (Rupees) ----- | | | | |
| Vehicles | - | - | 6,661,000 | 14,779,390 |
| Office equipment and appliances | - | - | - | - |
| | - | - | 6,661,000 | 14,779,390 |

5 INVESTMENT PROPERTIES

| | Note | (Un-audited) March 31, 2022 | (Audited) June 30, 2021 |
|--------------------------|------|-----------------------------------|-------------------------------|
| ----- (Rupees) ----- | | | |
| Investment properties | 5.1 | 901,916,175 | 933,190,180 |
| Capital work-in-progress | 5.2 | 9,089,000 | 9,089,000 |
| | | 911,005,175 | 942,279,180 |

5.1 Following additions/disposals were made during the period:

| | Additions / Transfer | | Disposals / Transfer | |
|----------------------------|-----------------------------------|-------------------------------|-----------------------------------|-------------------------------|
| | (Un-audited) March 31, 2022 | (Audited) June 30, 2021 | (Un-audited) March 31, 2022 | (Audited) June 30, 2021 |
| ----- (Rupees) ----- | | | | |
| Office premises | 116,770 | - | - | - |
| Building on leasehold land | - | 1,372,000 | - | - |
| | 116,770 | 1,372,000 | - | - |



B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

| Note | (Un-audited) March 31, 2022 | (Audited) June 30, 2021 |
|------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------|
| | ------(Rupees)----- | |
| 5.2 Capital work-in-progress | | |
| Advance for office premises - Jofa Tower, Karachi | 66,420,000 | 66,420,000 |
| Less: Provision against advance for office premises | (57,331,000) | (57,331,000) |
| | 9,089,000 | 9,089,000 |
| 6. SHORT TERM INVESTMENTS | | |
| Held for trading | | |
| Listed ordinary shares | 557,881,161 | 475,858,631 |
| Mutual funds units | 28,464,679 | 26,468,798 |
| Preference shares | 6,346,775 | 9,111,355 |
| Listed debt securities | 10,799,190 | 10,752,131 |
| | 603,491,805 | 522,190,915 |
| Available for sale | | |
| Listed ordinary shares / modaraba certificates | 1,690,363,285 | 1,365,754,819 |
| Mutual funds units | 8,802,296 | 8,185,098 |
| Unlisted ordinary shares | 47,339,727 | 94,835,436 |
| Unlisted debt securities | 1,245,953 | 1,245,953 |
| | 1,747,751,261 | 1,470,021,306 |
| | 2,351,243,066 | 1,992,212,221 |
| Less: Provision for diminution in the value of investments | (16,222,148) | (16,222,148) |
| | 2,335,020,918 | 1,975,990,073 |
| 7. RESERVES | | |
| Capital reserve | | |
| Profit prior to floatation | 10,532,683 | 10,532,683 |
| Statutory reserve | 968,602,075 | 968,602,075 |
| Merger reserve | 44,902,567 | 44,902,567 |
| Revenue reserve | | |
| Accumulated loss | (442,037,658) | (443,954,928) |
| | 581,999,667 | 580,082,397 |
| 8 CONTINGENCIES AND COMMITMENTS | | |
| 8.1 | The Modaraba had received a legal notice from Innovative Investment Bank Limited (formerly: Crescent Standard Investment Bank Limited) which was addressed to previous Management Company (Financial Link Limited) of the Modaraba, wherein they had asked Modaraba to settle an outstanding balance of short-term borrowing amounting to Rs. 171.143 million (June 30, 2021: Rs. 171.143 million) along with the mark-up thereon on or before February 10, 2007. The management and the legal advisor of the Modaraba is confident that the matter will be decided in the favour of the Modaraba and, accordingly, no liability in respect of the above has been recognised in the financial statements. Further, the management has fully provided net amount of Rs. 44.9 million receivable from Innovative Investment Bank. | |
| 8.2 | A commercial bank has lodged a claim of Rs. 1.090 million on account of excess mark-up paid to the Modaraba during previous years which is not accepted by the Modaraba. The Modaraba has also lodged a claim before the banking tribunal against the said commercial bank for short payment of mark-up to the Modaraba to the extent of Rs. 2.498 million (June 30, 2021: Rs. 2.498 million). The proceedings under both cases are pending to date. As a matter of abundant caution, full provision in respect of the said claim of commercial bank had been made by the Modaraba in 2015. During the prior year, bank balances have been written off against provision amounting to Rs. 1.090 million. | |
| 9 TAXATION | | |

The Finance Bill, 2021 has validated and given legislative effect to the Tax Law (Second Amendment) Ordinance 2021 enacted on March 22, 2021 with effect from July 01, 2021 whereby Clause 100 of the Part 1 of Second Schedule of the Income Tax Ordinance, 2001 relating to the income tax exemption available to Modarabas has been withdrawn. Accordingly, provision for income tax has been booked in these financial statements.

