

FIRST PARAMOUNT MODARABA

(An Islamic Financial Institution)
Managed by: Paramount Investments Limited

MARCH 31, 2024

QUARTERLY REPORT

For Long Term 'BBB', For Short Term A-3
Out Look - Stable
VIS Credit Rating Company



First Paramount Modaraba

(An Islamic Financial Institution)

CONTENTS

Mission & Vision	01
Corporate Information	02
Directors Report	04
Balance Sheet (UNCONSOLIDATED)	05
Profit and Loss Account (UNCONSOLIDATED)	06
Statement of Comprehensive Income (UNCONSOLIDATED)	07
Cash Flow Statement (UNCONSOLIDATED)	08
Statement of Changes in Equity (UNCONSOLIDATED)	09
Notes to the Interim Financial Information (unaudited) (UNCONSOLIDATED)	10
Balance Sheet (CONSOLIDATED)	13
Profit and Loss Account (CONSOLIDATED)	14
Statement of Comprehensive Income (CONSOLIDATED)	15
Cash Flow Statement (CONSOLIDATED)	16
Statement of Changes in Equity (CONSOLIDATED)	17
Notes to the Interim Financial Information (unaudited) (CONSOLIDATED)	28

Mission & Vision

1. It is our firm commitment to operate the Modaraba activities in accordance with Islamic Sharia with Its true spirit.
2. To employ the Modaraba funds in best possible way and to promote the human talents, to maximize the profit for certificate holders.
3. It is our mission to constantly endeavour for excellence in all spheres of business activity, maintain its eminent market position, promote lasting relationship with our customers and other stakeholders, and construct a durable and vibrant Pakistan.



STATEMENT OF ETHICS AND BUSINESS PRACTICES

We believe a complete code of ethics is a prerequisite for all Directors and employees of Frist Paramount Modaraba. We endeavour to the philosophy behind the code of ethics to carry out honestly activities assigned to them. Our aim is to have highest standard of excellence for the product and the betterment for all those involved directly or indirectly with our Modaraba.



First Paramount Modaraba
(An Islamic Financial Institution)

CORPORATE INFORMATION
FIRST PARAMOUNT MODARABA
MANAGED BY: PARAMOUNT INVESTMENTS LIMITED

BOARD OF DIRECTORS

Mr. Tanveer Ahmed Magoon	Chairman
Mr. Syed Wajih Hasan	Chief Executive Officer
Mr. Nadeem Iqbal	Director
Mr. Pir Muhammad Kalia	Director
Mr. Abrar Ahmed	Director
Mr. Habib Ahmed Navaid	Independent Director
Mr. Humayun Mazhar Qureshi	Independent Director

AUDIT COMMITTEE

Mr. Habib Ahmed Navaid	Chairman
Mr. Pir Muhammad Kalia	Member
Mr. Nadeem Iqbal	Member

HUMAN RESOURCE COMMITTEE

Mr. Humayun Mazhar Qureshi	Chairman
Mr. Tanveer Ahmed Magoon	Member
Mr. Nadeem Iqbal	Member
Mr. Syed Wajih Hasan	Member

CHIEF FINANCIAL OFFICER / COMPANY SECRETARY

Mr. Muhammad Ifham Khan

SHARIAH ADVISOR

Mufti Muhammad Farhan Farooq

SHARIAH CONSULTANT

Mufti Muhammad Najeeb Khan

CREDIT RATING

Long term **BBB** Short Term **A-3**

Out Look **Stable**

By **VIS Credit Rating Company**

AUDITORS OF THE MODARABA

M/s Riaz Ahmed & Co
Chartered Accountants

AUDITORS OF THE MODARABA MANAGEMENT COMPANY

M/s Hafizullah & Co.
Chartered Accountants

LEGAL ADVISOR

M/s Raja Qasit Nawaz, Advocates



First Paramount Modaraba
(An Islamic Financial Institution)

BANKERS

Meezan Bank Limited
Bank Islami Pakistan Limited
Al Baraka Bank (Pakistan) Limited
Habib Metropolitan Bank Limited -Islamic Banking
Habib Bank Limited
Faysal Bank Limited

REGISTERED OFFICE

Suit # 107, 108, 1st Floor, P.E.C.H.S. Community Office Complex,
Block-2 PECHS, Shahrah-e-Quaiden, Karachi.

Phone: 34381037-38-52 & 34381101. Fax: 34534410

E-mail: info@fpm.com.pk

Web: www.fpm.com.pk

SHARE REGISTRAR

THK ASSOCIATES (PVT) LTD.

Plot no. 32-C, Jami Commercial

Street 2, D.H.A Phase VII,

Karachi, 75500 Pakistan

Tel: 111-000-322 Fax: 34168271

Web: www.thk.com.pk

Email: sfc@thk.com.pk

DIRECTORS REPORT TO THE CERTIFICATE-HOLDERS OF FIRST PARAMOUNT MODARABA

The Directors of Paramount Investment Limited, Management Company of First Paramount Modaraba, are pleased to present the unaudited standalone and consolidated financial statements for the nine months period that ended on 31 March 2024.

