



**Financial Statements**  
(Un-Audited)

**For the Nine Months Ended**

**March 31, 2023**

**B.F. MODARABA**

Managed By

**E.A. MANAGEMENT (PVT) LTD.**

## CORPORATE INFORMATION

### MODARABA MANAGEMENT COMPANY

*E. A. Management (Pvt.) Ltd.*

### BOARD OF DIRECTORS

#### DIRECTORS OF MODARABA MANAGEMENT COMPANY

<i>Mr. Ahmed Ali Mohammad Amin Bawany</i>	<i>Chairman</i>
<i>Mr. Muhammad Omar Amin Bawany</i>	<i>Chief Executive</i>
<i>Mr. Hamza Omar Bawany</i>	<i>Director</i>
<i>Mr. Muhammad Samiullah</i>	<i>Independent Director</i>
<i>Ms. Tasneem Yusuf</i>	<i>Independent Director</i>

### AUDIT COMMITTEE

<i>Mr. Muhammad Samiullah</i>	<i>Chairman</i>
<i>Mr. Ahmed Ali Mohammad Amin Bawany</i>	<i>Member</i>
<i>Mr. Hamza Omar Bawany</i>	<i>Member</i>

### HUMAN RESOURCE & REMUNERATION COMMITTEE

<i>Mr. Muhammad Samiullah</i>	<i>Chairman</i>
<i>Mr. Ahmed Ali Mohammad Amin Bawany</i>	<i>Member</i>
<i>Mr. Muhammad Omar Amin Bawany</i>	<i>Member</i>

### CFO & COMPANY SECRETARY

*Mr. Muhammad Ayub*

### SHARIAH ADVISOR

*Mr. Mufti Zubair Usmani*

### LEGAL ADVISOR

*Mr. Ghulam Rasool Korai*

### MODARABA AUDITORS

*M/s. Rehman Sarfaraz Rahim Iqbal Rafiq*  
*Chartered Accountants*

### BANKERS

*Al-Baraka Islamic Bank*  
*Bank Al-Habib Islamic Limited*  
*Habib Bank Limited*  
*Habib Metropolitan Islamic Bank Limited*  
*UBL Ameen Islamic Bank*

### REGISTERED OFFICE

*Plot No. 43-1-E (B), Block No. 06*  
*Off Razi Road, P.E.C.H.S.,*  
*Shahrah-e-Faisal, Karachi, Pakistan.*  
*UAN : 111-229-269*  
*Fax : (92-21) 34322864*

### EMAIL & WEBSITE

*E-mail: info@bfmodaraba.com.pk*  
*feedback@bfmodaraba.com.pk*  
*URL: www.bfmodaraba.com.pk*

### SHARES REGISTRAR

*M/s. C & K Management Associates (Pvt.) Limited*  
*404, Trade Tower, Abdullah Haroon Road, Near*  
*Metropole Hotel, Karachi-75530*  
*Phone: 35687839-35685930*

**DIRECTOR'S REPORTS  
FOR THE PERIOD ENDED MARCH 31, 2023**

Dear Certificate Holders,

Assalamo Alaikum,

By the grace of Almighty Allah, I take pleasure in presenting a brief review of your Modaraba for the Quarter ended March 31, 2023.

Our gross revenue during the period was Rs. 8.820 million vis-à-vis Rs. 6.106 million for the corresponding period of 2021-22 improved by 45%. mainly from Dividend Income Rs. 5.478 million; Diminishing Musharakah Income Rs. 2.043 million; Realized Profit on sale of mutual funds Rs. 1.076 million. The unrealized loss in the value of investment in marketable securities increased by Rs. 1.849 million and stands at Rs. 6.563 million as on reporting period. Equity market showed downward trend, KSE-100 index posted a negative impact of 4% and closing at 40,000 points as on March 31, 2023. Pre-tax Profit stood at Rs. 2.838 million against a Pre-tax Profit of Rs. 0.732 million for the corresponding period of 2021-22.

