



**QUARTERLY REPORT
MARCH 31, 2025**

**MANAGED BY
AWWAL MODARABA MANAGEMENT LIMITED**

Vision

Awwal Modaraba Management Limited (AMML) will play a role in the economic process and development of Pakistan by providing a range of advisory services and financial support, through Sharia compliant modes; to viable projects in high growth, capital starved sectors of the economy.

Mission

Awwal Modaraba Management Limited (AMML) aims to be at the vanguard of innovation in modaraba management services, offering the best solutions to our customers, value to our certificate holders and modaraba investors, complemented with a challenging, equal opportunity to our employees.

Wasl Mobility Modaraba (Formerly First Prudential Modaraba)

CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. Faraz Akhtar Zaidi	Chairman	Non-Executive Director
Mr. Nazir Ahmed Shaheen		Independent Director
Ms. Azra Yaqub Vawda		Independent Director
Mr. Shafiq Ur Rehman		Non-Executive Director
Ms. Myra Husain Qureshi		Non-Executive Director
Mr. Saif Tariq		Chief Executive Officer

Audit Committee

Mr. Nazir Ahmed Shaheen	Chairman
Mr. Faraz Akhtar Zaidi	Member
Mr. Shafiq Ur Rehman	Member

Human Resource and Remuneration Committee

Ms. Azra Yaqub Vawda	Chairperson
Mr. Faraz Akhtar Zaidi	Member
Ms. Myra Husain Qureshi	Member
Mr. Saif Tariq	Member

Company Secretary

Syed Shahid Owais

Chief Financial Officer

Mr. Aftab Afroz Mahmoodi

Auditor

BDO Ebrahim & Co, Chartered Accountants

Bankers

Habib Bank Limited
Dubai Islamic Bank

Certificate Registrar

C & K Management Associates (Pvt) Limited

M-13, Progressive Plaza, Plot No. 5 - CL - 10, Civil Lines Quarter,
Beaumont Road, Karachi - 75530, Pakistan.

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Registered & Branch Office

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Karachi-75530
Phone: 021- 35361215-9

Head Office

818, 8th Floor,
Hi-Q Tower,
Jail Road, Lahore
Phone : 042-35135117

Directors' Report

For the Nine months period ended 31 March, 2025

On behalf of the Board of Directors of Awwal Modaraba Management Limited ("AMML"), the management company of Wasl Mobility Modaraba (Formerly First Prudential Modaraba), we are pleased to present Directors' Report together with the unaudited financial results of Modaraba for the quarter and ended 31 March 2025.

Material Developments

The Registrar Modaraba, Securities on September 19, 2024 granted approval for the sale and transfer of total shares of Awwal Modaraba Management Limited (AMML) held by the Pak Brunei Investment Company Limited to the Wasl Investment Finance Limited (Buyer), the shares were successfully transferred to buyer on November 26, 2024. Pursuant to the transfer of shares, the control of AMML has been transferred to Wasl Investment Finance Limited.

The name of Modaraba has been changed to Wasl Mobility Modaraba after approval of Registrar Modarabas effective March 25, 2025. The Head Office of Modaraba has been shifted to Lahore which will increase its business volume and client base which will improve/enhance profitability of Modaraba. A branch office at Karachi is functional to serve its customers.

Financial Performance

During the nine months of FY2024-2025, overall revenues reduced to PKR 114.85 million compared to PKR 151.16 million in corresponding period last year due to reduced portfolio size. The reduction in portfolio occurred because the Modaraba was effectively not originating new loans as the transfer of ownership process was in effect from April 4, 2024, when the SPA between Pak Brunei and Wasl was signed, till November 26, 2024 when the transaction was consummated. It should be noted that interest rates are also on declining trajectory which will impact income generation. Total operating expenses for the period reduced to PKR 88.48 million while financial expenses reduced to PKR 20.70 million as compared in corresponding period last year. Overall, the Modaraba generated net profit of PKR 16.41 million compared to PKR 59.67 million in the corresponding period last year. The new management has introduced new products to enhance profitability of Modaraba.