The unconsolidated after-tax earnings of Modaraba for the nine months period ended stood at Rs. 24,368,515, as compared to an after-tax earnings of Rs. 5,983,770 for the same period last year, a remarkable increase of Rs. 18,384,745 (increase of 307%). The consolidated after-tax earnings for the nine months period ended stood at Rs. 24,289,630. Earnings per certificate for the period is Rs. 1.77 while it was at Rs. 0.43 per certificate in the same period last year.

FPM Petro Services, an in-house venture of Modaraba, continued its growth and achieved nine months revenue of Rs. 405,767,102, all-time high for this Division and Modaraba. Revenue growth in terms of percentage is 113%, as compared to the corresponding period last year. Modaraba's long term strategy for capturing the market share and creating a strong market footprint with the objective of profit maximization for certificate holders is yielding exceptional results. With the continuous expansion of hydrocarbon exploration initiatives in the country, we expect this positive momentum to extend to the final quarter of the financial year.

Modaraba is progressing well towards launching its AML/CFT Screening related services in the Regional markets. Management is confident that in the last quarter of the current financial year, Modaraba will start getting tangible results of this new market through its partners and allies, InshAllah.

Modaraba is committed to fully comply with the "New Modaraba Regulations", especially for the requirements relating to enhancement in Equity and Credit Rating.

Acknowledgements:

Management of the Modaraba recognizes the continued patronage and cooperation of the regulators, especially of the office of Registrar Modaraba, Securities and Exchange Commission of Pakistan, and the State Bank of Pakistan.

Management also appreciates hard-work and dedication of the staff members of Modaraba.

For and on behalf of the Board of Directors of
Paramount Investments Limited (PIL)
Managers of First Paramount Modaraba

Karachi
25 April 2024

Syed Wajih Hassan
Chief Executive Officer

**FIRST PARAMOUNT MODARABA
UNCONSOLIDATED CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT 31 MARCH 2024**

	Note	Un-audited March 31' 2024 Rupees	Audited June 30' 2023 Rupees
ASSETS			
NON-CURRENT ASSETS			
Fixed assets	3	13,032,619	12,365,684
Murabaha financing	4	28,184,180	41,453,148
Long term investments		9,980	-
Diminishing musharaka financing	5	216,222	400,827
Musharaka financing	6	12,000,000	12,000,000
Loan to employees		488,945	577,501
Long-term deposits		264,500	264,500
		54,196,446	67,061,660
CURRENT ASSETS			
Stock in trade		30,114,928	37,779,122
Trade debtors		211,232,506	91,409,541
Advances, prepayments and other receivables		20,157,695	36,440,620
Modaraba financing		104,735	1,822,314
Short-term murabaha financing		215,000	15,622,491
Current portion of murabaha financing	4	39,669,625	58,345,881
Current portion of diminishing musharaka financing	5	201,554	282,937
Current portion of musharaka financing	6	13,949,054	16,949,054
Current portion of loans to employees		162,558	192,000
Advance against Murabaha		7,500,000	-
Short-term deposit		3,099,140	3,950,000
Accrued profit		1,465,271	2,494,612
Tax refunds due from Government		65,126,303	53,062,929
Short Term Investment		20,423,443	20,776,415
Cash and bank balances		17,555,896	46,413,056
Receivable against sale of Al-Burq		-	1,221,554
		430,977,708	386,762,526
		485,174,154	453,824,186
EQUITY AND LIABILITIES			
CERTIFICATE CAPITAL AND RESERVES			
Authorised certificate capital 25,000,000 certificates of Rupees 10 each		250,000,000	250,000,000
Issued, subscribed and paid-up certificate capital		137,884,193	137,884,193
Capital reserves		85,544,224	61,175,709
Revenue reserves		22,392,467	22,392,468
		245,820,884	221,452,370
LIABILITIES			
NON-CURRENT LIABILITIES			
Deferred income		5,577,571	8,520,320
Certificates of musharaka		136,787,475	138,190,000
		142,365,045	146,710,320
CURRENT LIABILITIES			
Creditors, Accrued & Other Liabilities		24,403,585	9,098,069
Current portion of deferred income		6,807,508	10,399,178
Current portion of certificates of musharaka		29,012,525	29,310,000
COM matured parties		5,100,000	9,850,000
Accrued profit on certificates of musharaka		3,438,652	3,613,638
Unclaimed profit distributions		18,733,943	19,234,855
Provision for Taxation		9,492,011	4,155,756
		96,988,225	85,661,496
TOTAL LIABILITIES		239,353,270	232,371,816
CONTINGENCIES AND COMMITMENTS			
		-	-
TOTAL EQUITY AND LIABILITIES		485,174,154	453,824,186

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

For Paramount Investments Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Director

