

Trust Modaraba

Managed By:

Al-Zāmin Modaraba Management (Private) Limited.

QUARTERLY REPORT

March 31, 2024

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CORPORATE INFORMATION

MODARABA COMPANY

AI-Zamin Modaraba Management (Private) Limited

BOARD OF DIRECTORS

Mr. Mian Sheikh Arshad Farooq	Chairman
Mr. Basheer Ahmed Chowdry	Chief Executive
Mr. Syed Shahnawaz Ahmed Rizvi	Director
Mr. Syed Etrat Hussain Rizvi	Director
Mr. Mohammad Yasin	Director
Mr. Sohail Ansar	Director
Dr. Mrs. Namoos Baquar	Director

MANAGEMENT

Mr. Basheer Ahmed Chowdry	Chief Executive
Ms. Hamida Aqeel	Chief Operating Officer/Company Secretary
Mr. Shiraz Butt	Chief Financial Officer

AUDIT COMMITTEE

Mr. Syed Etrat Hussain Rizvi	Chairman
Mr. Mian Sheikh Arshad Farooq	Member
Mr. Syed Shahnawaz Ahmed Rizvi	Member
Mr. Mohammad Yasin	Member
Ms. Hamida Aqeel	Secretary to the committee

HUMAN RESOURCE COMMITTEE

Mr. Muhammad Yasin	Chairman
Mr. Syed Etrat Hussain Rizvi	Member
Dr. Mrs. Namoos Baquar	Member
Mr. Basheer Ahmed Chowdry	Member
Ms. Hamida Aqeel	Secretary to the committee

INTERNAL AUDITORS

UHY Hassan Naeem & Co.
Chartered Accountants

AUDITORS OF THE MODARABA

Grant Thornton Anjum Rahman.
Chartered Accountants

BANKER

Meezan Bank Limited

LEGAL ADVISORS

Holscott International
S&B Durrani Law Associates

REGISTERED OFFICE/PRINCIPAL PLACE OF BUSINESS

104-106, Kassam Court, BC-9, Block-5, Clifton, Karachi-75600
Telephone: 021-35876651, 35876652, 35873373, 35873369, 35867102
Fax: 021-35870408 Web: trustmodaraba.com
Email: info@trustmodaraba.com

REGIONAL OFFICE

320, 3rd Floor, Garden Heights, 8-Aibak Block, New Garden Town, Lahore
Telephone: 042-35941957-8 Fax: 042 35866513

REGISTRARS

Hameed Majeed Associates (Private) Limited
1st Floor, H.M. House, 7-Bank Square, Lahore Telephone: 042- 37235081-2 Fax: 042-37358817

DIRECTORS' REPORT

The Board of Directors of Al-Zamin Modaraba Management Company (Private) Limited, the management company of Trust Modaraba are pleased to present the financial statements of Trust Modaraba for the period ended on 31st March, 2024.

ECONOMIC OUTLOOK

At the heart of the challenges facing Pakistan today are basically three interconnected issues, namely Politics, Economics and the Climate Change. These challenges require a holistic strategy to bring all these elements together to put the country on a sustainable trajectory of growth and development. On the economic front, positive outcome of revival efforts aimed at boosting the activity across the sectors is visible. The real sector is experiencing growth leading to a positive market response and signs of recovery. The Pak Rupee has stabilized and Pakistan Stock Exchange has shown performance improvement reflecting a conducive environment for economic activity. Though the pace of overall expansion is slow, nevertheless, improvement in major indicators signify an optimistic outlook for the forthcoming period,

However, the positive outlook is contingent upon sustainable implementation of sound economic policies entailing interalia, prudent fiscal management, strategic investment, and measures to enhance export competitiveness and diversification while safeguarding the economy against inflation and debt defaults.

PERFORMANCE REVIEW

It is encouraging to report that Trust Modaraba maintained a steady trend of growth in business operations and profitability during the period under consideration as all the key performance indicators registered appreciable increase as compared to the previous comparable period. Income from core business operations stood at Rs.44.37million during the first three quarters of the current financial year ended on 31st March, 2024 translating into an increase of 60% from the previous comparable period. The aforesaid increase in income was achieved through effective utilization of financial resources, improvement in the risk profile of the clients, meticulous follow-up of recoveries and operating efficiencies. During the period, PSX also witnessed appreciable performance with the index crossing 67,000 points at one point in time. Appreciation in the stock market index and consequential increase in the share prices provided unrealized gain of Rs.13.6 million which, taking into account loss on sale of shares (Rs.6.39 million) contributed a net gain of Rs.7.23 million during the period. Dividend income of Rs. 625,654 was also realized. As a prudent portfolio risk management policy, provision coverage was enhanced to Rs.1.38 million against certain accounts. The period under consideration also witnessed a decline in the operating expenses (Rs.27.05 million) by 6% compared to the preceding period despite high inflationary pressures on costs across the board. Profit before management fee worked out to be Rs.21.90 million as against loss of Rs.3.30 million shown for the previous comparable period. As a result of enhanced profitability, management company earned a fee of Rs.2.19 million for the period ended on 31st March, 2024. Profit after tax stood at Rs.16.05 million increasing the earnings per certificate to Rs.0.54. Asset base of your Modaraba as at 31st March, 2024 increased to Rs.399.96 million from Rs.388.76 million as at 30th June, 2023.

Moving forward your management aims to maintain the momentum of growth based on sound business norms and practices to achieve further growth in its operations and profitability.

EARNINGS PER CERTIFICATE

Earnings per certificate for the period under review stood at Rs.0.54 as against loss of Rs.0.15 of the previous comparable period.

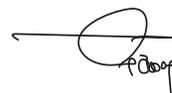
ACKNOWLEDGMENT

The Board wishes to put on record its appreciation for the continued support of the SECP, certificate holders, valuable guidance of the members of the Board and commitment of the staff members for achieving positive performance.

26th April, 2024.