Change in Board of Directors & Chief Executive

On the completion of sale and transfer of total shareholding of the company to WSAL Investment Finance Limited, four directors and Chief Executive of the company were resigned and the approval of Registrar Modaraba, Securities & Exchange Commission of Pakistan have been obtained for the incoming directors & CEO. The new composition of the Board is as under:-

1. Mr. Faraz Akhtar Zaidi	Chairman	Non-Executive Director
2. Mr. Nazir Ahmed Shaheen		Independent Director
3. Ms. Azra Yaqub Vawda		Independent Director
4. Mr. Shafiq Ur Rehman		Non-Executive Director
5. Ms. Myra Husain Qureshi		Non-Executive Director
6. Mr. Saif Tariq		Chief Executive Officer

Acknowledgments

The Board of Directors would further like to acknowledge and appreciate SECP and Registrar Modaraba for their continuous guidance and support. Also, we would like to avail this opportunity to thank our customers and investors for placing their trust in the Modaraba.

On behalf of the Board

Saif Tariq
Chief Executive
Date: April 29, 2025

Faraz Akhtar Zaidi
Director

ڈائریکٹرز کی رپورٹ

31 مارچ 2025 کو ختم ہونے والی نو ماہ کی مدت کے لیے

اول مضاربہ منیجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز کی جانب سے، وصل موبلٹی مضاربہ کی انتظامی کمپنی سابقہ فرسٹ پروڈنشل مضاربہ، ہمیں 31 مارچ 2025 کو ختم ہونے والی سہ ماہی اور مدت کے لیے مضاربہ کے غیر آڈٹ شدہ مالیاتی نتائج کے ساتھ ڈائریکٹرز کی رپورٹ پیش کرتے ہوئے خوشی ہو رہی ہے۔

ایم پیسٹ

رجسٹرار مضاربہ، سیکیورٹیز نے 19 ستمبر 2024 کو پاک برونائی انویسٹمنٹ کمپنی لمیٹڈ کے پاس موجود اول مضاربہ منیجمنٹ لمیٹڈ (AMML) کے کل حصص کی فروخت اور منتقلی کی منظوری دے دی جو واسل انویسٹمنٹ فنانس لمیٹڈ (خریدار) کو دے دی گئی۔

نومبر 26، 2024 کو حصص کامیابی کے ساتھ خریدار کو منتقل کر دیے گئے۔ حصص کی منتقلی کے بعد، اے ایم ایل کا کنٹرول وسل انویسٹمنٹ فنانس لمیٹڈ کو منتقل کر دیا گیا ہے۔

مضاربہ کا نام 25 مارچ 2025 سے لاگو رجسٹرار مضاربہ کی منظوری کے بعد تبدیل کر کے وصل موبلٹی مضاربہ کر دیا گیا ہے۔ مضاربہ کا ہیڈ آفس لاہور منتقل کر دیا گیا ہے جس سے اس کے کاروباری حجم اور کلائنٹ بیس میں اضافہ ہو گا جس سے مضاربہ کے منافع میں بہتری آئے گی۔ کراچی میں ایک برانچ آفس اپنے صارفین کی خدمت کے لیے فعال ہے۔

