

# First Tri-Star Modaraba



**UN-AUDITED ACCOUNTS  
FOR THE NINE MONTHS  
ENDED 31<sup>ST</sup> MARCH, 2023**

Managed by:  
A.R.T. Modaraba Management (Pvt) Ltd.

## Company Information

**Board of Directors:** Mr. Ahmed Khizer Khan Non-Executive Chairman / Independent Director  
Mr. Asad Ahmad Chief Executive  
Ms. Marium Ahmad Non-Executive Director

**Auditors:** M/s. Crowe Hussain Chaudhury & Co.  
Chartered Accountants

**Audit Committee:** Mr. Ahmed Khizer Khan Chairman  
Ms. Marium Ahmad Member  
Mr. Asad Ahmad Member

**Shariah Advisor:** Alhamd Shariah Advisory Services (Pvt) Ltd.

**Bankers:** Al Baraka Bank (Pakistan) Ltd.  
Bank Al-Habib Ltd.  
Habib Bank Ltd.  
National Bank of Pakistan

**Registered Office:** A/33, Central Commercial Area,  
Block 7/8, KCHSU,  
Karachi.

**Management Company:** A.R.T. Modaraba Management (Pvt) Ltd.

**Directors' Report  
of A.R.T. Modaraba Management (Pvt) Ltd.,  
For the nine months ended March 31, 2023**

The un-audited accounts of First Tri-Star Modaraba for the nine months ended March 31, 2023 are presented herewith.

Alhamdulillah, Modaraba continued generating revenue through rental income as well as income from running an educational institution. We are optimistic of achieving better results in years to come.

On behalf of the Board

**Asad Ahmad**  
Chief Executive

**Marium Ahmad**  
Director

Place: Karachi.  
Dated: April 28, 2023

## CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2023

		March 31, 2023 (Un-audited)	June 30, 2022 (Audited)
	Note	-----Rupees-----	
<b>CAPITAL AND RESERVES</b>			
Authorized Capital 40,000,000 (June 30, 2022: 40,000,000) Modaraba Certificates of Rs. 10/- each		<b>400,000,000</b>	400,000,000
Issued, subscribed and paid-up certificate capital	4	<b>211,631,040</b>	211,631,040
Reserves	5	<b>(19,339,078)</b>	(29,749,541)
<b>Certificate holders' equity</b>		<b>192,291,962</b>	181,881,499
Deficit on revaluation of investments	6	<b>(3,418,063)</b>	(3,377,952)
<b>NON CURRENT LIABILITIES</b>			
Security deposits	7	<b>1,770,000</b>	2,280,000
<b>CURRENT LIABILITIES</b>			
Creditors, accrued and other liabilities	8	<b>15,064,796</b>	13,809,053
Unclaimed dividend		<b>8,054,502</b>	13,682,766
<b>Total current liabilities</b>		<b>23,119,298</b>	27,491,819
<b>Contingencies and commitments</b>	9	-	-
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>213,763,197</b>	208,275,366
<b>NON-CURRENT ASSETS</b>			
Fixed assets - tangible	10	<b>7,212,697</b>	8,209,942
Investment property	11	<b>76,468,618</b>	82,668,776
Long term deposit		<b>58,500</b>	58,500
Long term investments	12	<b>35,900,505</b>	35,898,870
<b>Total non-current assets</b>		<b>119,640,319</b>	126,836,088
<b>CURRENT ASSETS</b>			
Short term investments	13	<b>252,932</b>	294,679
Rent Receivable	14	<b>13,000,000</b>	6,000,000
Advances and deposits	15	<b>440,095</b>	70,833,455
Other receivables	16	<b>68,008,578</b>	1,960,144
Cash and bank balances	17	<b>12,421,272</b>	2,350,999
<b>Total current assets</b>		<b>94,122,878</b>	81,439,277
<b>TOTAL ASSETS</b>		<b>213,763,197</b>	208,275,366

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

For A.R.T. Modaraba Management (Private) Limited  
(Management Company)

Chief Executive

Director

Director

Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)  
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023**