Mr. Basheer A. Chowdry
Chief Executive



Mr. Mian Sheikh Arshad Farooq
Chairman

الضامن مضاربہ مینجمنٹ (پرائیویٹ) لمیٹڈ کے ڈائریکٹر 31 مارچ 2024 پر ختم ہونے والی سہ ماہی پرفارمنس مضاربہ کے مالیاتی گوشوارے پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

معاشی جائزہ

آج کل پاکستان کو جن مشکلات کا سامنا ہے وہ بنیادی طور پر تین ایک دوسرے سے جڑے ہوئے مسائل ہیں وہ سیاست، معیشت اور ماحولیاتی تبدیلی ہیں۔ یہ مسائل کے حل کے لیے ضروری ہے کہ ایک مربوط حکمت عملی وضع کی جائے تاکہ ان تمام اجزاء کو یکجا کیا جاسکے تاکہ ملک کو تسلسل سے رفتار کے ساتھ نمو اور ترقی حاصل کی جاسکے۔ معاشی محاذ پر، تمام سیکٹرز پر معاشی سرگرمی کو بڑھانے کے لیے کئے جانے والے اقدامات کے مثبت نتائج نظر آنے لگے ہیں۔ رئیل سیکٹر میں نمو ظاہر دکھائی دی ہے جس سے مارکیٹ کا مثبت رد عمل اور بحالی کی علامات ظاہر ہوئی ہیں۔ پاکستانی روپے نے استحکام دکھایا ہے اور پاکستان اسٹاک ایکسچینج نے کارکردگی میں بہتری دکھائی ہے جو معاشی سرگرمی کے لیے سازگار ماحول کو ظاہر کرتا ہے۔ اگرچہ مجموعی توسیع کی رفتار مست ہے اس کے باوجود بڑے معاشی اشاروں میں بہتری سے آنے والی مدت میں پر امید منظر نامہ ظاہر کرتا ہے۔

تاہم، مثبت منظر نامے کا انحصار مضبوط معاشی پالیسیوں کا نفاذ جو دوسری چیزوں کے درمیان محتاط اقتصادی مینجمنٹ، ترقی برائی سرمایہ کاری، برآمدات بڑھانے میں تنوع اور مسابقتی صلاحیت بڑھانے کے اقدامات کے ساتھ معیشت کو افراط زر اور قرض کے نادرہنگی سے تحفظ فراہم کرنا ہے۔

کارکردگی کا جائزہ

زیر غور مدت کے دوران یہ بات حوصلہ افزا ہے ٹرسٹ مضاربہ نے بزنس آپریشن میں متوازن نمو کا رجحان برقرار رکھا جس میں گذشتہ سال اسی مدت کے مقابلے میں تمام کارکردگی کے اہم اشاروں نے بہتری دکھائی۔ جاری مالی سال کے 31 مارچ 2024 پر اختتام پذیر پہلی تین ماہوں میں بنیادی بزنس آپریشن سے آمدنی 44.37 ملین روپے رہی جو گذشتہ سال اسی مدت کے مقابلے میں 60 فیصد کا اضافہ ظاہر کر رہا ہے۔ مذکورہ بالا آمدنی میں اضافے کا حصول مالیاتی وسائل کے موثر استعمال، کلائنٹ کے رسک پروفائل میں بہتری، قرضوں کی وصولیاتی میں محتاط کوشش اور آپریٹنگ کارکردگی میں بہتری سے حاصل ہوا۔ اس مدت کے دوران PSX نے بھی قابل تعریف کارکردگی دکھائی اور ایک وقت انڈیکس نے 67,000 پوائنٹس کی حد کو عبور کر لیا۔ زیر غور مدت کے دوران، اسٹاک مارکیٹ انڈیکس میں اضافے کا نتیجہ شیئر کی قیمتوں میں اضافے سے 13.6 ملین روپے کا انریلزڈ (unrealized) منافع ہوا جسے شیئر کی فروخت سے ہونے والے نقصان (13.6 ملین روپے) کے بعد 7.23 ملین روپے کا خالص منافع ہوا۔ 625,654 روپے کا منقسم منافع ہوا۔ بطور محتاط پورٹ فولیو رسک مینجمنٹ کے لیے مختص کرنے کی رقم بڑھا کر 1.38 ملین روپے کر دی ہے۔ زیر غور مدت میں گذشتہ سال کے مقابلے میں 6 فیصد کے ساتھ آپریٹنگ اخراجات (1.38 ملین روپے) میں کمی آئی، جو ہر قسم کی لاگوں میں افراطی دباؤ کے باوجود ہے۔ منافع قبل از مینجمنٹ فیس 21.90 ملین روپے رہا اس کے مقابلے میں گذشتہ سال اسی مدت میں یہ نقصان قبل از مینجمنٹ فیس 3.30 ملین روپے تھا۔ بڑھی ہوئی منافع بخشی کے نتیجے میں مینجمنٹ کمپنی نے 31 مارچ 2024 کو اختتام پذیر مدت میں فیس کی مد میں 2.19 ملین روپے حاصل کیے۔ منافع بعد از محمول 16.05 ملین روپے رہا جس سے آمدنی فی سرٹیفکیٹ بڑھ کر 0.54 روپے ہو گئی۔ آپ کے مضاربہ کے اثاثہ کی بنیاد 30 جون 2023 کے 388.76 ملین روپے سے بڑھ کر 31 مارچ 2024 کو 399.96 ملین روپے ہو گئی۔ آگے بڑھتے ہوئے، آپ کی انتظامیہ کا ارادہ ہے کہ مضبوط بزنس نامز (norms) اور پریکٹس کو قائم رکھ کر اپنے آپریشن اور منافع بخشی میں مزید نمو حاصل کرے۔

آمدنی فی سرٹیفکیٹ

زیر غور مدت کے دوران آمدنی 0.54 روپے فی سرٹیفکیٹ رہی جو گذشتہ سال اسی مدت میں 0.15 روپے فی سرٹیفکیٹ نقصان تھا۔

ستائش

بورڈ کی خواہش ہے کہ وہ SECP، سرٹیفکیٹ کنندگان کی مسلسل حمایت اور ایک انتہائی کڑے وقت میں مثبت نتائج حاصل کرنے کے لیے عملے کے ارکان کے عزم اور سخت محنت کی ستائش کو کارڈ پر لائے۔