**FIRST PARAMOUNT MODARABA
UNCONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024**

	Note	Nine months period ended		Three months period ended	
		July-March 2024	July-March 2023	Jan-March 2024	Jan-March 2023
----- (Rupees) -----					
Operating income	7	422,168,993	219,786,003	167,521,078	112,867,071
Operating cost					
Operating expenses		(374,694,993)	(201,069,984)	(148,925,597)	(104,305,929)
Allowance for expected credit loss (ECL) (Provision)/Reversal for doubtful recoveries		(243,171) 608,931	- 37,066	- -	- -
		(374,329,233)	(201,032,918)	(148,925,597)	(104,305,929)
		47,839,760	18,753,085	18,595,481	8,561,142
Other income		5,968,076	3,425,907	2,691,878	565,392
Financial charges		(15,576,905)	(12,395,855)	(5,906,754)	(3,828,904)
		38,230,931	9,783,137	15,380,605	5,297,630
Modaraba Company's management fee		(3,823,093)	(978,314)	(1,538,061)	(529,763)
		34,407,838	8,804,823	13,842,544	4,767,867
Provision for Sindh Workers' Welfare Fund		(688,157)	(176,096)	(276,851)	(95,357)
Profit before taxation		33,719,681	8,628,727	13,565,693	4,672,510
Taxation		(9,351,166)	(2,644,957)	(3,934,056)	(1,355,028)
Profit after taxation		24,368,515	5,983,770	9,631,637	3,317,482
Earnings per certificate - basic and diluted		1.77	0.43	0.70	0.24

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

For Paramount Investments Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Director

FIRST PARAMOUNT MODARABA
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

	Nine months period ended		Three months period ended	
	July-March 2024	July-March 2023	Jan-March 2024	Jan-March 2023
Profit after taxation	24,368,515	5,983,770	9,631,637	3,317,482
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified to profit and loss account	-	-	-	-
Items that may be reclassified subsequently to profit and loss account	-	-	-	-
Other comprehensive income for the Period	-	-	-	-
Total comprehensive income for the Period	24,368,515	5,983,770	9,631,637	3,317,482

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

For Paramount Investments Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Director

**FIRST PARAMOUNT MODARABA
UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024**

	Note	March 31, 2024 Rupees	March 31, 2023 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		33,719,681	8,628,727
Adjustments for non-cash items:			
Depreciation and amortization		1,660,333	1,897,925
Gain on disposal		(389,798)	9,078
Provision for Sindh Workers' Welfare Fund		688,157	176,096
Financial charges		15,576,905	12,395,855
(Reversal of provision) / Provision for doubtful recoveries		(365,760)	(37,066)
		<u>17,169,837</u>	<u>14,441,888</u>
Operating profit before working capital changes		50,889,518	23,070,615
(Increase) / decrease in current assets			
Murabaha financing - net		47,718,475	40,744,803
Diminishing Musharaka financing - net		265,988	2,509,037
Musharaka financing - net		3,000,000	10,050,946
Modaraba financing - net		1,717,579	101,068
Loans to employees		117,998	179,999
Long-term deposits		-	60,000
Stock in trade		7,664,194	(41,438,955)
Trade debtors - net		(119,822,965)	(62,647,839)
Advances, prepayments and other receivables		9,986,758	(9,835,993)
Receivable from Al-burq associates		1,221,554	5,092,000
Accrued profit		1,029,341	2,674,639
(Decrease) / increase in current liabilities			
Deferred income		(6,534,419)	(11,158,220)
Creditors, accrued and other liabilities		9,867,359	12,028,295
Net cash generated from operations		<u>7,121,380</u>	<u>(28,569,605)</u>
Financial charges paid		(52,313)	(39,870)
Tax (paid) / refunded - net		(16,078,285)	(6,353,341)
Net cash generated from operating activities		<u>(9,009,218)</u>	<u>(34,962,816)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of fixed assets		(2,587,472)	(2,446,359)
Long term investments		(9,980)	-
Sale proceed on disposals of fixed assets		650,000	50,000
Net cash (used in)		<u>(1,947,452)</u>	<u>(2,396,359)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Certificate of Musharaka - issuance		19,575,000	20,075,000
Certificate of Musharaka - redemptions		(21,275,000)	(16,750,000)
Profit paid to certificates of Mushraka (COM) holder		(15,699,578)	(12,452,884)
Profit distributed to Certificate holders		(500,912)	(964,354)
Net cash used in financing activities		<u>(17,900,490)</u>	<u>(10,092,238)</u>
Net increase in cash and cash equivalents		<u>(28,857,160)</u>	<u>(47,451,413)</u>
Cash and cash equivalents at beginning of the year		46,413,056	78,990,927
Cash and cash equivalents at end of the Period		<u>17,555,896</u>	<u>31,539,514</u>

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

For Paramount Investments Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Director

FIRST PARAMOUNT MODARABA
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

	Issued, subscribed and paid up certificate capital Rupees	Reserves				Total Rupees
		Capital		Revenue		
		Merger reserve Rupees	Statutory reserve Rupees	Total Rupees	Unappropriated profit Rupees	
Balance as at 01 July 2022	137,884,193	1,935,160	52,700,425	54,635,585	22,392,468	214,912,246
Transaction with owners:						
Total comprehensive income:						
Profit after taxation	-	-	-	-	6,540,124	6,540,124
Other comprehensive income	-	-	-	-	6,540,124	6,540,124
Transferred to statutory reserve @ 100%	-	-	6,540,124	6,540,124	(6,540,124)	-
Balance as at 30 June 2023	137,884,193	1,935,160	59,240,549	61,175,709	22,392,467	221,452,369
Total comprehensive income:						
Profit after taxation	-	-	-	-	24,368,515	24,368,515
Other comprehensive income	-	-	-	-	24,368,515	24,368,515
Transferred to statutory reserve @ 100%	-	-	24,368,515	24,368,515	(24,368,515)	-
Balance as at March 31 2024	137,884,193	1,935,160	83,609,064	85,544,224	22,392,468	245,820,885

