

# First Tri-Star Modaraba



**UN-AUDITED ACCOUNTS  
FOR THE NINE MONTHS  
ENDED 31<sup>ST</sup> MARCH, 2024**

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, 2024**

The un-audited accounts of First Tri-Star Modaraba for the nine months ended March 31, 2024 are presented herewith.

Alhamdulillah, Modaraba continued generating revenue through 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 29, 2024

## CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2024

	March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
Note	-----Rupees-----	
<b>CAPITAL AND RESERVES</b>		
Authorized Capital 40,000,000 (June 30, 2023: 40,000,000) Modaraba Certificates of Rs. 10/- each	<u>400,000,000</u>	<u>400,000,000</u>
Issued, subscribed and paid-up certificate capital	4 <u>211,631,040</u>	211,631,040
Reserves	5 <u>246,790,798</u>	324,419,609
<b>Certificate holders' equity</b>	<b>458,421,838</b>	536,050,649
Deficit on revaluation of investments	6 <b>(3,245,136)</b>	(3,347,588)
<b>NON CURRENT LIABILITIES</b>		
Security deposits	7 <b>2,280,000</b>	1,770,000
<b>CURRENT LIABILITIES</b>		
Creditors, accrued and other liabilities	8 <b>36,621,910</b>	16,603,837
Unclaimed dividend	<b>72,750,593</b>	8,054,502
<b>Total current liabilities</b>	<b>109,372,503</b>	24,658,339
<b>Contingencies and commitments</b>	9     -	-
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>566,829,205</b>	<b>559,131,400</b>
<b>NON-CURRENT ASSETS</b>		
Fixed assets - tangible	10 <b>6,038,652</b>	6,873,749
Long term deposit	<b>58,500</b>	58,500
Long term investments	11 <b>426,016,642</b>	461,900,518
<b>Total non-current assets</b>	<b>432,113,794</b>	468,832,767
<b>CURRENT ASSETS</b>		
Short term investments	12 <b>423,723</b>	323,395
Rent Receivable	<b>12,000,000</b>	12,000,000
Advances and deposits	<b>111,024,309</b>	70,802,941
Other receivables	<b>8,578</b>	8,578
Cash and bank balances	<b>11,258,801</b>	7,163,720
<b>Total current assets</b>	<b>134,715,411</b>	90,298,634
<b>TOTAL ASSETS</b>	<b>566,829,205</b>	<b>559,131,400</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

**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)  
FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2024**

	For the six months period ended		For the three months period ended	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
<b>Note</b>	-----Rupees-----			
Revenue	<b>33,443,750</b>	37,923,183	<b>17,560,750</b>	17,754,250
Administrative expenses	<b>(24,045,935)</b>	(24,175,565)	<b>(9,164,601)</b>	(9,862,639)
	<b>9,397,815</b>	13,747,618	<b>8,396,149</b>	7,891,611
Other income	<b>471,389</b>	75,511	<b>1,900</b>	29,640
Financial charges	<b>(11,019)</b>	(1,187)	<b>(10,593)</b>	(169)
Profit /(loss) before taxation	<b>9,858,184</b>	13,821,942	<b>8,387,456</b>	7,921,082
Taxation	<b>(2,834,580)</b>	(3,411,477)	<b>(2,513,088)</b>	(1,959,642)
Profit/(loss) for the period	<b>7,023,605</b>	10,410,464	<b>5,874,368</b>	5,961,440
Earnings/(loss) per certificate	<b>0.33</b>	0.49	<b>0.28</b>	0.28

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 MONTH PERIOD ENDED MARCH 31, 2024**

	For the nine months period ended		For the three months period ended	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
	----- Rupees -----		----- Rupees -----	
Profit/(loss) for the period	<b>7,023,605</b>	10,410,464	<b>5,874,368</b>	5,961,440
<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>102,452</b>	(40,112)	<b>(1,217)</b>	(11,067)
<b>Total comprehensive income / (loss) for the period</b>	<b><u>7,126,057</u></b>	<u>10,370,353</u>	<b><u>5,873,151</u></b>	<u>5,950,374</u>

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 MONTH PERIOD ENDED MARCH 31, 2024**