برائے بورڈ آف ڈائریکٹرز کے جانب سے



میاں شیخ اشفاق فاروق
چیئرمین



بشیر اے۔ چوہدری
چیف ایگزیکٹو آفیسر

کراچی،

26 اپریل 2024

CONDENSED INTERIM BALANCE SHEET
AS AT MARCH 31, 2024

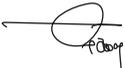
		(Un-audited) March 31, 2024	(Audited) June 30, 2023
		Note	-----Rupees-----
ASSETS			
Current assets			
Cash and bank balances		7,018,737	7,403,438
Investments	3	15,382,114	23,673,280
Advances, deposits, prepayments and other receivables	4	12,241,629	9,252,174
Murabaha finances - secured	5	26,014,943	33,138,031
Ijarah rental receivables - secured	6	4,198,653	2,797,830
Current portion of long term murabaha finances	7	41,157,443	54,965,658
Musharakah finances (secured - considered good)	8	9,109,667	16,399,135
Current portion of diminishing musharakah finances	9	41,471,164	15,004,620
Income tax refundable		2,035,971	1,840,370
		158,630,321	164,474,536
Assets classified as held for sale		-	8,625,000
Total current assets		158,630,321	173,099,536
Non-current assets			
Murabaha finances	7	3,768,431	4,078,227
Diminishing musharakah financing	9	127,894,418	62,386,644
Deposits		1,402,962	602,962
Investments	10	1,983,800	6,271,900
Fixed assets given on lease / ijarah - tangible	11	87,401,528	123,427,562
Fixed assets in own use	12	15,443,394	16,346,263
Intangible asset	13	1,050,774	155,552
Deferred taxation - net		2,388,430	2,388,431
Total non-current assets		241,333,737	215,657,541
Total assets		399,964,058	388,757,077
EQUITY AND LIABILITIES			
LIABILITIES			
Current liabilities			
Unclaimed profit distributions	14	12,829,484	12,831,607
Creditors, accrued and other liabilities	15	3,825,045	1,661,255
Charity payable	16	92,577	-
Current portion of deferred income on murabaha		1,489,388	2,400,180
Current portion of customers' security deposits		21,234,451	8,936,875
Current portion of lease liabilities against right of use assets		536,725	1,083,251
Total current liabilities		40,007,670	26,913,168
Non-current liabilities			
Deferred income on murabaha		343,346	1,012,756
Customers' security deposits		19,608,917	39,380,638
Lease liabilities against right of use assets		1,106,906	1,445,518
Total non-current liabilities		21,059,169	41,838,912
Total liabilities		61,066,839	68,752,080
NET ASSETS			
		338,897,219	320,004,997
REPRESENTED BY			
CAPITAL AND RESERVES			
Certificate capital		298,000,000	298,000,000
Reserves		44,559,969	28,506,449
Total equity		342,559,969	326,506,449
Unrealized loss on revaluation of investments	17	(3,662,750)	(6,501,452)
		338,897,219	320,004,997
Contingencies and commitments			
	18		

The annexed notes from 1 to 25 form an integral part of these condensed interim financial statements.

For Al-Zamin Modaraba Management (Private) Limited
(Modaraba Management Company)


CHIEF EXECUTIVE


DIRECTOR


DIRECTOR


CHIEF FINANCIAL OFFICER

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2024

	Note	Nine Months Ended March 31,		Quarter Year Ended March 31,	
		2024 -----Rupees-----	2023	2024 -----Rupees-----	2023
Income from ijarah - net	19	10,589,272	13,077,146	3,108,137	3,750,171
Profit on murabaha finances		3,363,727	5,653,210	820,975	1,138,790
Profit on diminishing musharakah/musharakah finances		30,415,988	8,987,584	11,411,165	3,297,401
Dividend income on equity investments		625,654	2,024,933	88,750	126,000
(Loss) on sale of short term investments		(6,394,502)	(1,681,955)	53,086	(586,763)
Other income	20	2,225,199	1,973,873	1,636,270	627,615
		<u>40,825,338</u>	<u>30,034,791</u>	<u>17,118,383</u>	<u>8,353,214</u>
Provision for doubtful receivables		(1,381,730)	(747,114)	-	-
Loss on disposal of assets classified as held for sale		(4,125,000)	-	(4,125,000)	-
Unrealized gain / (loss) on revaluation of financial assets at fair value through profit or loss		13,628,087	(3,870,915)	(700,683)	(1,705,560)
		<u>48,946,695</u>	<u>25,416,762</u>	<u>12,292,700</u>	<u>6,647,654</u>
Operating expenses	21	(27,047,384)	(28,715,314)	(8,832,539)	(8,951,525)
		<u>21,899,311</u>	<u>(3,298,552)</u>	<u>3,460,161</u>	<u>(2,303,871)</u>
Modaraba Management Company's fee		(2,189,931)	-	(346,016)	-
Workers' Welfare Fund		(394,188)	-	(62,283)	-
Profit / (loss) before taxation		<u>19,315,192</u>	<u>(3,298,552)</u>	<u>3,051,862</u>	<u>(2,303,871)</u>
Taxation		(3,261,672)	(1,085,900)	(553,533)	(266,402)
Profit / (loss) for the period		<u>16,053,520</u>	<u>(4,384,452)</u>	<u>2,498,329</u>	<u>(2,570,273)</u>
Earnings per certificate - basic and diluted	22	<u>0.54</u>	<u>(0.15)</u>	<u>0.08</u>	<u>(0.09)</u>

The annexed notes from 1 to 25 form an integral part of these condensed interim financial statements.

For Al-Zamin Modaraba Management (Private) Limited
(Modaraba Management Company)



CHIEF EXECUTIVE



DIRECTOR



DIRECTOR



CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UNAUDITED)
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2024

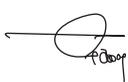
	Note	Nine Months Ended		Quarter Ended	
		March 31,		March 31,	
		2024	2023	2024	2023
		-----Rupees-----			
Profit / (loss) for the period		16,053,520	(4,384,452)	2,498,329	(2,570,273)
Other comprehensive income / (loss):					
<i>Items that will not be reclassified to profit and loss account</i>	17.1				
- Net change in fair value of investments classified as 'fair value through other comprehensive income - net of tax		2,838,702	(506,464)	482,872	1,663
<i>Items that may be reclassified subsequently to profit and</i>		-	-	-	-
Other comprehensive income / (loss) for the period		2,838,702	(506,464)	482,872	1,663
Total comprehensive income / (loss) for the period		<u>18,892,222</u>	<u>(4,890,916)</u>	<u>2,981,201</u>	<u>(2,568,610)</u>

The annexed notes from 1 to 25 form an integral part of these condensed interim financial statements.