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

For Paramount Investments Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Director

**FIRST PARAMOUNT MODARABA
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024**

1. LEGAL STATUS AND OPERATIONS

First Paramount Modaraba (the Modaraba) is a multi purpose, perpetual and multidimensional Modaraba floated under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the rules framed there under and is managed by Paramount Investments Limited (the Management Company), a company incorporated in Pakistan under the Companies Ordinance, 1984 (now Companies Act, 2017) on June 26, 1994.

The Modaraba is listed on the Pakistan Stock Exchange Limited. The registered office of the Modaraba is situated at Suite #107-109, 1st Floor, P.E.C.H.S. Community Office Complex, Block-2, P.E.C.H.S. Shahrah-e-Quaideen, Karachi.

Modaraba's principal activities include deployment of funds on murabaha, modaraba and musharaka arrangements and its in-house ventures are (a) Electrical maintenance and troubleshooting services' under the name of "FPM Solutions" (b) Chemical business under the name of "FPM Petro Services" (c) Engineering products and solutions to upstream service companies under the name of "FPM Geo Dynamics International". (d) Consulting business under the name of "FPM Consulting".

Paramount Compliance (Private) Limited, a wholly owned subsidiary of Modaraba, which is incorporated during the year is yet to commence commercial business activities.

A wholly owned subsidiary of Paramount Compliance (Private) Limited has been incorporated on 15th January 2024 in the United Kingdom, to scale up the areas of operations of the AML CFT related business. The Company is yet to commence commercial business activities.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These unconsolidated condensed interim financial statements of the Modaraba for the nine months period ended 31 March 2024 are unaudited and being submitted to the certificate holders as required under Modaraba Companies and Modaraba Rules, 1981 and have been prepared in accordance with the requirements of the International Accounting Standard 34 - "Interim Financial Reporting", Companies Act 2017, Modaraba Companies and Modarabas (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 and Prudential Regulations for Modarabas (hereinafter referred to as the relevant laws).

The unconsolidated condensed interim financial statements do not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the annual financial statements of the Modaraba as at and for the year ended June 30, 2023.

2.2 Functional and presentation currency

These unconsolidated condensed interim financial statements are presented in Pakistani Rupees, which is the Modaraba's functional currency. All financial information presented in Pakistani Rupees has been rounded to the nearest rupees, except otherwise stated.

2.3 Significant accounting policies, estimates and judgments

The accounting policies and methods of computation followed for the preparation of these unconsolidated condensed interim financial statements are same as those applied in preparing the financial statements for the year ended June 30, 2023.

The preparation of unconsolidated condensed interim financial statements requires management to make judgements, 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 judgements 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.

	March 31, 2024 (Unaudited)	June 30, 2023 (Audited)	----- (Rupees) -----	
3. OPERATING FIXED ASSETS				
Tangible fixed assets	12,804,634	11,873,461		
Intangible assets	227,985	420,251		
	<u>13,032,619</u>	<u>12,293,712</u>		
Following additions and disposals, at cost, were made during the period :				
	Additions		Disposals	
	March 31, 2024 (Un-audited)	June 30, 2023 (Audited)	March 31, 2024 (Un-audited)	June 30, 2023 (Audited)
	----- Rupees -----			
Computers	219,572	369,400	-	-
Office and other equipment	107,900	1,086,313	-	176,425
Furniture and fixtures	50,000	1,191,626	-	-
Vehicles	2,210,000	70,320	886,900	-
	<u>2,587,472</u>	<u>2,717,659</u>	<u>886,900</u>	<u>176,425</u>
			March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
			----- (Rupees) -----	
4. LONG-TERM MURABAHA FINANCING - secured				
Considered good			67,853,805	99,799,029
Considered doubtful			1,779,393	2,388,324
			<u>69,633,198</u>	102,187,353
Provision for doubtful recoveries			<u>(1,779,393)</u>	<u>(2,388,324)</u>
			67,853,805	99,799,029
Current portion of long-term murabaha financing			<u>(39,669,625)</u>	<u>(58,345,881)</u>
			<u>28,184,180</u>	<u>41,453,148</u>
			March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
			----- (Rupees) -----	
5. DIMINISHING MUSHARAKA FINANCING - secured				
Considered good - secured			417,776	683,764
Current portion of long-term diminishing musharaka financing			<u>(201,554)</u>	<u>(282,937)</u>
			<u>216,222</u>	<u>400,827</u>
			March 31, 2024 (Unaudited)	June 30, 2023 (Audited)
			----- (Rupees) -----	
6. MUSHARAKA FINANCING - secured				
Food products			12,000,000	12,000,000
HCS Consulting Musharaka			-	2,500,000
			<u>12,000,000</u>	<u>14,500,000</u>
Considerd doubtful				
Book printing -II			<u>13,949,054</u>	14,449,054
			<u>25,949,054</u>	<u>28,949,054</u>
Less: Current portion			<u>(13,949,054)</u>	<u>(16,949,054)</u>
			<u>12,000,000</u>	<u>12,000,000</u>