May Almighty Allah guide us in our efforts for the progress of Modaraba and reward us with his

**AMEEN.**

Karachi:  
April 28, 2023

Hamza Omar Bawany  
Director

Muhammad Omar Amin Bawany  
Chief Executive

# چیف ایگزیکٹو کا جائزہ

برائے اختتامی مدت 31 مارچ 2023

محترم سرٹیفیکیٹ ہولڈرز  
اسلام علیکم!

اللہ تعالیٰ کے فضل و کرم سے میں 31 مارچ 2023 کو ختم ہونے والی نو ماہ کے لئے آپ کے مضاربہ کی کارکردگی کا مختصر سا جائزہ پیش کرتے ہوئے مسرت محسوس کرتا ہوں

اس مدت کے دوران ہماری مجموعی آمدنی 8.820 ملین تھی جو کہ 2021-22 کی اسی مدت کے لیے 6.106 ملین کے مقابلے میں 45 فیصد بہتر ہوئی۔ بنیادی طور پر ڈیویڈنڈ انکم 5.478 ملین سے، مشاعرہ کی کم ہوتی آمدنی 2.043 ملین، میوچل فنڈز کی فروخت پر حقیقی منافع 1.076 ملین۔ مارکیٹ ایبل سیکیورٹیز میں سرمایہ کاری کی قدر میں غیر حقیقی نقصان میں 1.849 ملین کا اضافہ ہوا اور ریورٹنگ کی مدت کے مطابق یہ 6.563 ملین ہے۔ ایکویٹی مارکیٹ میں کمی کا رجحان دیکھا گیا، KSE-100 انڈیکس نے 4% کا منفی اثر ڈالا اور 31 مارچ 2023 کو 40,000 پوائنٹس پر بند ہوا۔ قبل از ٹیکس منافع 2022-21 کی اسی مدت کے 0.732 ملین کے مقابلے میں 2.838 ملین رہا۔

اللہ تعالیٰ مضاربہ کے لئے ترقی اور ہماری کوششوں میں اپنی رہنمائی فرمائے اور ہمیں اپنی نعمتوں سے نوازے۔ آمین

محمد عمر امین باوانی  
چیف ایگزیکٹو

کراچی: 28 اپریل 2023

ڈائریکٹر

**B.F. MODARABA**  
**CONDENSED INTERIM FINANCIAL POSITION**  
**AS AT MARCH 31, 2023**

	<i>Note</i>	(Un-audited) March 31, 2023	(Audited) June 30, 2022
-----Rupees-----			
<b>ASSETS</b>			
<b>Non-current assets</b>			
Furniture and equipment		17,924	19,879
Long term deposits		40,019	40,019
Long term investments	1	38,435,085	95,249,082
Long term Musharaka	2	7,415,919	7,415,919
Diminishing Musharaka	3	9,545,527	12,062,975
		<b>55,454,474</b>	114,787,874
<b>Current assets</b>			
Stock in trade	4	45,277,700	-
Prepayments and other receivables		9,419,832	832,402
Current portion of Diminishing Musharaka		3,037,114	2,524,275
Advance tax - net		3,746,495	3,500,628
Cash and bank balances		5,118,557	2,485,415
		<b>66,599,698</b>	9,342,720
<b>Total assets</b>		<b>122,054,172</b>	124,130,594
<b>LIABILITIES AND EQUITY</b>			
<b>Current liabilities</b>			
Trade and other payables		2,150,230	3,004,935
Due to Management Company		321,807	-
Unclaimed dividend		1,690,888	1,690,889
		<b>4,162,925</b>	4,695,824
<b>Certificate holders' equity</b>			
Certificate capital		75,151,587	75,151,587
Reserves		49,302,837	48,996,651
		<b>124,454,424</b>	124,148,238
Unrealized loss on re-measurement of investments classified at fair value through other comprehensive income		<b>(6,563,177)</b>	(4,713,468)
<b>Total liabilities and equity</b>		<b>122,054,172</b>	124,130,594