For Al-Zamin Modaraba Management (Private) Limited
 (Modaraba Management Company)


 CHIEF EXECUTIVE


 DIRECTOR


 DIRECTOR


 CHIEF FINANCIAL OFFICER

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2024

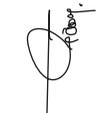
Particulars	Certificate capital	Capital reserves		Revenue reserves		Total reserves	Total equity
		Statutory reserve	Accumulated losses				
Balance as at June 30, 2022	298,000,000	83,785,844	(55,206,290)	28,579,554	326,579,554		
----- (Rupees) -----							
Loss for the period	-	-	(4,384,452)	(4,384,452)	(4,384,452)		(4,384,452)
Other comprehensive income for the period	-	-	-	-	-		-
Total comprehensive income for the period	-	-	(4,384,452)	(4,384,452)	(4,384,452)		(4,384,452)
Balance as at March 31, 2023	<u>298,000,000</u>	<u>83,785,844</u>	<u>(59,590,742)</u>	<u>24,195,102</u>	<u>322,195,102</u>		<u>322,195,102</u>
Balance as at June 30, 2023	298,000,000	83,785,844	(55,279,395)	28,506,449	326,506,449		326,506,449
Profit for the period	-	-	16,053,520	16,053,520	16,053,520		16,053,520
Other comprehensive income for the period	-	-	-	-	-		-
Total comprehensive income for the period	-	-	16,053,520	16,053,520	16,053,520		16,053,520
Balance as at March 31, 2024	<u>298,000,000</u>	<u>83,785,844</u>	<u>(39,225,875)</u>	<u>44,559,969</u>	<u>342,559,969</u>		<u>342,559,969</u>

The annexed notes from 1 to 25 form an integral part of these condensed interim financial statements.

For Al-Zamin Modaraba Management (Private) Limited
(Modaraba Management Company)


CHIEF EXECUTIVE


DIRECTOR


DIRECTOR


CHIEF FINANCIAL OFFICER

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS ENDED MARCH 31, 2024

		March 31,	
		2024	2023
		-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES	Note		
Cash generated from operations			
Cash generated from operations	23	57,567,194	53,707,192
<i>Decrease / (Increase) in non-current assets:</i>			
- Long term murabaha finances		13,242,857	32,466,554
- Long term musharakah finances		(91,738,577)	(54,839,326)
<i>(Decrease) / Increase in non-current liabilities:</i>			
- Deferred income on murabaha		(1,580,202)	(4,455,986)
- Customers security deposits		(7,474,145)	6,614,900
Purchase of ijarah assets		(1,100,000)	(31,773,000)
Proceeds from disposal of ijarah assets		10,311,209	1,945,113
Income tax paid / deducted		(3,457,273)	(503,231)
Net cash (used in) / generated from operating activities		(24,228,937)	3,162,216
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of owned assets		(800,352)	(1,888,472)
Purchase of intangible assets		(1,022,000)	(200,000)
Proceeds from disposal of owned assets		-	602,500
Proceeds from disposal of assets classified as held for sale		4,500,000	-
Disposal of investments - net		22,519,457	3,634,059
Long term deposits		(800,000)	503,600
Dividends received		615,654	2,024,933
Net cash generated from investing activities		25,012,759	4,676,620
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment made against lease liability		(1,166,400)	(1,166,397)
Loan repaid to director		-	(5,000,000)
Profit distributed to certificate holders		(2,123)	(3,185)
Net cash used in financing activities		(1,168,523)	(6,169,582)
Net increase in cash and cash equivalents		(384,701)	1,669,254
Cash and cash equivalents at the beginning of the period		7,403,438	7,690,515
Cash and cash equivalents at the end of the period		7,018,737	9,359,769

The annexed notes from 1 to 25 form an integral part of these condensed interim financial statements.

For Al-Zamin Modaraba Management (Private) Limited
(Modaraba Management Company)


CHIEF EXECUTIVE


DIRECTOR


DIRECTOR


CHIEF FINANCIAL OFFICER

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED MARCH 31, 2024

1. LEGAL STATUS AND NATURE OF BUSINESS

Trust Modaraba (the Modaraba) was formed in Pakistan under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the rules framed thereunder and is managed by Al-Zamin Modaraba Management (Private) Limited (AZMML). The Modaraba commenced its business operations from November 12, 1991. It is listed on Pakistan Stock Exchange Limited. The principal place of business and registered office is located at 104-106, Kassam Court, BC-9, Block-5, Clifton, Karachi - 75600 while regional office is located at 320, 3rd Floor, Garden Heights, 8-Aibak Block, New Garden Town, Lahore. The Modaraba is perpetual, multi-purpose and multi-dimensional, engaged in the business of Murabahas, Musharakahs, Ijarah, investment in marketable securities, trading and other permissible businesses. The affairs, activities and transactions performed by the modaraba during the period comply with the rules and principles of Islamic Shariah in accordance with the guidelines and directives given by the Shariah advisor, Registrar (Modaraba) and the Securities & Exchange Commission of Pakistan.

2. BASIS OF PREPARATION

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the Companies Act, 2017.
- Provisions of and directives issued under the Companies Act, 2017, Modaraba Companies and Modarabas (Flotation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 and Modaraba Regulation 2021 issued by the Securities and Exchange Commission of Pakistan (hereinafter referred to as the relevant laws).

Where the provisions of relevant laws differ with the requirements of IAS 34, IFASs and Companies act, 2017, the provisions of and directives of relevant laws have been followed.

2.2 The disclosures in these condensed interim financial statements do not include the information reported for full annual financial statements and should therefore be read in conjunction with the financial statements of the Modaraba for the year ended June 30, 2023. Comparative condensed interim statement of financial position is extracted from annual financial statements as at June 30, 2023, whereas comparative condensed interim statement of profit or loss, condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows are extracted from un-audited condensed interim financial statements of the Modaraba for the nine month period ended March 31, 2023.

2.3 These condensed interim financial statements are un-audited and are being submitted to the members as required under Section 237 of the Companies Act, 2017 and the listing regulations of the Pakistan Stock Exchange.

2.4 Critical accounting estimates and judgments

The preparation of these condensed interim financial statements in conformity with the approved accounting standards as applicable in Pakistan requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires the management to exercise judgments in application of the Modaraba's accounting policies. The estimates, judgments and associated assumptions are based on the management's experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both the current and future periods. In preparing these condensed interim financial statements, the significant judgments made by the management in applying the Modaraba's accounting policies and the key sources of estimation of uncertainty were the same as those that were applied in the annual published audited financial statements for the year ended June 30, 2023.

2.5 Functional and presentation currency

These condensed interim un-audited financial statements are presented in Pak Rupees, which is the Modaraba's functional and presentational currency. All the figures have been rounded off to the nearest rupees, unless otherwise stated.