	----- (Unaudited) -----			
	Nine months ended		Quarter ended	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
	----- (Rupees) -----			
7. OPERATING REVENUE / INCOME				
Profit on murabaha financing	10,615,202	16,752,889	2,418,946	5,345,712
Profit on diminishing financing	151,920	234,780	144,855	48,366
Profit on musharaka financing	1,660,592	1,732,138	600,000	600,000
Income from FPM Petro services project	405,767,102	190,667,138	163,586,726	103,782,033
Income from FPM solution project	3,974,177	10,399,058	833,551	3,090,960
	422,168,993	219,786,003	167,584,078	112,867,071

8. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on _____ by the Board of Directors of the Modaraba

9. GENERAL

Corresponding figures have been reclassified / re-arranged, wherever necessary, to facilitate comparison in the presentation in the current period.

Figures have been rounded off to the nearest rupee.

**For Paramount Investments Limited
(Management Company)**

Chief Financial Officer

Chief Executive

Director

Director



First Paramount Modaraba
(An Islamic Financial Institution)

**Consolidated Condensed Interim
Financial Statements
(Un-audited)
31 MARCH 2024**

FIRST PARAMOUNT MODARABA
CONSOLIDATED CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT 31 MARCH 2024

	Note	Un-audited March 31' 2024 Rupees	Audited June 30' 2023 Rupees
ASSETS			
NON-CURRENT ASSETS			
Fixed assets	3	13,032,619	12,365,684
Murabaha financing	4	28,184,180	41,453,148
Diminishing musharaka financing	5	216,222	400,827
Musharaka financing	6	12,000,000	12,000,000
Loan to employees		488,945	577,501
Long-term deposits		264,500	264,500
		54,186,466	67,061,660
CURRENT ASSETS			
Stock in trade		30,114,928	37,779,122
Trade debtors		211,232,506	91,409,541
Advances, prepayments and other receivables		20,157,695	36,440,620
Modaraba financing		104,735	1,822,314
Short-term murabaha financing		215,000	15,622,491
Current portion of murabaha financing	4	39,669,625	58,345,881
Current portion of diminishing musharaka financing	5	201,554	282,937
Current portion of musharaka financing	6	13,949,054	16,949,054
Current portion of loans to employees		162,558	192,000
Advance against Murabaha		7,500,000	-
Short-term deposit		3,099,140	3,950,000
Accrued profit		1,465,271	2,494,612
Tax refunds due from Government		65,126,303	53,062,929
Short Term Investment		20,423,443	20,776,415
Cash and bank balances		17,477,011	46,413,056
Receivable against sale of Al-Burq		-	1,221,554
		430,898,823	386,762,526
		485,085,289	453,824,186
EQUITY AND LIABILITIES			
CERTIFICATE CAPITAL AND RESERVES			
Authorised certificate capital 25,000,000 certificates of Rupees 10 each		250,000,000	250,000,000
Issued, subscribed and paid-up certificate capital		137,884,193	137,884,193
Capital reserves		85,465,339	61,175,709
Revenue reserves		22,392,467	22,392,468
		245,741,999	221,452,370
LIABILITIES			
NON-CURRENT LIABILITIES			
Deferred income		5,577,571	8,520,320
Certificates of musharaka		136,787,475	138,190,000
		142,365,046	146,710,320
CURRENT LIABILITIES			
Creditors, Accrued & Other Liabilities		24,393,605	9,098,069
Current portion of deferred income		6,807,508	10,399,178
Current portion of certificates of musharaka		29,012,525	29,310,000
COM matured parties		5,100,000	9,850,000
Accrued profit on certificates of musharaka		3,438,652	3,613,638
Unclaimed profit distributions		18,733,943	19,234,855
Provision for Taxation		9,492,011	4,155,756
		96,978,244	85,661,496
		239,343,290	232,371,816
CONTINGENCIES AND COMMITMENTS			
		-	-
TOTAL EQUITY AND LIABILITIES			
		485,085,289	453,824,186

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

For Paramount Investments Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Director

**FIRST PARAMOUNT MODARABA
CONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024**

	Note	Nine months period ended		Three months period ended	
		July-March 2024	July-March 2023	Jan-March 2024	Jan-March 2023
----- (Rupees) -----					
Operating income	7	422,168,993	219,786,003	167,521,078	112,867,071
Operating cost					
Operating expenses		(374,773,878)	(201,069,984)	(149,004,482)	(104,305,929)
Allowance for expected credit loss (ECL) (Provision)/Reversal for doubtful recoveries		(243,171) 608,931	- 37,066	- -	- -
		(374,408,118)	(201,032,918)	(149,004,482)	(104,305,929)
		47,760,875	18,753,085	18,516,596	8,561,142
Other income		5,968,076	3,425,907	2,691,878	565,392
Financial charges		(15,576,905)	(12,395,855)	(5,906,754)	(3,828,904)
		38,152,046	9,783,137	15,301,720	5,297,630
Modaraba Company's management fee		(3,823,093)	(978,314)	(1,538,061)	(529,763)
		34,328,953	8,804,823	13,763,659	4,767,867
Provision for Sindh Workers' Welfare Fund		(688,157)	(176,096)	(276,851)	(95,357)
Profit before taxation		33,640,796	8,628,727	13,486,808	4,672,510
Taxation		(9,351,166)	(2,644,957)	(3,934,056)	(1,355,028)
Profit after taxation		24,289,630	5,983,770	9,552,752	3,317,482
Earnings per certificate - basic and diluted		1.76	0.43	0.69	0.24