	For the nine months period ended		For the three months period ended	
	December 31,	March 31,	December 31,	March 31,
	2022	2022	2022	2022
<b>Note</b>	-----Rupees-----			
Revenue	<b>37,923,183</b>	24,183,750	<b>17,754,250</b>	9,740,000
Administrative expenses	<b>(24,175,565)</b>	(20,079,435)	<b>(9,862,639)</b>	(6,356,658)
	<b>13,747,618</b>	4,104,315	<b>7,891,611</b>	3,383,342
Other income	<b>75,511</b>	183,784	<b>29,640</b>	42,445
Financial charges	<b>(1,187)</b>	(3,685)	<b>(169)</b>	(2,242)
Profit /(loss) before taxation	<b>13,821,942</b>	4,284,414	<b>7,921,082</b>	3,423,544
Taxation	<b>(3,411,477)</b>	-	<b>(1,959,642)</b>	219,647
Profit/(loss) for the period	<b>10,410,464</b>	4,284,414	<b>5,961,440</b>	3,203,897
Earnings/(loss) per certificate	<b>0.49</b>	0.20	<b>0.28</b>	0.15

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

For A.R.T. Modaraba Management (Private) Limited  
(Modaraba Management Company)

Chief Executive

Director

Director

Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023**

	<b>For the nine months period ended</b>		<b>For the three months period ended</b>	
	<b>March 31, 2023</b>	March 31, 2022	<b>March 31, 2023</b>	March 31, 2022
	----- Rupees -----		----- Rupees -----	
Profit/(loss) for the period	<b>13,821,942</b>	4,284,414	<b>5,961,440</b>	3,423,544
<b>Components of other comprehensive income reflected below equity</b>				
<b>Items that will not be reclassified subsequently to profit or loss account</b>				
Deficit on revaluation of investments classified as 'at fair value through other comprehensive income' - net	<b>(40,112)</b>	(406,199)	<b>(11,066)</b>	<b>(85,128)</b>
<b>Total comprehensive income / (loss) for the period</b>	<b><u>13,781,830</u></b>	<b><u>3,878,215</u></b>	<b><u>5,950,374</u></b>	<b><u>3,338,417</u></b>

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

For A.R.T. Modaraba Management (Private) Limited  
(Modaraba Management Company)

Chief Executive

Director

Director

Chief Financial Officer

## CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023

	Nine month period ended	
	March 31, 2023	March 31, 2022
Note	-----Rupees-----	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	13,821,942	4,284,414
<b>Adjustments for non-cash and other items:</b>		
Depreciation	7,217,004	8,065,929
Other income	(75,511)	(191,547)
	7,141,493	7,874,382
	20,963,435	12,158,796
<b>Increase/(Decrease) in working capital</b>		
(Increase)/ Decrease in current assets	(2,655,074)	(42,707,418)
Increase /(Decrease) in current liabilities	4,049,102	(1,102,009)
	1,394,028	(43,809,427)
<b>Cash (used in)/ generated from operations</b>	22,357,463	(31,650,631)
Income tax paid	(618,118)	(1,077,106)
<b>Cash (used in)/generated from operating activities</b>	21,739,345	(32,727,736)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Other Income	75,511	191,547
Purchase of shares	-	(5,355)
Capital expenditure incurred	(19,600)	(7,171,775)
<b>Cash generated from / (used in) investing activities</b>	55,911	(6,985,583)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Long term deposits	(510,000)	650,000
Dividend paid	(5,628,264)	-
<b>Cash (used in) / generated from financing activities</b>	(6,138,264)	650,000
<b>Net (decrease)/increase in cash and cash equivalents</b>	15,656,992	(39,063,319)
<b>Cash &amp; cash equivalent at the beginning of the period</b>	2,350,999	44,922,039
<b>Cash &amp; cash equivalent at the end of the period</b>	18,007,991	5,858,720

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

For A.R.T. Modaraba Management (Private) Limited  
(Management Company)

Chief Executive

Director

Director

Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)  
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2023**