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED MARCH 31, 2024**

			(Un-audited) March 31, 2024	(Audited) June 30, 2023
3	SHORT TERM INVESTMENTS	Note	-----Rupees-----	
	Financial assets at fair value through profit or loss:			
	NIT Islamic Unit Fund		-	439,685
	Shares of listed companies	3.1	<u>15,382,114</u>	<u>23,233,595</u>
			<u><u>15,382,114</u></u>	<u><u>23,673,280</u></u>

3.1 Shares of listed companies

Unless otherwise stated, the holdings are in fully paid ordinary shares of Rs. 10 each.

Number of shares		Name of Investee	March 31, 2024		June 30, 2023	
Mar-24	June-23		Average Cost	Market Value	Average Cost	Market Value
-----Rupees-----						
75,000	106,250	Fauji Cement Company Limited	1,679,488	1,323,000	2,379,274	1,249,500
45,000	32,000	D.G. Khan Cement Company Limited	3,287,284	2,929,050	3,017,682	1,641,600
100,000	165,000	Cnergyico Pk Limited	1,092,241	442,000	1,802,198	468,600
120,000	120,000	Hascol Petroleum Limited	1,622,511	927,600	1,622,511	666,000
15,000	30,000	Pakistan Petroleum Limited	1,674,433	1,592,250	2,434,434	1,774,200
10,000	35,500	Shell Pakistan Limited	1,656,759	1,498,800	6,443,029	4,105,575
-	50,000	Sui Southern Gas Company Limited	-	-	523,091	429,500
-	5,154	Dawood Hercules Corporation Limited	-	-	686,386	515,400
-	13,000	Descon Oxychem Limited	-	-	372,537	314,860
25,500	30,000	Nishat Mills Limited	2,488,379	1,691,414	3,151,994	1,703,100
-	18,000	National Refinery Limited	-	-	6,479,953	2,700,000
-	22,500	Netsol Technologies Limited	-	-	2,904,877	1,683,675
10,000	14,000	Oil & Gas Development Company Limited	1,305,284	1,216,500	1,205,765	1,092,000
-	45,000	Pakistan Telecommunication Company Limited	-	-	462,248	270,450
10,000	67,000	Unity Foods Ltd	327,977	234,700	2,197,445	1,047,210
10,000	25,740	Century Paper and Board Mills	498,164	288,300	1,282,273	726,898
-	7,500	Frieslandcampins Engro Foods	-	-	629,806	442,725
-	3,800	Lucky Cement Limited	-	-	2,222,170	1,983,942
25,000	8,000	The Searl Company Limited	1,336,262	1,307,500	400,428	306,560
-	65,000	K-Electric Limited	-	-	174,704	111,800
10,000	-	Faysal Bank Limited	329,558	340,500	-	-
15,000	-	Lalpir Power Limited	322,546	297,600	-	-
5,000	-	Pak Electron Limited	112,691	112,200	-	-
20,000	-	Pakistan Refinery Limited	681,253	542,200	-	-
10,000	-	Engro Polymer & Chemical Limited	513,369	452,300	-	-
20,000	-	Fauji Foods Limited	220,678	186,200	-	-
			<u>19,148,877</u>	<u>15,382,114</u>	<u>40,392,805</u>	<u>23,233,595</u>

			(Un-audited) March 31, 2024	(Audited) June 30, 2023
4	ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES	Note	-----Rupees-----	
	Loans to / receivable from employees - considered good		760,500	661,400
	Prepayments		5,335,053	3,426,183
	Advance against expenses		660,000	750,000
	Accrued profit (secured - considered good)		2,812,475	1,155,192
	Trade receivables - considered good (secured)	4.1	-	-
	Legal suits' charges receivable (secured - considered good)	4.2	2,231,076	2,208,926
	Receivable against sale of Faisalabad Property	4.3	-	-
	Sundry receivables (unsecured - considered good)		442,525	1,050,473
			<u>12,241,629</u>	<u>9,252,174</u>

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED MARCH 31, 2024

		(Un-audited) March 31, 2024	(Audited) June 30, 2023
	Note	-----Rupees-----	
4.1 Trade receivables			
Opening balance		100,000	100,000
Gross amount		100,000	100,000
Allowance for doubtful trade receivables		(100,000)	(100,000)
Closing balance		-	-
4.2 Legal suits' charges receivable			
Opening balance		2,675,852	2,455,852
Expenses incurred		22,150	220,000
Gross amount		2,698,002	2,675,852
Allowance for doubtful legal suits' charges		(466,926)	(466,926)
Closing balance		2,231,076	2,208,926
4.3 Receivable against sale of Faisalabad Property			
Opening balance		549,000	669,000
Received during the year		-	(120,000)
Gross amount		549,000	549,000
Provision made during the year		(549,000)	(549,000)
Closing balance		-	-
5 MURABAHA FINANCES - SECURED			
Considered good		3,300,000	5,800,000
Considered doubtful:			
- Regular parties		-	-
- Parties under litigation	5.2	34,242,423	38,879,019
		34,242,423	38,879,019
Provision for doubtful receivables	5.3	(11,527,480)	(11,540,988)
		26,014,943	33,138,031
5.1			
The Modaraba has sold goods under Murabaha arrangements whereby payment is deferred along with specified profit margin. These finances are secured by way of hypothecation of stocks, mortgage of properties, demand promissory notes, charge on assets and personal guarantees.			
5.2			
These represent receivables from 3 (2023: 4) customers under Murabaha finance. Legal proceedings against these customers are in process in the Honorable Courts of Law (Banking court of Lahore). The Courts have awarded decree in favor of Modaraba in 3 (2023: 4) cases for recovery of Rs. 50.277 million (2023: Rs. 50.277 million).			
		(Un-audited) March 31, 2024	(Audited) June 30, 2023
5.3 Provision for doubtful receivables	Note	-----Rupees-----	
Opening balance		11,540,988	11,410,411
(Reversal) / provision made during the period / year		(13,508)	130,577
Closing balance		11,527,480	11,540,988
6 IJARAH RENTAL RECEIVABLES - SECURED			
Considered good	6.1	1,291,772	402,946
Parties under litigation - considered doubtful		5,026,212	4,498,089
Suspended ijarah income - considered doubtful	6.2	(843,499)	(843,499)
Provision for doubtful ijarah rental receivables	6.3	(1,275,832)	(1,259,706)
		4,198,653	2,797,830
6.1			
These are secured against ijarah assets and personal guarantees. In some ijarahs, additional collateral is also obtained in the form of mortgaged property. The Modaraba is entitled to repossess and sell the ijarah assets in case of default by the customers.			