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

**FOR E.A Management (Private) Limited**  
(Management Company)

Chairman

Chief Executive

Director

Chief Financial Officer

**B.F.MODARABA**  
**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)**  
**FOR THE QUARTER ENDED MARCH 31, 2023**

	Nine Months ended		Quarter ended	
	July-2022 to Mar-2023	July-2021 to Mar-2022	Jan-2023 to Mar-2023	Jan-2022 to Mar-2022
	-----Rupees-----			
<b>Revenue</b>				
Unrealized gain / (loss) on remeasurement of investment in units of mutual funds	-	2,745,906	-	891,382
Realized Profit / (Loss) on Sale of Mutual funds	<b>1,075,702</b>	69,439	-	-
Diminishing Musharakah income	<b>2,043,126</b>	-	<b>693,578</b>	-
Dividend - net of zakat	<b>5,477,758</b>	3,199,547	<b>1,323,089</b>	1,320,673
Profit on bank deposits accounts	<b>222,978</b>	91,512	<b>122,156</b>	33,771
	<b>8,819,564</b>	6,106,404	<b>2,138,823</b>	2,245,826
<b>Expenditure</b>				
Operating expenses	<b>(5,601,491)</b>	(5,276,818)	<b>(1,471,717)</b>	(1,815,583)
Profit before charging management fee	<b>3,218,074</b>	829,586	<b>667,107</b>	430,243
Management fee	<b>(321,807)</b>	<b>(82,959)</b>	<b>(66,710)</b>	(43,025)
Profit before Worker's Welfare Fund	<b>2,896,267</b>	746,627	<b>600,397</b>	387,218
Provision for Worker's Welfare Fund	<b>(57,925)</b>	<b>(14,933)</b>	<b>(12,008)</b>	(7,745)
Profit before Taxation	<b>2,838,341</b>	731,694	<b>588,388</b>	379,473
Taxation - current	<b>(771,588)</b>	(408,844)	<b>(179,961)</b>	(177,066)
Profit after taxation	<b>2,066,753</b>	322,851	<b>408,427</b>	202,408
Earning per certificate- basic and diluted	<b>0.28</b>	0.04	<b>0.05</b>	0.03

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

**FOR E.A Management (Private) Limited**  
(Management Company)

Chairman

Chief Executive

Director

Chief Financial Officer

B.F.MODARABA

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME ((UN-AUDITED)

FOR THE QUARTER ENDED MARCH 31, 2023

	Nine months ended March 31,		For the quarter ended March 31,	
	2023	2022	2023	2022
	----- Rupees -----			
Profit / (loss) after taxation	2,066,753	322,851	408,427	202,408
<b><i>Other comprehensive income / (loss)</i></b>				
<i>Items that will not subsequently be reclassified to profit and loss account</i>				
Increase / (decrease) on re-measurement of investments	(1,852,262)	(2,008,471)	(58,830)	524,092
<b>Total comprehensive income / (loss) for the period</b>	<b>214,492</b>	<b>(1,685,620)</b>	<b>349,598</b>	<b>726,500</b>