	Certificate	Capital Reserve	Revenue Reserve		Total
		Statutory	General	Accumulated	
-----Rupees-----					
<b>Balance as at July 01, 2021</b>	211,631,040	21,744,353	10,000,000	(49,612,336)	193,763,057
Profit for the period	-	-	-	4,284,414	4,284,414
Other comprehensive income	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	4,284,414	4,284,414
Balance as at March 31, 2022	211,631,040	21,744,353	10,000,000	(45,327,922)	198,047,471
<b>Balance as at July 01, 2022</b>	<b>211,631,040</b>	<b>21,826,099</b>	<b>10,000,000</b>	<b>(61,575,640)</b>	<b>181,881,499</b>
Profit for the period	-	-	-	10,410,464	10,410,464
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the period	-	-	-	10,410,464	10,410,464
<b>Balance as at March 31, 2023</b>	<b>211,631,040</b>	<b>21,826,099</b>	<b>10,000,000</b>	<b>(51,165,176)</b>	<b>192,291,963</b>

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

For A.R.T. Modaraba Management (Private) Limited  
(Management Company)

Chief Executive

Director

Director

Chief Financial Officer



**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE NINE MONTHS ENDED MARCH 31, 2023**

**1. LEGAL STATUS AND NATURE OF THE BUSINESS**

**1.1** First Tri-Star Modaraba (the Modaraba) was formed under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the Rules framed thereunder and is managed by A.R.T. Modaraba Management (Private) Limited. It is a perpetual, multipurpose and multidimensional Modaraba. The Modaraba is listed on Pakistan Stock Exchange Limited. The registered office of the Modaraba is situated at A/33, Central Commercial Area, Block 7/8, KCHSU, Karachi.

The Modaraba is engaged in the following activities:

- I) Renting out its building
- ii) Running an educational institution

**2. BASIS OF PREPARATION**

**2.1 Statement of compliance**

These condensed interim financial information of the Modaraba for the nine months ended 31 March 2023 has been prepared in accordance with the requirements of the International Accounting Standard 34 - "Interim Financial Reporting" and provisions of and directives issued under the Modaraba Companies and Modarabas (Floatation and Control) Ordinance, 1980, the Modaraba Companies and Modaraba Rules, 1981 and Prudential Regulations for Modarabas.

In case where requirements differ, the provisions of or directives issued under the Modaraba Companies and Modarabas (Floatation and Control) Ordinance, 1980, the Modaraba Companies and Modaraba Rules, 1981 and Prudential Regulations for Modarabas have been followed.

The disclosures made in this condensed interim financial information have been limited, based on the requirements of International Accounting Standard 34 - "Interim Financial Reporting". These condensed interim financial information do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Modaraba for the year ended June 30, 2022.

**2.2 Basis of measurement**

This condensed interim financial information has been prepared under the "historical cost convention" except for the revaluation of certain financial assets which are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow statement.

**3. SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies adopted and methods of computation followed in the preparation of this condensed interim financial information are same as those applied in the preparation of annual financial statements for the year ended June 30, 2022.

**3.1 Standards and amendments to published approved accounting standards which are effective during the nine months ended March 31, 2023.**

There are certain amendments and interpretations to the accounting and reporting standards which are mandatory for annual accounting period which began on July 1, 2022.

However, the application of such standards do not have any significant impact on the Modaraba's financial reporting and, therefore, have not been presented in these condensed interim unconsolidated financial statements.

**3.2 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS**

The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Modaraba's accounting policies and key sources of estimation of uncertainty are the same as those that were applied to the financial statements for the year ended June 30, 2022.

**4 Issued, subscribed and paid-up certificate capital**

<b>March 2023</b>	<b>June 2022</b>		<b>March 31, 2023</b>	June 30, 2022 (Audited)
-----No of shares-----			-----Rupees-----	
11,900,000	11,900,000	Modaraba Certificates of Rs. 10 each fully paid in cash.	<b>119,000,000</b>	119,000,000
2,180,000	2,180,000	Bonus certificates of Modaraba of Rs. 10	<b>21,800,000</b>	21,800,000
7,083,104	7,083,104	Modaraba Certificates of Rs.10 issued for acquisition	<b>70,831,040</b>	70,831,040
<b>21,163,104</b>	21,163,104		<b>211,631,040</b>	211,631,040

**5 Reserves**

**Capital reserves**

Statutory Reserve 5.1 **21,826,099** 21,826,099

**Revenue reserves**

General Reserve	<b>10,000,000</b>	10,000,000
Accumulated loss	<b>(51,165,177)</b>	(61,575,640)
	<b>(41,165,177)</b>	(51,575,640)
	<b>(19,339,078)</b>	(29,749,541)

**5.1** This represents profit set aside to comply with requirement of Prudential Regulations for Modaraba issued by SECP, which is not available for distribution.