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED MARCH 31, 2024

		(Un-audited) March 31, 2024	(Audited) June 30, 2023
	Note	-----Rupees-----	
6.2 Suspended ijarah income - considered doubtful			
Opening balance		843,499	856,442
Reversal during the period / year		-	(12,943)
Closing balance		<u>843,499</u>	<u>843,499</u>
6.3 Provision for doubtful Ijarah rental receivables			
Opening balance		1,259,706	570,193
Change for the period / year		16,126	689,513
Closing balance		<u>1,275,832</u>	<u>1,259,706</u>
7 MURABAHA FINANCES - SECURED			
Considered good		13,004,256	28,374,158
Considered doubtful	7.2	38,307,787	36,180,742
Provision for doubtful long term murabaha finances	7.3	(6,386,169)	(5,511,015)
		<u>44,925,874</u>	<u>59,043,885</u>
Current / overdue portion shown under current assets		<u>(41,157,443)</u>	<u>(54,965,658)</u>
		<u>3,768,431</u>	<u>4,078,227</u>

7.1 The Modaraba has sold goods under murabaha arrangements whereby payment is deferred along with specified profit margin. These finances are secured by way of hypothecation stocks, mortgage of properties, demand promissory notes, charge on assets and personal guarantees.

		(Un-audited) March 31, 2024	(Audited) June 30, 2023
	Note	-----Rupees-----	
7.2 Break up of considered doubtful Murabaha finances			
Considered doubtful		39,865,450	37,891,250
Suspended income	7.2.1	(1,557,663)	(1,710,508)
	7.2.2	<u>38,307,787</u>	<u>36,180,742</u>
7.2.1 Suspended income			
Opening balance		1,710,508	1,289,525
Reversal during the period / year		(254,177)	(30,301)
Suspension made during the period / year		101,332	451,284
Closing balance		<u>1,557,663</u>	<u>1,710,508</u>

7.2.2 The doubtful murabaha finances include receivables from 5 (June 30, 2023: 5) customers under murabaha finance which is under litigation. Legal proceedings against these customers are in process in the Courts of Law. The Courts have awarded decree in favor of Modaraba in 3 (June 30, 2023: 3) cases for recovery of Rs. 60.673 million (June 30, 2023: Rs. 60.673 million).

		(Un-audited) March 31, 2024	(Audited) June 30, 2023
	Note	-----Rupees-----	
7.3 Provision for doubtful long term murabaha finances			
Opening balance		5,511,015	6,657,297
Provision for the period / year		1,180,396	-
Reversal for the period / year		(305,242)	(1,146,282)
Closing balance		<u>6,386,169</u>	<u>5,511,015</u>

**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED MARCH 31, 2024**

		(Un-audited) March 31, 2024	(Audited) June 30, 2023
8 MUSHARAKAH FINANCES - SECURED	Note	-----Rupees-----	
Considered good		9,280,739	17,219,609
Provision for Musharakah finances	8.1	(171,072)	(820,474)
Closing balance		<u>9,109,667</u>	<u>16,399,135</u>
8.1 Provision for Musharakah finances			
Opening balance		820,474	696,048
(Reversal) / provision for the period / year		(649,402)	124,426
Closing balance		<u>171,072</u>	<u>820,474</u>
9 DIMINISHING MUSHARAKAH FINANCING - SECURED			
Considered good		171,908,045	78,780,366
Current / overdue portion		(41,471,164)	(15,004,620)
Provision for Diminishing Musharakah finances	9.1	(2,542,463)	(1,389,102)
Closing balance		<u>127,894,418</u>	<u>62,386,644</u>
9.1 Provision for Diminishing Musharakah finances			
Opening balance		1,389,102	50,058
Provision for the period / year		1,153,361	1,339,044
Closing balance		<u>2,542,463</u>	<u>1,389,102</u>

10 INVESTMENTS

Long term investments at fair value through OCI

Investment in shares of listed companies

Unless otherwise stated, the holdings are in fully paid ordinary shares of Rs. 10 each.

Number of shares		Name of Investee	March 31, 2024		June 30, 2023	
31-Mar 2024	30-Jun 2023		Average Cost Rupees	Market Value Rupees	Average Cost Rupees	Market Value Rupees
20,000	90,000	Sui Northern Gas Pipelines Limited	967,784	937,800	5,806,704	3,543,300
15,000	26,875	The Searle Company Limited	3,015,351	1,046,000	4,743,273	1,029,850
-	75,000	Pakistan Telecommunication Company Limited	-	-	1,029,049	450,750
-	16,000	Oil & Gas Development Company	-	-	1,811,631	1,248,000
			<u>3,983,135</u>	<u>1,983,800</u>	<u>13,390,657</u>	<u>6,271,900</u>

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED MARCH 31, 2024

		(Un-audited) March 31, 2024	(Audited) June 30, 2023
	Note	-----Rupees-----	
11 FIXED ASSETS GIVEN ON LEASE/IJARAH			
Operating fixed assets given on lease (ijarah) - tangible	11.1	87,401,528	123,427,562
11.1 Operating fixed assets given on lease (ijarah) - tangible			
Opening written down value		123,427,562	147,262,006
Additions during the period / year		1,100,000	31,773,000
Disposals during the period / year		(10,311,209)	(15,559,674)
		114,216,353	163,475,332
Depreciation charge for the period / year	19	(26,814,825)	(40,047,770)
		87,401,528	123,427,562
12 FIXED ASSETS IN OWN USE			
Fixed assets in own use	12.1	14,095,567	14,105,600
Right of use assets	12.2	1,347,827	2,240,663
		15,443,394	16,346,263
12.1 Fixed assets in own use			
Opening written down value		14,105,600	13,527,952
Additions during the period / year	12.1.1	800,352	2,037,972
Disposals during the period / year		-	(146,769)
		14,905,952	15,419,155
Depreciation charge for the period / year	21	(810,385)	(1,313,555)
	12.1.2	14,095,567	14,105,600
12.1.1 Additions during the period / year			
Office equipment		616,152	419,600
Furniture and fixtures		35,200	278,600
Electrical equipment		149,000	134,600
Vehicle		-	1,205,172
		800,352	2,037,972
12.1.2 Book value at the end of period / year			
Land	12.1.3	10,728,400	10,728,400
Furniture and fixtures		545,814	578,540
Office equipment		940,193	623,557
Vehicles		1,240,464	1,573,947
Electrical equipment		640,696	601,156
		14,095,567	14,105,600