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

**FOR E.A Management (Private) Limited**  
(Management Company)

Chairman

Chief Executive

Director

Chief Financial Officer

**B.F.MODARABA**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE QUARTER ENDED MARCH 31, 2023**

	March 31 2023	March 31 2022
	-----Rupees-----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	2,838,341	731,694
<b>Adjustments for non cash charges and other items:</b>		
Depreciation on own assets	1,953	2,388
Provision for profit on bank deposits	(222,978)	(91,512)
Provision for management fee	321,807	82,959
Provision for provident fund	407,314	360,958
Provision for worker's welfare fund	57,925	14,933
Realized Profit / (Loss) on Sale of Mutual funds	(1,075,702)	(69,439)
Unrealized (gain) / loss on Remeasurement of investment in mutual funds	-	(2,745,906)
Dividend income	(5,477,758)	(3,199,547)
	<u>(5,987,439)</u>	<u>(5,575,727)</u>
Operating loss before working capital changes	(3,149,098)	(4,844,033)
<b>Working capital changes</b>		
<i>Decrease / (Increase) in current assets</i>		
Stock in trade	(45,277,700)	-
Prepayments and other receivables	(8,587,430)	(102,745)
	<u>(53,865,130)</u>	<u>(102,745)</u>
<i>(Increase) / decrease in current liabilities</i>		
Accrued and other liabilities	(275,142)	(59,608)
<b>Net increase in working capital</b>	<u>(54,140,272)</u>	<u>(162,353)</u>
Taxes paid	(1,015,037)	(422,568)
Dividend Paid	-	(3,612,273)
P.F Paid	(1,042,406)	-
Purchase of investments	(4,824,803)	(8,753,496)
Management Fee paid	-	(639,333)
Dividend received	5,477,758	2,796,253
	<u>(1,404,487)</u>	<u>(10,631,418)</u>
<b>Net cash inflow from operating activities</b> (A)	(58,693,857)	(15,637,804)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Profit received on bank deposits	222,809	91,574
Proceed from sale of investment	59,099,581	23,889,735
Diminishing Musharaka	2,004,609	-
Long term Musharaka	-	(8,800,000)
<b>Net cash (outflows) / inflows from investing activities</b> (B)	61,326,999	15,181,309
<b>Cash flows from financing activities</b> (C)	-	-
Net increase in cash and cash equivalents (A+B+C)	2,633,142	(456,495)
<b>Cash and cash equivalents as at beginning of the period</b>	<u>2,485,415</u>	<u>2,551,491</u>
<b>Cash and cash equivalents as at the end of period</b>	<u>5,118,557</u>	<u>2,094,996</u>

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

**FOR E.A Management (Private) Limited**  
(Management Company)

Chairman

Chief Executive

Director

Chief Financial Officer



B.F.MODARABA

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE QUARTER ENDED MARCH 31, 2023

	Issued, subscribed and paid up capital	Reserves		Total Reserve	Total
		Statutory reserves	Unappropriated profits		
-----Rupees-----					
<b>Balance as at July 01, 2021</b>	<b>75,151,587</b>	<b>50,255,171</b>	<b>17,610,436</b>	<b>67,865,607</b>	<b>143,017,194</b>
<i>Total comprehensive income for the period ended March 31, 2022</i>					
- Profit / (Loss) after taxation	-	-	322,851	322,851	322,851
- Issuance of Cash Dividend @ 5%	-	-	(3,757,579)	(3,757,579)	(3,757,579)
	-	-	(3,434,728)	(3,434,728)	(3,434,728)
<b>Balance as at March 31, 2022</b>	<b>75,151,587</b>	<b>50,255,171</b>	<b>14,175,708</b>	<b>64,430,879</b>	<b>139,582,466</b>
<b>Balance as at April 01, 2022</b>	75,151,587	50,255,171	14,175,708	64,430,879	139,582,466
- Profit / (Loss) after taxation	-	-	(15,434,228)	(15,434,228)	(15,434,228)
- Other comprehensive income	-	-	-	-	-
	-	-	(15,434,228)	(15,434,228)	(15,434,228)
<b>Balance as at June 30, 2022</b>	<b>75,151,587</b>	<b>50,255,171</b>	<b>(1,258,520)</b>	<b>48,996,651</b>	<b>124,148,238</b>
<b>Balance as at July 01, 2022</b>	75,151,587	50,255,171	(1,258,520)	48,996,651	124,148,238
<i>Total comprehensive income for the period ended March 31, 2023</i>					
- Profit / (Loss) after taxation	-	-	2,066,753	2,066,753	2,066,753
- Other comprehensive income	-	-	-	-	-
	-	-	2,066,753	2,066,753	2,066,753
- Loss realized on disposal of investments in ordinary shares of listed companies	-	-	(1,760,567)	(1,760,567)	(1,760,567)
<b>Balance as at March 31, 2023</b>	<b>75,151,587</b>	<b>50,255,171</b>	<b>(952,334)</b>	<b>49,302,837</b>	<b>124,454,424</b>