**6 Deficit on revaluation of investments**

Market value of investments	<b>36,153,438</b>	36,193,549
Less: Cost of investments	<b>39,571,501</b>	39,571,501
	<b>(3,418,063)</b>	(3,377,952)
Deficit on revaluation at beginning of the period / year	<b>(1,356,158)</b>	(912,011)
Loss during the period / year	<b>(40,112)</b>	(444,147)
	<b>(1,396,270)</b>	(1,356,158)

**7 Security deposits** 7.1 **1,770,000** 2,280,000

**7.1** These represents deposits from students without any remuneration.

**8 Creditors, accrued and other liabilities**

Accrued expenses	<b>3,630,000</b>	1,127,782
Management fee	-	85,600
Sales tax payable on management fees	<b>296,207</b>	296,207
Workers' welfare fund	<b>275,297</b>	275,297
Income tax payable	<b>4,074,410</b>	5,235,285
Zakat payable	<b>6,788,882</b>	6,788,882
	<b>15,064,796</b>	13,809,053

**9 Contingencies and commitments**

There are no contingencies and commitments as at March 31, 2023. (June 30, 2022 : Nil)

	<b>March 31, 2023</b>	June 30, 2022 (Audited)
	-----Rupees-----	
<b>10 Property and equipments</b>		
Book value at the beginning of the period / year	<b>8,209,942</b>	13,245,576
Transferred from investment property	-	(15,425,300)
Additions during the period / year	<b>19,600</b>	5,915,493
	<b>8,229,542</b>	3,735,769
Deletion during the period / year at book value	-	-
Accumulate of assets transferred to investment property	-	5,389,098
Depreciation charge during the period / year	<b>(1,016,846)</b>	(914,925)
Book value at the end of the period / year	<b>7,212,697</b>	8,209,942
<b>10.1 Additions</b>		
Furniture & fixtures	-	16,200
Motor Car	-	5,899,293
Office Equipment	<b>19,600</b>	-
	<b>19,600</b>	5,915,493
<b>11 Investment property</b>		
<b>Gross carrying amount</b>		
Balance at the beginning of the period / year	<b>140,846,000</b>	124,804,700
Transferred from fixed assets - tangible	-	15,425,300
Additions	-	616,000
Disposals	-	-
Balance at the end of the period / year	<b>140,846,000</b>	140,846,000
<b>Accumulated Depreciation</b>		
Balance at the beginning of the period / year	<b>58,177,224</b>	43,602,706
Transferred from fixed assets - tangible	-	5,389,098
Additions	-	-
Depreciation charge for the period / year	<b>6,200,158</b>	9,185,420
Disposals	-	-
Balance at the end of the period / year	<b>64,377,382</b>	58,177,224
<b>Net book amount</b>	<b>76,468,618</b>	82,668,776
<b>As at March 31 2023</b>		
Cost	<b>140,846,000</b>	140,846,000
Accumulated Depreciation	<b>(64,377,382)</b>	(58,177,224)
<b>Net book amount</b>	<b>76,468,618</b>	82,668,776
<b>Rate</b>	<b>10%</b>	10%

- 11.1** The Modaraba acquired building for a total consideration of Rs. 140.230 million during the year ended June 30, 2016, however the title of the same was not transferred in the name of the Modaraba in view of the order passed by the Honorable Supreme Court of Pakistan imposing the condition of completion plan duly approved by the Sind Building Control Authority (SBCA) of registration of sale deed by the Sub-Registrar of properties. The seller has already applied for approval of completion plan to the SBCA and the approval of same is awaited. As soon as completion plan is issued the sale deed will be registered before the concerned Sub-Registrar of properties.
- 11.2** The above building is situated on A/33, Central Commercial Area, Block 7/8, KCHSU, Karachi.
- 11.3** The fair value of the investment property based on the latest available valuation dated June 29, 2021 is Rs. 298,200,000 (Forced sale value Rs 238,560,000).