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

For Paramount Investments Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Director

**FIRST PARAMOUNT MODARABA
 CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
 FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024**

	Nine months period ended		Three months period ended	
	July-March 2024	July-March 2023	Jan-March 2024	Jan-March 2023
Profit after taxation	24,289,630	5,983,770	9,552,752	3,317,482
OTHER COMPREHENSIVE INCOME				
Items that will not be reclassified to profit and loss account	-	-	-	-
Items that may be reclassified subsequently to profit and loss account	-	-	-	-
Other comprehensive income for the Period	-	-	-	-
Total comprehensive income for the Period	<u>24,289,630</u>	<u>5,983,770</u>	<u>9,552,752</u>	<u>3,317,482</u>

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

For Paramount Investments Limited
 (Management Company)

 Chief Financial Officer

 Chief Executive Officer

 Director

 Director

**FIRST PARAMOUNT MODARABA
CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024**

	Note	March 31, 2024 Rupees	March 31, 2023 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		33,640,796	8,628,727
Adjustments for non-cash items:			
Depreciation and amortization		1,660,333	1,897,925
Gain on disposal		(389,798)	9,078
Provision for Sindh Workers' Welfare Fund		688,157	176,096
Financial charges		15,576,905	12,395,855
(Reversal of provision) / Provision for doubtful recoveries		(365,760)	(37,066)
		<u>17,169,837</u>	<u>14,441,888</u>
Operating profit before working capital changes		50,810,633	23,070,615
(Increase) / decrease in current assets			
Murabaha financing - net		47,718,475	40,744,803
Diminishing Musharaka financing - net		265,988	2,509,037
Musharaka financing - net		3,000,000	10,050,946
Modaraba financing - net		1,717,579	101,068
Loans to employees		117,998	179,999
Long-term deposits		-	60,000
Stock in trade		7,664,194	(41,438,955)
Trade debtors - net		(119,822,965)	(62,647,839)
Advances, prepayments and other receivables		9,986,758	(9,835,993)
Receivable from Al-burq associates		1,221,554	5,092,000
Accrued profit		1,029,341	2,674,639
(Decrease) / increase in current liabilities			
Deferred income		(6,534,419)	(11,158,220)
Creditors, accrued and other liabilities		9,857,379	12,028,295
Net cash generated from operations		<u>7,032,515</u>	<u>(28,569,605)</u>
Financial charges paid		(52,313)	(39,870)
Tax (paid) / refunded - net		(16,078,285)	(6,353,341)
Net cash generated from operating activities		<u>(9,098,083)</u>	<u>(34,962,816)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of fixed assets		(2,587,472)	(2,446,359)
Sale proceed on disposals of fixed assets		650,000	50,000
Net cash (used in)		<u>(1,937,472)</u>	<u>(2,396,359)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Certificate of Musharaka - issuance		19,575,000	20,075,000
Certificate of Musharaka - redemptions		(21,275,000)	(16,750,000)
Profit paid to certificates of Mushraka (COM) holder		(15,699,578)	(12,452,884)
Profit distributed to Certificate holders		(500,912)	(964,354)
Net cash used in financing activities		<u>(17,900,490)</u>	<u>(10,092,238)</u>
Net increase in cash and cash equivalents		<u>(28,936,045)</u>	<u>(47,451,413)</u>
Cash and cash equivalents at beginning of the year		46,413,056	78,990,927
Cash and cash equivalents at end of the Period		<u>17,477,011</u>	<u>31,539,514</u>

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

For Paramount Investments Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Director

FIRST PARAMOUNT MODARABA
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2024

	Issued, subscribed and paid up certificate capital Rupees	Reserves				Total Rupees
		Capital		Revenue		
		Merger reserve Rupees	Statutory reserve Rupees	Total Rupees	Unappropriated profit Rupees	
Balance as at 01 July 2022	137,884,193	1,935,160	52,700,425	54,635,585	22,392,468	214,912,246
Transaction with owners:						
Total comprehensive income:						
Profit after taxation	-	-	-	-	6,540,124	6,540,124
Other comprehensive income	-	-	-	-	6,540,124	6,540,124
Transferred to statutory reserve @ 100%	-	-	6,540,124	6,540,124	(6,540,124)	-
Balance as at 30 June 2023	137,884,193	1,935,160	59,240,549	61,175,709	22,392,467	221,452,369
Total comprehensive income:						
Profit after taxation	-	-	-	-	24,289,630	24,289,630
Other comprehensive income	-	-	-	-	24,289,630	24,289,630
Transferred to statutory reserve @ 100%	-	-	24,289,630	24,289,630	(24,289,630)	-
Balance as at March 31 2024	137,884,193	1,935,160	83,530,179	85,465,339	22,392,468	245,742,000