Further, the management has initiated the process of the determination of the tax bases (carrying values) of assets and liabilities admissible for taxation purposes as per requirements of International Accounting Standard 12, 'Income taxes', for the purpose of determination of the net balance of deferred tax, which it considers to be accurately finalised when the return of this financial year becomes due.

10 RELATED PARTY TRANSACTIONS

The Modaraba has related party relationship with its Management Company, associated undertakings, employee benefit plans, and its key management personnel.

The details of related party transactions and balances as at March 31, 2022 are as follows:

| Relationship with the Modaraba | Nature of transactions | (Un-audited) | (Un-audited) |
|-----------------------------------------------------|----------------------------------|--------------------|-------------------|
| | | March 31, 2022 | March 31, 2021 |
| | | Rupees | Rupees |
| Transactions during the period | | | |
| Management Company | | | |
| BRR Investment (Private) Limited | Management fee accrued | 12,930,178 | 34,808,359 |
| BRR Investment (Private) Limited | Management fee paid | 31,942,494 | 17,152,959 |
| BRR Investment (Private) Limited | Rent received | 90,000 | 90,000 |
| BRR Investment (Private) Limited | Advance received | - | 4,000,000 |
| BRR Investment (Private) Limited | Advance repaid | - | 4,000,000 |
| BRR Investment (Private) Limited | Reimbursement of expense | 5,085 | 502 |
| Associated companies / other related parties | | | |
| B.R.R Guardian Limited | Share of common expenses | 9,205 | - |
| Dawood Family Takaful Limited | Rental Received against property | 1,397,421 | 4,106,196 |
| Dawood Family Takaful Limited | Musharaka finance received | 97,000,000 | 105,000,000 |
| Dawood Family Takaful Limited | Musharaka finance paid | 132,000,000 | 105,000,000 |
| Dawood Family Takaful Limited | Profit accrued on musharaka | 1,971,207 | 1,755,544 |
| Dawood Family Takaful Limited | Profit paid on musharaka finance | 2,055,185 | 1,755,544 |
| Dawood Family Takaful Limited | Group life insurance paid | 438,254 | 191,633 |
| First Dawood Investment Bank Limited | Rent received against property | 90,000 | 90,000 |
| First Dawood Investment Bank Limited | Share of common expenses - net | 199,113 | 118,081 |
| First Dawood Investment Bank Limited | Musharaka finance received-net | 155,000,000 | - |
| First Dawood Investment Bank Limited | Musharaka finance paid | 60,000,000 | - |
| First Dawood Investment Bank Limited | Profit accrued on musharaka | 6,789,349 | 3,275,520 |
| First Dawood Investment Bank Limited | Profit paid on Musharaka Finance | 5,536,309 | 3,530,274 |
| First Dawood Employees Provident Fund | Transfer to provident fund | 2,536,483 | 2,343,324 |
| Hydrochina Dawood Power (Private) | Rent received against property | - | 3,697,429 |
| Dawood Global Foundation | Charity paid | 178,912 | 215,321 |



B.R.R. Guardian Modaraba
(An Islamic Financial Institution)

| Relationship with the Modaraba | Nature of balances | (Un-audited) | (Audited) |
|-----------------------------------------------------|------------------------|-----------------------------|----------------------------|
| | | March 31, 2022 Rupees | June 30, 2021 Rupees |
| Period end balances | | | |
| Management Company | | | |
| BRR Investment (Private) Limited | Management fee payable | 12,930,178 | 31,942,495 |
| Associated companies / other related parties | | | |
| First Dawood Investment Bank Limited | Musharaka finance | 150,000,000 | 55,000,000 |
| First Dawood Investment Bank Limited | Profit payable | 1,253,040 | - |
| Dawood Family Takaful Limited | Musharaka finance | - | 35,000,000 |
| Dawood Family Takaful Limited | Advance rental | - | 3,355,332 |
| Dawood Family Takaful Limited | Rental receivable | 982,443 | - |
| Dawood Family Takaful Limited | Profit payable | - | 83,978 |
| Hydrochina Dawood Power (Private) Limited | Advance rental | 934,099 | 3,707,170 |

11 DATE OF AUTHORISATION FOR ISSUE

These financial statements was authorised for issue on April 27, 2022 by the Board of Directors of B.R.R. Investment (Private) Limited.

12 GENERAL

Amounts have been presented and rounded off to the nearest Rupee.

**For B.R.R. Investment (Private) Limited
(Modaraba Management Company)**

Rafiq Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Syed Ali Raza
Director

Syed Tariq Masood
Chief Financial Officer



B.R.R. SECURITY VAULT

CUSTODIAL & REPOSITORY SERVICE

A DIVISION OF B.R.R. GUARDIAN MODARABA



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1900-B, Saima Trade Tower,

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Chundrigar Road, Karachi- 74000