		<b>March 31,</b>	June 30,
		<b>2022</b>	2022
			(Audited)
<b>12</b>	<b>Long term investments</b>	<b>Note</b>	-----Rupees-----
	<b>At fair value through other comprehensive income (FVOCI)</b>		
	Shares and certificates of listed companies &	12.1	<b>14,505</b>
	Shares of unlisted associated companies	12.2	12,870
			<b>35,886,000</b>
			<b>35,900,505</b>
			<b>35,898,870</b>

**12.1 Investment in Listed Companies**

No. of Shares		Name of Company/ Associated Undertaking	Mar-23		Jun-22	
Mar-23	Jun-22		Cost	Fair Value	Cost	Fair Value
			Rupees	Rupees	Rupees	Rupees
833	833	Image Pakistan Ltd	11,176	9,369	11,176	11,470
400	400	Tri-Star Power Limited	8,634	5,136	8,634	1,400
			<b>19,810</b>	<b>14,505</b>	19,810	12,870
		Less: Fair Value Adjustment	<b>(5,305)</b>		6,940	
		Fair Value	<b>14,505</b>		12,870	

**12.2 Investment in Unlisted companies**

No. of Certificates		Name of Company/ Associated Undertaking	Mar-23	Jun-22
Mar-23	Jun-22		Cost	Cost
			Rupees	Rupees
3,588,600	3,588,600	Tri-Star Energy Limited	<b>35,886,000</b>	35,886,000
<b>(Percentage Holding)</b>				
12%	12%	Fair Value Gain/(Loss)	-	-

		<b>December 31,</b>	June 30,
		<b>2022</b>	2022
		<b>(Unaudited)</b>	(Audited)
<b>13</b>	<b>Short term investments</b>	<b>Note</b>	-----Rupees-----

**At fair value through other comprehensive income (FVOCI)**

Shares and certificates of listed companies	<b>252,932</b>	294,679
Shares and certificates of delisted companies	-	-
	<b>252,932</b>	<b>294,679</b>

No. of Shares		Name of Company	Mar-23		Jun-22	
Mar-23	Jun-22		Cost	Fair Value	Cost	Fair Value
			Rupees	Rupees	Rupees	Rupees
437	437	Orix Modaraba	7,305	5,497	7,305	6,992
70	70	First IBL Modaraba	1,860	413	1,860	420
132	132	Saudi Pak Leasing Limited	2,349	-	2,349	-
239	218	Sana Industries Limited	13,849	11,711	13,849	14,340
140	140	Nishat Mills Limited	3,533	7,367	3,533	10,347
120	120	Din Textile Mills Ltd. Jubilee Spinning & Weaving Mills	-	10,794	-	14,520
127	127	Limited	2,004	368	2,004	700
301	301	Kohinoor Industries Limited	11,264	2,089	11,264	1,839
259	259	Packages Limited	7,816	87,982	7,816	103,305
1226	1226	Shell Pakistan Limited	88,544	126,711	88,544	142,216
			<b>138,524</b>	<b>252,932</b>	138,524	294,679
		Fair Value Adjustment	<b>114,408</b>		156,155	
		Fair Value	<b>252,932</b>		294,679	

**Companies Delisted / Trading Suspended**

No. of Shares		Name of Company	Mar-23		Jun-22	
			Cost	Fair Value	Cost	Fair Value
Mar-23	Jun-22		Rupees	Rupees	Rupees	Rupees
400	400	Islamic Investment Bank Limited	2,757	-	2,757	-
5	5	Innovative Investment Bank Limited	4,545	-	4,545	-
102350	102350	Mohib Exports Limited	2,436,070	-	2,436,070	-
500	500	Company Limited	5,000	-	5,000	-
264	264	Dewan Salman Fibre Limited	6,622	-	6,622	-
230	230	Mohammad Farooq Textile Mills Ltd.	7,743	-	7,743	-
600	600	Mian Mohd. Sugar Mills Limited	6,000	-	6,000	-
17671	17671	Mohib Textile Mills Limited	897,530	-	897,530	-
10000	10000	Sunshine Cloth Limited	160,900	-	160,900	-
			<b>3,527,167</b>	-	3,527,167	-

The fairvalue of the investment in the companies which are under suspension and delisted by Pakistan Stock Exchange Limited is taken as nil.