	<b>Nine month period ended</b>	
	<b>March 31, 2024</b>	<b>March 31, 2023</b>
<b>Note</b>	<b>-----Rupees-----</b>	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	<b>9,858,184</b>	13,821,942
<b>Adjustments for non-cash and other items:</b>		
Depreciation	<b>835,097</b>	7,217,004
Other income	<b>(471,389)</b>	(75,511)
	<b>363,708</b>	7,141,493
	<b>10,221,893</b>	20,963,435
<b>Increase/(Decrease) in working capital</b>		
(Increase)/ Decrease in current assets	<b>(43,055,948)</b>	(2,655,074)
Increase /(Decrease) in current liabilities	<b>84,720,112</b>	(1,537,616)
	<b>41,664,164</b>	(4,192,690)
<b>Cash (used in)/ generated from operations</b>	<b>51,886,057</b>	16,770,745
Income tax paid	<b>(5,948)</b>	(618,118)
<b>Cash (used in)/generated from operating activities</b>	<b>51,880,109</b>	16,152,627
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Other Income	<b>471,389</b>	75,511
Sale proceeds from disposal of investments	<b>35,886,000</b>	
Capital expenditure incurred	<b>-</b>	(19,600)
<b>Cash generated from / (used in) investing activities</b>	<b>36,357,389</b>	55,911
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Long term deposits	<b>510,000</b>	(510,000)
Final cash dividend	<b>(84,652,416)</b>	-
Dividend paid	<b>-</b>	(5,628,264)
<b>Cash (used in) / generated from financing activities</b>	<b>(84,142,416)</b>	(6,138,264)
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>4,095,082</b>	10,070,274
<b>Cash &amp; cash equivalent at the beginning of the period</b>	<b>7,163,718</b>	2,350,999
<b>Cash &amp; cash equivalent at the end of the period</b>	<b>11,258,800</b>	12,421,273

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 MONTH PERIOD ENDED MARCH 31, 2024**

	Certificate Capital	Capital Reserve	Revenue Reserve		Surplus on Revaluation of Investments	Total
		Statutory Reserve	General Reserve	Accumulated Profit/(Loss)		
-----Rupees-----						
<b>Balance as at July 01, 2022</b>	211,631,040	21,826,099	10,000,000	(61,575,640)	-	181,881,499
Profit for the period	-	-	-	10,410,464	-	10,410,464
Other comprehensive income	-	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	10,410,464	-	10,410,464
Balance as at March 31, 2023	211,631,040	21,826,099	10,000,000	(51,165,176)	-	192,291,963
<b>Balance as at July 01, 2023</b>	<b>211,631,040</b>	<b>92,659,929</b>	<b>10,000,000</b>	<b>221,759,681</b>	<b>(3,347,588)</b>	<b>532,703,062</b>
Profit for the period	-	-	-	7,023,605	-	7,023,605
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	7,023,605	-	7,023,605
Final dividend for the year ended June 30, 2023				(84,652,416)		(84,652,416)
<b>Balance as at March 31, 2024</b>	<b>211,631,040</b>	<b>92,659,929</b>	<b>10,000,000</b>	<b>144,130,869</b>	<b>(3,347,588)</b>	<b>455,074,250</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 MONTH ENDED MARCH 31, 2024**

**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 running an education institution and have made investments.

**2 BASIS OF PREPARATION**

**2.1 Statement of compliance**

These condensed interim financial information of the Modaraba for the nine months period ended March 31, 2024 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, 2023.

**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, 2023.

**3.1 Standards and amendments to published approved accounting standards which are effective during the nine month ended March 31, 2024.**

There are certain amendments and interpretations to the accounting and reporting standards which are mandatory for annual accounting period which began on July 1, 2023.

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, 2023.

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

<b>March 2024</b>	<b>June 2023</b>		<b>March 31, 2024 (Unaudited)</b>	June 30, 2023 (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

**92,659,929**

92,659,929

**Revenue reserves**

General Reserve

**10,000,000**

10,000,000

Accumulated loss

**144,130,869**

221,759,680

**154,130,869**

231,759,680

**246,790,798**

324,419,609

**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

**426,440,365**

462,223,913

Less: Cost of investments

**429,685,501**

465,571,501

**(3,245,136)**

(3,347,588)

Deficit on revaluation at beginning of the period / year

**1,299,920**

(912,011)

Loss during the period / year

**102,452**

2,211,931

**1,402,372**

1,299,920

**7 Security deposits**

7.1

**2,280,000**

1,770,000

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

**8 Creditors, accrued and other liabilities**

Accrued expenses

**7,083,824**

1,779,041

Management fee

-

3,000,000

Sales tax payable on management fees

**686,207**

686,207

Workers' welfare fund

**275,297**

275,297

Income tax payable

**19,108,567**

4,074,410

Zakat payable

**9,468,015**

6,788,882

**36,621,910**

16,603,837

**9 Contingencies and commitments**

There are no contingencies and commitments as at March 31, 2024. (June 30, 2023 : Nil)