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

**FOR E.A Management (Private) Limited**  
(Management Company)

Chairman

Chief Executive

Director

Chief Financial Officer

**B.F. MODARABA**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED MARCH 31, 2023**

	<i>Note</i>	Un-audited March 31, 2023	Audited June 30, 2022
		-----Rupees-----	
<b>1 LONG TERM INVESTMENTS</b>			
<b>Fair value through OCI</b>			
Investments in listed shares/certificates	1.1	38,399,779	41,689,568
<b>Fair value through profit or loss</b>			
Investments in mutual funds open-ended units	1.2	35,306	53,559,514
		<u>38,435,085</u>	<u>95,249,082</u>
<b>1.1 Investments in listed shares/certificates</b>			

Unless stated otherwise, the following holdings are in ordinary shares/certificates of Rs. 10/- each.

No. of shares / certificates			Un-audited	Audited
March 31, 2023	June 30, 2022		March 31, 2023	June 30, 2022
No. of shares / certificates			-----Rupees-----	
<b>MODARABAS</b>				
21,136	21,136	OLP Modaraba (Formerly, ORIX Modaraba)	265,891	338,176
-	72,900	First Punjab Modaraba	-	118,827
<u>21,136</u>	<u>94,036</u>		<u>265,891</u>	<u>457,003</u>
<b>COMMERCIAL BANKS</b>				
58,455	39,505	Meezan Bank Ltd.	5,564,916	4,463,275
<u>58,455</u>	<u>39,505</u>		<u>5,564,916</u>	<u>4,463,275</u>
<b>CEMENT</b>				
199,125	177,000	Fauji Cement Limited	2,381,535	2,508,090
13,000	13,000	Kohat Cement Limited	1,812,590	1,691,690
10,000	10,000	D.G.Khan Cement Limited	439,100	625,000
6,000	3,000	Lucky Cement Ltd	2,414,640	1,377,120
10,000	10,000	Maple Leaf Cement	259,800	273,500
<u>238,125</u>	<u>213,000</u>		<u>7,307,665</u>	<u>6,475,400</u>
<b>FUEL AND ENERGY</b>				
22,419	22,419	The Hub Power Company Limited	1,513,955	1,528,303
49,000	49,000	Kohinoor energy Limited	1,538,110	1,876,700
600,500	600,500	K-Electric Limited	1,243,035	1,825,520
20,000	20,000	Pakistan Oil Fields	7,977,800	8,116,200
10,099	10,099	Pakistan Petroleum Limited	645,932	681,783
<u>702,018</u>	<u>702,018</u>		<u>12,918,832</u>	<u>14,028,506</u>
<b>REFINERY</b>				
12,500	12,500	ATTOCK REFINERY	2,128,125	2,197,250
<u>12,500</u>	<u>12,500</u>		<u>2,128,125</u>	<u>2,197,250</u>