		March 31, 2023	June 30, 2022 (Audited)
	Note	-----Rupees-----	
<b>14 Rent Receivable</b>			
<b>Unsecured considered good</b>			
Image Pakistan Limited		<b>13,000,000</b>	6,000,000
		<b>13,000,000</b>	<b>6,000,000</b>
<b>14.1</b>	These represents amounts receivable in respect of rental property from related party.		
<b>15 Advance and Deposits</b>			
Advance income tax - net		<b>440,095</b>	3,233,455
Advance for purchase of solar panels	15.1	-	67,600,000
		<b>440,095</b>	<b>70,833,455</b>
<b>15.1</b>	The advance is paid to related party "Habib Jamal & Co" for purchase of solar panels, subsequent to the year end the solar panels have been received and the advance has been adjusted accordingly.		
<b>16 Other Receivables</b>			
Receivable from image pakistan	16.1	<b>68,000,000</b>	-
Others		<b>8,578</b>	1,960,144
		<b>68,008,578</b>	<b>1,960,144</b>
<b>16.1</b>	This represents the balance amounting to Rs. 68,000,000 against the sale of solar panel and Rs. 748,820 against electricity expense charged.		
<b>17 Cash and Bank Balances</b>			
Cash in hand		<b>10,587,227</b>	1,829,224
Bank balances			
- Saving account		<b>8,434</b>	8,434
- Current account		<b>1,825,611</b>	513,341
- Cheques-in-hand		-	-
		<b>1,834,045</b>	521,776
		<b>12,421,272</b>	<b>2,350,999</b>

**18 Fair Value Of Financial Instruments**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of financial asset fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

Fair values of financial assets that are traded in active markets are based on quoted market prices. For all other financial instruments the Modaraba determine fair values using valuation techniques unless the fair value cannot be reliably measured.

For assets that are recognized in the financial statements at fair value on a recurring basis, the Modaraba recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred. There were no transfers between different levels of fair values mentioned above.

The table below shows the carrying amounts and fair values of a financial asset and financial liability including their fair value hierarchy for financial instruments measured at fair value. It does not include the fair value information of financial assets and financial liabilities not measured at fair value if the carrying amount is reasonable approximation of fair value.

March 31, 2023				
Rupees				
	Carrying amount / Cost	Level 1	Level 2	Level 3
<b>Financial instruments by category</b>				
<b>At amortized cost</b>				
Cash and bank balances	12,421,272	-	-	-
Other receivables	68,008,578	-	-	-
Due from associated undertakings	13,000,000	-	-	-
Long term deposit	58,500	-	-	-
	<u>93,488,350</u>			
<b>At fair value through other comprehensive income</b>				
Investments	36,153,437	267,437	35,886,000	-
<b>Financial liabilities</b>				
<b>At amortized cost</b>				
Security deposits	1,770,000	-	-	-
Accrued and other liabilities	15,064,796	-	-	-
Unclaimed profit distributions	8,054,502	-	-	-
	<u>24,889,298</u>			

The carrying value of financial instruments reflected the financial statement approximate their fair values.

June 30, 2022				
Rupees				
	Carrying amount / Cost	Level 1	Level 2	Level 3
<b>Financial instruments by category</b>				
<b>At amortized cost</b>				
Cash and bank balances	2,350,999	-	-	-
Other receivables	1,960,144	-	-	-
Due from associated undertakings	6,000,000	-	-	-
Long term deposit	58,500	-	-	-
	<u>10,369,644</u>			
<b>At fair value through other comprehensive income</b>				
Investments	36,193,549	307,549	35,886,000	-
<b>Financial liabilities</b>				
<b>At amortized cost</b>				
Security deposits	2,280,000	-	-	-
Accrued and other liabilities	13,809,053	-	-	-
Unclaimed profit distributions	13,682,766	-	-	-
	<u>29,771,819</u>			