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

For Paramount Investments Limited
(Management Company)

Chief Financial Officer

Chief Executive Officer

Director

Director



First Paramount Modaraba
(An Islamic Financial Institution)

**FIRST PARAMOUNT MODARABA
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2024**

1. LEGAL STATUS AND OPERATIONS

Holding Company

First Paramount Modaraba (the Modaraba) is a multi purpose, perpetual and multidimensional Modaraba floated under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the rules framed there under and is managed by Paramount Investments Limited (the Management Company), a company incorporated in Pakistan under the Companies Ordinance, 1984 (now Companies Act, 2017) on June 26, 1994.

The Modaraba is listed on the Pakistan Stock Exchange Limited. The registered office of the Modaraba is situated at Suite #107-109, 1st Floor, P.E.C.H.S. Community Office Complex, Block-2. P.E.C.H.S. Shahrah-e-Quaideen, Karachi.

Modaraba's principal activities include deployment of funds on murabaha, modaraba and musharaka arrangements and its in-house ventures are (a) Electrical maintenance and troubleshooting services' under the name of "FPM Solutions" (b) Chemical business under the name of "FPM Petro Services" (c) Engineering products and solutions to upstream service companies under the name of "FPM Geo Dynamics International". (d) Consulting business under the name of "FPM Consulting".

Subsidiary Companies

- A subsidiary, Paramount Compliance (Private) Limited, has been incorporated on 24 August 2023. The Modaraba has subscribed 998 ordinary shares, representing 99.8% of the share capital of the Subsidiary.

- A wholly owned subsidiary of Paramount Compliance (Private) Limited [PCPL] has been incorporated on 15th January 2024 in the United Kingdom, to scale up the areas of operations of the AML CFT related business. PCPL has subscribed 100% of the share capital of the Subsidiary.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These consolidated condensed interim financial statements of the Modaraba for the nine months period ended 31 March 2024 are unaudited and being submitted to the certificate holders as required under Modaraba Companies and Modaraba Rules, 1981 and have been prepared in accordance with the requirements of the International Accounting Standard 34 - "Interim Financial Reporting", Companies Act 2017, Modaraba Companies and Modarabas (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 and Prudential Regulations for Modarabas (hereinafter referred to as the relevant laws).

The consolidated condensed interim financial statements do not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the annual financial statements of the Modaraba as at and for the year ended June 30, 2023.

2.2 Functional and presentation currency

These consolidated condensed interim financial statements are presented in Pakistani Rupees, which is the Modaraba's functional currency. All financial information presented in Pakistani Rupees has been rounded to the nearest rupees, except otherwise stated.

2.3 Significant accounting policies, estimates and judgments

The accounting policies and methods of computation followed for the preparation of these consolidated condensed interim financial statements are same as those applied in preparing the financial statements for the year ended June 30, 2023.

The preparation of consolidated condensed interim financial statements requires management to make judgements, 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 judgements 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.