**B.F. MODARABA**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED MARCH 31, 2023**

No. of shares / certificates			Un-audited	Audited
March 31, 2023	June 30, 2022		March 31, 2023	June 30, 2022
No. of shares / certificates			-----Rupees-----	
<b>ENGINEERING</b>				
-	33,350	Mughal Iron & Steel Ind.	-	1,922,294
<b>25,000</b>	<b>25,000</b>	International Steel	<b>1,060,250</b>	<b>1,484,000</b>
<b>25,000</b>	<b>58,350</b>		<b>1,060,250</b>	<b>3,406,294</b>
<b>AUTOMOBILE ASSEMBLER</b>				
-	2,000	Pak Suzuki Motors Ltd.,	-	422,420
-	2,000		-	422,420
<b>COMMUNICATION</b>				
-	57,000	Pakistan Telecommunication Company Ltd.	-	396,720
-	57,000		-	396,720
<b>CHEMICALS &amp; PHARMACEUTICALS</b>				
<b>95,000</b>	<b>95,000</b>	Engro Fertilizer Company Limited	<b>8,057,900</b>	<b>8,420,800</b>
<b>95,000</b>	<b>95,000</b>		<b>8,057,900</b>	<b>8,420,800</b>
<b>FOOD &amp; PERSONAL CARE PRODUCTS</b>				
<b>10,000</b>	<b>10,000</b>	Frieslandcampina Engro Pakistan	<b>570,000</b>	<b>682,800</b>
<b>10,000</b>	<b>10,000</b>		<b>570,000</b>	<b>682,800</b>
<b>TEXTILE COMPOSITE</b>				
<b>10,000</b>	<b>10,000</b>	Nishat Mills Ltd	<b>526,200</b>	<b>739,100</b>
<b>10,000</b>	<b>10,000</b>		<b>526,200</b>	<b>739,100</b>
<b>1,172,234</b>	<b>1,293,409</b>		<b>38,399,779</b>	<b>41,689,568</b>

1.2 **Investment in mutual funds open-ended units**

No. of units			Un-audited	Audited
March 31, 2023	June 30, 2022		March 31, 2023	June 30, 2022
No. of units			-----Rupees-----	
<b>MUTUAL FUNDS-OPEN ENDED</b>				
-	5,073	Meezan Islamic Fund	-	285,255
-	334,321	Meezan Islamic Income Fund	-	17,227,561
<b>706</b>	<b>664,641</b>	Meezan Rozana Amdani Fund	<b>35,306</b>	<b>33,232,050</b>
-	69,549	AKD Islamic Stock Fund	-	2,814,648
<b>706</b>	<b>1,073,584</b>		<b>35,306</b>	<b>53,559,514</b>

2 **LONG TERM MUSHARAKA FINANCING**

This represent Musharaka Agreement entered into between Modaraba and M/s. Sustainable Environment Developers (SED) on May 26, 2021, with profit sharing ratio of 48.5% and 51.5% respectively. The agreement will dissolve / terminate upon mutual consent.

**B.F. MODARABA**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE QUARTER ENDED MARCH 31, 2023**

	(Un-audited)	(Audited)
	March 31,	June 30, 2022
	2023	
	-----Rupees-----	
<b>Cost of investment</b>		
Carrying value as at	22,800,000	14,000,000
Investment made during the year	-	8,800,000
	<u>22,800,000</u>	<u>22,800,000</u>
<b>Accumulated share of profit:</b>		
Opening balance	(15,384,081)	-
Share of loss for the year	-	(15,384,081)
	<u>(15,384,081)</u>	<u>(15,384,081)</u>
<b>Carrying value as at reporting date</b>	<u>7,415,919</u>	<u>7,415,919</u>

**3 DIMINISHING MUSHARAKA**

Considered good	12,582,641	14,587,250
Less: Current portion of Diminishing Musharaka	(3,037,114)	(2,524,275)
	<u>9,545,527</u>	<u>12,062,975</u>

**4 STOCK IN TRADE**

This represents 650 tonnes of sugar purchased for the purpose of trading from Faran Sugar Mills Limited.

5. These financial statements are unaudited and were authorized for issued on April 28, 2023 by the Board of Directors of the Management Company.
6. The accounting policies adopted for the preparation of these financial statements are consistent with those applied for the preparation of the preceding published financial statements.
7. Figures have been rounded off to the nearest rupee and have been re-arranged / restated where necessary for the purpose of comparison.

**FOR E.A Management (Private) Limited**  
(Management Company)

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Chairman

Chief Executive

Director

Chief Financial Officer