## 19 Segment Information

Segment revenue, segment result, cost, assets and liabilities for the year ended are as follows:

	<b>March 31, 2023</b>			<b>Total</b>
	<b>Income from property</b>	<b>Educational Institution</b>	<b>Unallocated</b>	
-----Rupees-----				
<b>Segment revenue</b>	<u>11,048,933</u>	<u>24,474,250</u>	<u>2,400,000</u>	<u><b>37,923,183</b></u>
<b>RESULT</b>				
Segment result				
Operating expenses	6,200,158	17,975,407	-	<b>24,175,565</b>
Financial and other charges	1,187	-	-	<b>1,187</b>
	<u>6,201,345</u>	<u>17,975,407</u>	<u>-</u>	<u><b>24,176,752</b></u>
<b>Operating Profit</b>	<u>4,847,588</u>	<u>6,498,843</u>	<u>2,400,000</u>	<u><b>13,746,431</b></u>
Other income	-	70,160	5,351	<b>75,511</b>
<b>Profit / (Loss) for the year</b>	<u>4,847,588</u>	<u>6,569,003</u>	<u>2,405,351</u>	<u><b>13,821,942</b></u>
<b>Other information</b>				
Segment assets	89,468,618	17,799,923	106,494,656	<b>213,763,197</b>
<b>Total assets</b>	<u>89,468,618</u>	<u>17,799,923</u>	<u>106,494,656</u>	<u><b>213,763,197</b></u>
Segment liabilities	1,770,000	3,630,000	11,434,796	<b>16,834,796</b>
<b>Total liabilities</b>	<u>1,770,000</u>	<u>3,630,000</u>	<u>11,434,796</u>	<u><b>16,834,796</b></u>
<b>Net assets</b>	<u>87,698,618</u>	<u>14,169,923</u>	<u>95,059,860</u>	<u><b>196,928,401</b></u>
<b>Capital expenditure</b>	<u>-</u>	<u>19,600</u>	<u>-</u>	<u><b>19,600</b></u>

## 20 Transaction With Related Parties

The related parties comprise Modaraba management company, associate companies, directors, companies where directors also hold directorship, key management personnel and staff retirement funds of the Modaraba. Details of transactions with related parties during the year, other than those which have been disclosed elsewhere in these financial statements, are as follows:

Transactions	Relationship	March 31, 2023	March 31, 2022
		(Unaudited)	
		-----Rupees-----	
Paid to Modaraba Management Company.	Associated undertaking	<u>85,600</u>	<u>1,551,843</u>
Rental income - Image Pakistan Ltd.	Associated undertaking	<u>4,500,000</u>	<u>4,500,000</u>
Rental income - Image Tech Ltd.	Associated undertaking	<u>4,500,000</u>	<u>-</u>
Received Payment For Solar Panel From Image Pakistan Limited	Associated undertaking	<u>2,000,000</u>	<u>-</u>
		<b>March 31, 2023</b>	<b>June 30, 2022</b>
		<b>(Unaudited)</b>	<b>(Audited)</b>
		-----Rupees-----	
<b>Balance as at the year end</b>			
Payable to Modaraba Management Company		-	85,600
Advance Paid For Solar Panel to Habib Jamal & Co.	Associated undertaking	-	67,600,000
Investment in Tri - Star Energy Ltd.	Associated undertaking	<u>35,886,000</u>	<u>35,886,000</u>
Investment in Image Pakistan Ltd.	Associated undertaking	<u>9,369</u>	<u>11,470</u>
Investment in Tri-Star Power Ltd.	Associated undertaking	<u>5,136</u>	<u>1,400</u>
Receivable from Image Tech Ltd	Associated undertaking	<u>4,500,000</u>	<u>-</u>
Receivable from Image Pakistan Ltd	Associated undertaking	<u>76,500,000</u>	<u>6,000,000</u>

## 21 Date of Authorization for Issue

These financial statements were approved and authorized for issue on April 28, 2023 by the Board of Directors of the Modaraba Management Company.

For A.R.T. Modaraba Management (Private) Limited  
(Management Company)

Chief Executive

Director

Director

Chief Financial Officer