	March 31, 2024 (Unaudited)	June 30, 2023 (Audited)																																
	----- (Rupees) -----																																	
3. OPERATING FIXED ASSETS																																		
Tangible fixed assets	12,804,634	11,873,461																																
Intangible assets	227,985	420,251																																
	<u>13,032,619</u>	<u>12,293,712</u>																																
Following additions and disposals, at cost, were made during the period :																																		
	<table border="1"> <thead> <tr> <th colspan="2" style="text-align: center;">Additions</th> <th colspan="2" style="text-align: center;">Disposals</th> </tr> <tr> <th style="text-align: center;">March 31, 2024 (Un-audited)</th> <th style="text-align: center;">June 30, 2023 (Audited)</th> <th style="text-align: center;">March 31, 2024 (Un-audited)</th> <th style="text-align: center;">June 30, 2023 (Audited)</th> </tr> <tr> <th colspan="4" style="text-align: center;">----- Rupees -----</th> </tr> </thead> <tbody> <tr> <td>Computers</td> <td style="text-align: right;">219,572</td> <td style="text-align: right;">369,400</td> <td style="text-align: right;">-</td> </tr> <tr> <td>Office and other equipment</td> <td style="text-align: right;">107,900</td> <td style="text-align: right;">1,086,313</td> <td style="text-align: right;">176,425</td> </tr> <tr> <td>Furniture and fixtures</td> <td style="text-align: right;">50,000</td> <td style="text-align: right;">1,191,626</td> <td style="text-align: right;">-</td> </tr> <tr> <td>Vehicles</td> <td style="text-align: right;">2,210,000</td> <td style="text-align: right;">70,320</td> <td style="text-align: right;">886,900</td> </tr> <tr> <td></td> <td style="text-align: right;"><u>2,587,472</u></td> <td style="text-align: right;"><u>2,717,659</u></td> <td style="text-align: right;"><u>1,063,325</u></td> </tr> </tbody> </table>		Additions		Disposals		March 31, 2024 (Un-audited)	June 30, 2023 (Audited)	March 31, 2024 (Un-audited)	June 30, 2023 (Audited)	----- Rupees -----				Computers	219,572	369,400	-	Office and other equipment	107,900	1,086,313	176,425	Furniture and fixtures	50,000	1,191,626	-	Vehicles	2,210,000	70,320	886,900		<u>2,587,472</u>	<u>2,717,659</u>	<u>1,063,325</u>
Additions		Disposals																																
March 31, 2024 (Un-audited)	June 30, 2023 (Audited)	March 31, 2024 (Un-audited)	June 30, 2023 (Audited)																															
----- Rupees -----																																		
Computers	219,572	369,400	-																															
Office and other equipment	107,900	1,086,313	176,425																															
Furniture and fixtures	50,000	1,191,626	-																															
Vehicles	2,210,000	70,320	886,900																															
	<u>2,587,472</u>	<u>2,717,659</u>	<u>1,063,325</u>																															
	March 31, 2024 (Unaudited)	June 30, 2023 (Audited)																																
	----- (Rupees) -----																																	
4. LONG-TERM MURABAHA FINANCING - secured																																		
Considered good	67,853,805	99,799,029																																
Considered doubtful	1,779,393	2,388,324																																
	<u>69,633,198</u>	<u>102,187,353</u>																																
Provision for doubtful recoveries	(1,779,393)	(2,388,324)																																
	<u>67,853,805</u>	<u>99,799,029</u>																																
Current portion of long-term murabaha financing	(39,669,625)	(58,345,881)																																
	<u>28,184,180</u>	<u>41,453,148</u>																																
	March 31, 2024 (Unaudited)	June 30, 2023 (Audited)																																
	----- (Rupees) -----																																	
5. DIMINISHING MUSHARAKA FINANCING - secured																																		
Considered good - secured	417,776	683,764																																
Current portion of long-term diminishing musharaka financing	(201,554)	(282,937)																																
	<u>216,222</u>	<u>400,827</u>																																
	March 31, 2024 (Unaudited)	June 30, 2023 (Audited)																																
	----- (Rupees) -----																																	
6. MUSHARAKA FINANCING - secured																																		
Food products	12,000,000	12,000,000																																
HCS Consulting Musharaka	-	2,500,000																																
	<u>12,000,000</u>	<u>14,500,000</u>																																
Considered doubtful																																		
Book printing -II	13,949,054	14,449,054																																
	<u>25,949,054</u>	<u>28,949,054</u>																																
Less: Current portion	(13,949,054)	(16,949,054)																																
	<u>12,000,000</u>	<u>12,000,000</u>																																

----- (Unaudited) -----				
Nine months ended		Quarter ended		
March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023	
----- (Rupees) -----				
7. OPERATING REVENUE / INCOME				
Profit on murabaha financing	10,615,202	16,752,889	2,418,946	5,345,712
Profit on diminishing financing	151,920	234,780	144,855	48,366
Profit on musharaka financing	1,660,592	1,732,138	600,000	600,000
Income from FPM Petro services project	405,767,102	190,667,138	163,586,726	103,782,033
Income from FPM solution project	3,974,177	10,399,058	833,551	3,090,960
	422,168,993	219,786,003	167,584,078	112,867,071

8. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on _____ by the Board of Directors of the Modaraba

9. GENERAL

Corresponding figures have been reclassified / re-arranged, wherever necessary, to facilitate comparison in the presentation in the current period.

Figures have been rounded off to the nearest rupee.

**For Paramount Investments Limited
(Management Company)**

Chief Financial Officer

Chief Executive

Director

Director

www.jamapunji.pk



سرمایہ کاری سمجھداری کے ساتھ



Be aware, Be alert, Be safe

Learn about investing at
www.jamapunji.pk

Key features:

- 📄 Licensed Entities Verification
- 📊 Scam meter*
- 🎮 Jamapunji games*
- 📊 Tax credit calculator*
- 🏢 Company Verification
- 📄 Insurance & Investment Checklist
- ?? FAQs Answered

- 📈 Stock trading simulator (based on live feed from KSE)
- 📖 Knowledge center
- 📊 Risk profiler*
- 📊 Financial calculator
- 📱 Subscription to Alerts (event notifications, corporate and regulatory actions)
- 📱 Jamapunji application for mobile device
- 📄 Online Quizzes



Jama Punji is an Investor Education Initiative of Securities and Exchange Commission of Pakistan

jamapunji.pk

[@jamapunji_pk](https://twitter.com/jamapunji_pk)

*Mobile apps are also available for download for android and ios devices

BOOK POST
Printed Matter

Under Postal Certificate

First Paramount Modaraba
(An Islamic Financial Institution)

REGISTERED OFFICE

Suite#: 107-108, 1st Floor, P.E.C.H.S. Community Office Complex,
Block-2, P.E.C.H.S. Shakra-e-Quaideen, Karachi.
Ph: 34381037 - 38 - 52, Fax: 34534410,
Email: customersupport@fpm.com.pk
Web: www.fpm.com.pk

FRIEND PRINTERS
Tel: 38888775, Fax: 3900-2715553,
Email: friendprinters@fpm.com.pk