12.1.3 It represents a piece of land measuring 10 Kanals, costing Rs. 10,728,400 situated at Mauza Amer Sidhu, Lahore Cantt. acquired through settlement of certain Murabaha facilities. The subject land is presently in the possession of Defence Housing Authority, Lahore (DHA). The Modaraba has filed legal suit in the Civil Court, Lahore for possession of land. The management and legal counsel of the Modaraba are confident that Modaraba has valid claim against DHA because title and sale deed is in the name of the Modaraba and accordingly no loss has been recorded against such land. Management is also making efforts to achieve out of court settlement and next date of hearing is 16th April, 2024 for further processing of the case.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED MARCH 31, 2024

		(Un-audited) March 31, 2024	(Audited) June 30, 2023
12.2 Right of use assets	Note	-----Rupees-----	
Opening balance		2,240,663	2,266,005
Additions during the period / year		-	1,165,106
		<u>2,240,663</u>	<u>3,431,111</u>
Depreciation charge for the period / year		(892,836)	(1,190,448)
Closing balance		<u>1,347,827</u>	<u>2,240,663</u>
Lease term		<u>1-5 years</u>	<u>1-5 years</u>

12.2.1 All assets are geographically located in Pakistan.

13 INTANGIBLE ASSET

Cost

Balance at beginning of the period / year	1,250,000	1,050,000
Additions during the period / year	1,022,000	200,000
Closing balance	<u>2,272,000</u>	<u>1,250,000</u>

Accumulated amortisation

Balance at beginning of the period / year	1,094,448	1,050,000
Charged during the period / year	126,778	44,448
Closing balance	<u>1,221,226</u>	<u>1,094,448</u>
Written down value	<u>1,050,774</u>	<u>155,552</u>
Rate %	<u>33%</u>	<u>33%</u>

14 UNCLAIMED PROFIT DISTRIBUTIONS

Management has maintained funds of Rs. 5,041,090 (June 30, 2023: Rs. 4,788,833) against unclaimed profit distribution of Rs 12,829,484 (June 30, 2023: 12,831,607) resulting in shortage of funds of Rs 7,788,394. This shortage of funds relates to unclaimed profit distribution when modaraba was managed by Trust management services (previous management company) from incorporation till 2009 when change of management took place through appointment of administrator by registrar under section 19 and 20 of Modaraba Companies and Modarabas (Flotation and Control) Ordinance, 1980. Modaraba has maintained complete funds for unclaimed profit distribution after acquisition of Al-Zamin Management Company Limited in 2009 till date.

		(Un-audited) March 31, 2024	(Audited) June 30, 2023
15 CREDITORS, ACCRUED AND OTHER LIABILITIES	Note	-----Rupees-----	
Payable to Modaraba Management Company (Related party)		2,189,931	114,947
Provision for Workers' Welfare Fund		444,151	70,653
Accrued expenses		428,030	311,020
Other liabilities		762,933	1,164,635
		<u>3,825,045</u>	<u>1,661,255</u>

14 CHARITY PAYABLE

It represents the amount of profits earned on unclaimed dividends held in Meezan bank (dividend account) which shall be utilized for charitable causes. The funds are maintained in pursuant to the regulations outlined in Section 244 of the Companies Act 2017.

		(Un-audited) March 31, 2024	(Audited) June 30, 2023
17 UNREALIZED LOSS ON REVALUATION OF INVESTMENTS	Note	-----Rupees-----	
Opening balance		(6,501,452)	(5,528,682)
Surplus / (deficit) on revaluation during the period / year	17.1	2,838,702	(972,770)
Closing balance		<u>(3,662,750)</u>	<u>(6,501,452)</u>

17.1 This represents surplus on revaluation of investments classified as fair value through other comprehensive income. Unrealized gain on revaluation of investment cannot be distributed to the certificate holders.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED MARCH 31, 2024

18 CONTINGENCIES AND COMMITMENTS

18.1 Contingencies

- 18.1.1 Notice was served to Trust Modaraba dated 28 August 2018, along with certain other modarabas, by Sindh Revenue Board (SRB) for the recovery of tax under Sindh Sales Tax on Services Act, 2011 amounting to Rs. 38.52 million comprising allegedly unpaid sales tax on services rendered in Sindh from years 2011-12 to 2017-18.

The Modaraba along with other Modarabas has filed a petition in Honorable Sindh High Court (SHC) on September 1, 2018 challenging the demand of Sindh Revenue Board (SRB) on the grounds of non-applicability of sales tax. A stay order in this regard has been granted by the SHC stating that no adverse order in respect of the proposed treatment shall be made against the Petitioners. The management of the Modaraba based on its discussions with its legal counsel is of the view that in light of the stay order of the Court and the merits of the matter involved, the impugned charge of sales tax will be quashed and favorable outcome is expected. Therefore, no provision for any sales tax liability on rentals of lease financing has been made in the financial statements. The expected date of hearing is 4th September, 2024 for further processing of the case.

- 18.1.2 The Assistant commissioner Inland Revenue (ACIR) has issued order dated June 30, 2022 by creating demand under sub-section 161 of Rs 1,038,285 along with default surcharge of Rs 809,862. The tax payer has filed appeal against said order on July 16, 2022 before commissioner Inland Revenue (CIR). During the year, CIR remanded back the case to (ACIR) and taxpayer being aggrieved by the order of CIR filed appeal before Appellate Tribunal Inland Revenue (ATIR). The ATIR annulled the findings of ACIR and remit the matter to officer of Inland Revenue (OIR). As at period end, the matter is pending before the OIR and no reassessment order is issued to date.