	<b>March 31, 2024 (Unaudited)</b>	June 30, 2023 (Audited)
	-----Rupees-----	
<b>10 Property and equipments</b>		
Book value at the beginning of the period / year	<b>6,873,749</b>	8,209,943
Transferred from investment property	-	-
Additions during the period / year	-	19,600
	<b>6,873,749</b>	8,229,543
Deletion during the period / year at book value	-	-
Accumulate of assets transferred to investment property	-	-
Depreciation charge during the period / year	<b>(835,097)</b>	(1,355,794)
Book value at the end of the period / year	<b>6,038,652</b>	6,873,749

**10.1 Additions**

Office Equipment	-	19,600
	-	19,600

**11 Long term investments**

Note

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

Shares and certificates of listed companies & associated undertaking	11.1	<b>16,642</b>	14,518
Shares of unlisted associated companies	11.2	<b>426,000,000</b>	461,886,000
		<b>426,016,642</b>	461,900,518

**11.1 Investment in Listed Companies**

No. of Shares		Name of Company/ Associated Undertaking	Mar-24		Jun-23	
			Cost Rupees	Fair Value Rupees	Cost Rupees	Fair Value Rupees
833	833	Image Pakistan Ltd	11,176	12,650	11,176	10,626
400	400	Tri-Star Power Limited	8,634	3,992	8,634	3,892
			<b>19,810</b>	<b>16,642</b>	19,810	14,518
		Less: Fair Value Adjustment	<b>(3,168)</b>		5,292	
		Fair Value	<b>16,642</b>		14,518	

**11.2 Investment in Unlisted companies**

No. of Certificates		Name of Company/ Associated Undertaking	Mar-24	Jun-23
Mar-24	Jun-23		Cost Rupees	Cost Rupees
-	3,588,600	Tri-Star Energy Limited	-	35,886,000
<b>42,600,000</b>	42,600,000	Image REIT	<b>426,000,000</b>	426,000,000
			<b>426,000,000</b>	461,886,000
<b>(Percentage Holding)</b>				
12%	12%	Fair Value Gain/(Loss)	-	-

**12 Short term investments**

Note

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

Shares and certificates of listed companies	<b>423,723</b>	323,395
Shares and certificates of delisted companies	-	-
	<b>423,723</b>	323,395

No. of Shares		Name of Company	Mar-24		Jun-23	
			Cost	Fair Value	Cost	Fair Value
Mar-24	Jun-23		Rupees	Rupees	Rupees	Rupees
437	437	Orix Modaraba	7,305	5,764	7,305	4,938
70	70	First IBL Modaraba	1,860	230	1,860	182
132	132	Saudi Pak Leasing Limited	2,349	-	2,349	-
394	394	Sana Industries Limited	13,849	8,731	13,849	9,358
140	140	Nishat Mills Limited	3,533	9,286	3,533	7,948
120	120	Din Textile Mills Ltd.	-	9,000	-	10,788
		Jubilee Spinning & Weaving Mills Limited	2,004	1,386	2,004	329
127	127	Kohinoor Industries Limited	11,264	2,137	11,264	2,227
301	301	Packages Limited	7,816	144,983	7,816	100,735
259	259	Shell Pakistan Limited	88,544	242,206	88,544	186,890
1616	1616					
			<b>138,524</b>	<b>423,723</b>	138,524	323,395
Fair Value Adjustment			<b>285,199</b>		184,871	
Fair Value			<b>423,723</b>		<b>323,395</b>	
Change in fair value			<b>100,328</b>		28,716	

**Companies Delisted / Trading Suspended**

No. of Shares		Name of Company	Mar-24		Jun-23	
			Cost	Fair Value	Cost	Fair Value
Mar-24	Jun-23		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	Business & Industries insurance	5,000	-	5,000	-
264	264	Dewan Salman Fibre Limited	6,622	-	6,622	-
		Mohammad Farooq Textile Mills Ltd.	7,743	-	7,743	-
230	230	Mian Mohd. Sugar Mills Limited	6,000	-	6,000	-
600	600	Mohib Textile Mills Limited	897,530	-	897,530	-
17671	17671	Sunshine Cloth Limited	160,900	-	160,900	-
10000	10000					
			<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.

**13 Date of Authorization for Issue**

These financial statements were approved and authorized for issue on April 29, 2024 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