18.2 Diminishing Musharakah commitments

The Modaraba has entered into diminishing musharakah arrangements for vehicles. These arrangements have remaining terms of less than five years. Such arrangements also include a clause to enable upward revision of the rental charge on an annual basis according to prevailing market conditions. Future diminishing musharakah payments due under these arrangements at the year end are as follows:

	(Un-audited) March 31, 2024	(Audited) June 30, 2023
	Note	-----Rupees-----
Not later than one year	843,336	843,336
Later than one year and not later than five years	1,124,448	1,756,950
	<u>1,967,784</u>	<u>2,600,286</u>
Disbursement of Musharakah/Diminishing Musharakah to be made	<u>33,904,920</u>	<u>18,118,000</u>

	Nine Months Ended March 31,		Quarter ended March 31,	
	2024	2023	2024	2023
19 INCOME FROM IJARAH - NET	-----Rupees-----			
Income from leasing and Ijarah operations	40,078,274	45,958,075	11,911,455	14,736,284
Less: depreciation on fixed assets given on ijarah	(26,814,825)	(30,137,738)	(7,918,038)	(10,080,900)
Less: insurance on ijarah assets	(2,674,177)	(2,743,191)	(885,280)	(905,213)
	<u>10,589,272</u>	<u>13,077,146</u>	<u>3,108,137</u>	<u>3,750,171</u>
20 OTHER INCOME				
Gain on disposal of ijarah assets	424,791	185,432	424,791	-
Gain on disposal of owned fixed assets	-	494,535	-	137,500
Profit on deposit and saving accounts with banks	328,358	526,568	111,529	193,365
Processing, documentation charges	557,900	480,950	192,700	130,300
Miscellaneous income	914,150	286,388	907,250	166,450
	<u>2,225,199</u>	<u>1,973,873</u>	<u>1,636,270</u>	<u>627,615</u>

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED MARCH 31, 2024

	Nine Months Ended March 31,		Quarter ended March 31,		
	2024	2023	2024	2023	
21 OPERATING EXPENSES	-----Rupees-----				
Salaries, allowances and other benefits	13,537,982	14,331,138	4,529,982	4,211,565	
Legal and professional charges	115,000	187,500	60,000	87,500	
Fees and subscription	2,743,887	3,240,886	999,316	1,084,057	
Electricity, gas and water	910,953	839,903	187,216	23,929	
Telephone, postage and courier	955,857	736,728	371,929	173,175	
Advertisement	38,435	63,435	-	-	
Printing and stationery	682,379	641,035	240,094	204,054	
Traveling and conveyance	437,513	506,317	67,990	158,566	
Entertainment	579,243	583,454	131,427	164,307	
Insurance	174,874	205,671	58,314	71,697	
Auditors' remuneration	84,700	91,476	-	91,474	
Vehicle running	1,563,119	1,517,821	494,950	459,124	
Newspaper and periodicals	10,750	12,390	3,630	4,985	
Rent, rates and taxes	541,900	1,165,844	186,000	721,492	
Repairs and maintenance	1,961,060	1,906,142	529,616	727,625	
Depreciation on own assets	810,385	1,061,796	282,129	234,895	
Depreciation on right of use assets	892,836	892,836	297,612	297,612	
Amortization on intangible assets	126,778	27,780	76,777	16,668	
Bank charges and commission	11,517	12,769	3,350	-	
Sales tax	78,831	64,323	30,160	20,788	
Unwinding of lease liabilities	281,262	408,370	82,220	126,291	
Miscellaneous	508,123	217,700	199,827	71,719	
	<u>27,047,384</u>	<u>28,715,314</u>	<u>8,832,539</u>	<u>8,951,523</u>	
22 EARNINGS PER CERTIFICATE - BASIC					
Profit/(loss) for the period	Rupees	16,053,520	(4,384,452)	2,498,329	(2,570,273)
Weighted average number of certificates	Number	29,800,000	29,800,000	29,800,000	29,800,000
Earnings per certificate	Rupees	0.54	(0.15)	0.08	(0.09)

22.1 There is no dilution effect on the basic earnings per certificate of the Modaraba.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED MARCH 31, 2024

23 CASH GENERATED FROM OPERATIONS		March 31,	
		2024 (Un-audited)	2023 (Un-audited)
		------(Rupees)-----	
	Note	19,315,192	(3,298,552)
Profit / (loss) before taxation			
Adjustments for non-cash and other items:			
-	Depreciation:		
	Under ijarah	19	26,814,825
	In own use		30,137,738
	Right of use assets		810,385
	Amortization on intangible assets		1,061,796
-	Provision for doubtful receivables		892,836
-	Gain on disposal of ijarah assets		126,778
-	Gain on disposal own assets		27,780
-	Loss on disposal of assets classified as held for sale		1,381,730
-	Loss on sale of short term investment		747,114
-	Unrealized (gain)/loss on revaluation of held for trading investment		(424,791)
-	Unwinding of lease liabilities		(185,432)
-	Workers' Welfare Fund		-
-	Dividend income		(494,535)
		4,125,000	-
		6,394,502	1,681,955
		(13,628,087)	3,870,915
		281,262	408,370
		(394,188)	-
		(625,654)	(2,024,933)
		25,754,598	36,123,604
		45,069,790	32,825,052
Operating profit before working capital changes			
Decrease / (increase) in current assets			
-	Advances, deposits, prepayments and other receivables	(2,989,455)	19,009,067
-	Short term murabaha finances	7,136,596	(2,878,073)
-	Short term musharakah finances	7,938,870	15,563,346
-	Ijarah rental receivables	(1,400,823)	(71,899)
Increase / (decrease) in current liabilities			
-	Charity payable	92,577	-
-	Creditors, accrued and other liabilities	1,719,639	(10,740,301)
		12,497,404	20,882,140
		57,567,194	53,707,192

24 TRANSACTIONS WITH RELATED PARTIES			Nine months period ended March 31,		Quarter ended March 31,	
Transactions during the period			2024	2023	2024	2023
Related party	Relationship	Nature of transaction	-----Rupees-----			
Al-Zamin	Modaraba	Management fee and others	2,189,931	-	346,016	-
Modaraba Management (Private)	Management Company	Office rent	624,000	-	-	-
		Electric bill expenses received	129,113	-	-	-
Employees' Provident Fund	Associated undertaking	Contribution for the period	738,619	728,820	246,205	211,206
Director	Director	Interest free loan repaid	-	5,000,000	-	5,000,000
					(Un-audited) March 31, 2024	(Audited) June 30, 2023
Outstanding Balance as at the period end			Note -----Rupees-----			
Related party	Relationship	Nature of transaction				
Al-Zamin	Modaraba	Payable against management fee and others	2,189,931			114,947
Modaraba Management	Managemnt Company					
Executives and close relatives thereof	Associated person	Loan receivables	650,000			500,000

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED MARCH 31, 2024

25 AUTHORIZATION OF FINANCIAL STATEMENTS

These financial statements were approved for issue by the Board of Directors of the Management company in their meeting held on 26th April, 2024.

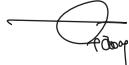
For Al-Zamin Modaraba Management (Private) Limited
(Modaraba Management Company)



CHIEF EXECUTIVE



DIRECTOR



DIRECTOR



CHIEF FINANCIAL OFFICER

BOOK POST

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