مالی کارکردگی

مالی سال 2024-2025 کے نو مہینوں کے دوران، پورٹ فولیو کے سائز میں کمی کی وجہ سے گزشتہ سال کی اسی مدت میں PKR 151.16 ملین کے مقابلے میں مجموعی آمدنی PKR 114.85 ملین تک کم ہو گئی۔ پورٹ فولیو میں کمی اس لیے ہوئی کیونکہ مضاربہ مؤثر طریقے سے نئے قرضے نہیں دے رہا تھا کیونکہ ملکیت کی منتقلی کا عمل 4 اپریل 2024 سے نافذ العمل تھا، جب پاک برونائی اور وسل کے درمیان SPA پر دستخط ہوئے تھے، 26 نومبر 2024 تک جب لین دین مکمل ہو گیا تھا۔ واضح رہے کہ شرح سود بھی گرتی جا رہی ہے جس سے آمدنی پر اثر پڑے گا۔ اس مدت کے لیے کل آپریٹنگ اخراجات PKR 88.48 ملین تک کم ہو گئے جبکہ مالی اخراجات گزشتہ سال کی اسی مدت کے مقابلے میں PKR 20.70 ملین تک کم ہو گئے۔ مجموعی طور پر، مضاربہ نے PKR 16.41 ملین کا خالص منافع کمایا جو گزشتہ سال کی اسی مدت میں PKR 59.67 ملین تھا۔ نئی انتظامیہ نے مضاربہ کے منافع کو بڑھانے کے لیے نئی مصنوعات متعارف کرائی ہیں۔

بورڈ آف ڈائریکٹرز اور چیف ایگزیکٹو میں تبدیلی

کمپنی کے کل شیئر ہولڈنگ کی فروخت اور منتقلی کے مکمل ہونے پر کمپنی کے چار ڈائریکٹرز اور چیف ایگزیکٹو مستعفی ہو گئے اور آنے والے ڈائریکٹرز اور سی ای او کے لیے رجسٹرار مضاربہ، سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی منظوری حاصل کر لی گئی ہے۔ بورڈ کی نئی تشکیل حسب ذیل ہے۔

1	فراز اختر زیدی صاحب	چیئرمین	نان ایگزیکٹو ڈائریکٹر
2	جناب نذیر احمد شاہین		آزاد ڈائریکٹر
3	محترمہ عذرا یعقوب واوڈا		آزاد ڈائریکٹر
4	شفیق الرحمان صاحب		نان ایگزیکٹو ڈائریکٹر
5	محترمہ مائرہ حسین قریشی		نان ایگزیکٹو ڈائریکٹر
6	جناب سیف طارق		چیف ایگزیکٹو

اعترافات

بورڈ آف ڈائریکٹرز ایس ای سی پی اور رجسٹرار مضاربہ کو ان کی مسلسل رہنمائی اور تعاون کا مزید اعتراف اور تعریف کرنا چاہیں گے۔ اس کے علاوہ، ہم مضاربہ پر اعتماد کرنے کے لیے اپنے صارفین اور سرمایہ کاروں کا شکریہ ادا کرنے کے لیے اس موقع سے فائدہ اٹھانا چاہیں گے۔

بورڈ کی جانب سے

ڈائریکٹر

چیف ایگزیکٹو

تاریخ: 29 اپریل 2025

WASL MOBILITY MODARABA
(FORMERLY FIRST PRUDENTIAL MODARABA)

**CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED
MARCH 31, 2025**

MANAGED BY

AWWAL MODARABA MANAGEMENT LIMITED

WASL MOBILITY MODARABA
(FORMERLY FIRST PRUDENTIAL MODARABA)
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

AS AT MARCH 31, 2025		March 31, 2025	June 30, 2024	
		Un-audited	Audited	
Note		-----Rupees-----		
ASSETS				
NON CURRENT ASSETS				
	Property and equipment - own use	5	17,578,816	2,433,724
	Property, plant and equipment - Ijarah	6	52,686,980	60,614,607
	Investment properties	7	74,180,000	74,180,000
	Long term portion of Diminishing Musharika Finance	8	220,278,483	355,590,778
	Long term investments	9	10,330,390	5,611,474
	Long term advances and deposits		3,319,040	864,445
	Deferred tax asset		6,546,781	10,013,865
			384,920,490	509,308,893
CURRENT ASSETS				
	Modaraba, Musharika, Murabaha and Other finance - net	10	-	-
	Current portion of Diminishing Musharika Finance	8	147,583,092	228,145,583
	Short term investments	11	114,625,827	16,957,897
	Ijarah rentals receivable	12	3,761,809	1,528,722
	Receivable against sale of agriculture produce - net	13	-	-
	Advances, prepayments and other receivables	14	35,692,078	4,745,419
	Taxation - net	15	30,377,175	29,009,587
	Cash and bank balances	16	294,514,280	231,763,932
			626,554,261	512,151,140
			1,011,474,751	1,021,460,033
TOTAL ASSETS				
EQUITY AND LIABILITIES				
CAPITAL AND RESERVES				
	Authorized certificate capital			
	152,217,660 modaraba certificates of rupees 10/- each		1,522,176,600	1,522,176,600
	Issued, subscribed and paid-up certificate capital			
	129,391,676 modaraba certificates of rupees 10/- each		1,293,916,760	1,293,916,760
	Statutory reserve		157,982,325	157,982,325
	Reserve arising out of merger		(208,031,240)	(208,031,240)
	Accumulated loss		(508,420,476)	(486,013,717)
			735,447,369	757,854,128
	Unrealised loss on remeasurement of investment classified as fair value through other comprehensive income		(2,069,176)	(6,080,254)
			733,378,193	751,773,874
NON CURRENT LIABILITIES				
	Long term portion of Lease liability against right-of-use asset	17	10,492,892	-
	Long term portion of Ijarah deposits	18	9,679,306	21,863,249
CURRENT LIABILITIES				
	Short term finance	19	150,000,000	150,000,000
	Current portion of Lease liability against right-of-use asset	17	3,855,369	-
	Redeemable capital - participatory and unsecured		815,000	815,000
	Current portion of Ijarah deposits	18	23,888,680	10,688,681
	Accrued and other liabilities		26,676,172	33,297,435
	Unclaimed profit distribution		52,689,139	53,021,794
			257,924,360	247,822,910
			1,011,474,751	1,021,460,033
TOTAL EQUITY AND LIABILITIES				
CONTINGENCIES AND COMMITMENTS				
		20		

The annexed notes from 1 to 29 form an integral part of these financial statements.

For Awwal Modaraba Management Limited
(Management Company)

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

WASL MOBILITY MODARABA

(FORMERLY FIRST PRUDENTIAL MODARABA)

CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS (UN-AUDITED)**FOR THE PERIOD ENDED MARCH 31, 2025**

		Period ended		Quarter ended	
		March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	Note	-----Rupees-----			
Income					
Ijarah rentals earned		19,841,788	22,508,903	6,484,616	7,092,911
Income from deposits with banks		23,914,632	2,549,312	6,865,145	1,064,195
Income from Diminishing Musharika Finance		68,878,637	122,311,453	14,358,395	38,879,286
Dividend income		734,145	922,266	167,632	250,404
Rental income from investment properties		-	310,185	-	-
Other income		1,480,554	2,562,483	302,138	316,751
		<u>114,849,756</u>	<u>151,164,602</u>	<u>28,177,926</u>	<u>47,603,547</u>
Unrealized (loss)/gain on investments classified as 'fair value through profit or loss	11.4	(2,332,070)	5,994,752	488,471	1,160,004
Reversal of Allowance for expected credit loss		496,933	972,333	(1,547,295)	100,000
Allowance for expected credit loss	12.1	(407,720)	-	27,571	-
		<u>112,606,899</u>	<u>158,131,687</u>	<u>27,146,673</u>	<u>48,863,551</u>
Expenses					
Depreciation on Ijarah assets		(13,468,637)	(14,649,178)	(4,537,845)	(4,729,896)
Administrative expenses		(54,305,522)	(49,305,752)	(16,754,156)	(11,339,094)
Finance charges		(20,705,416)	(27,393,970)	(5,835,265)	(8,739,900)
		<u>(88,479,575)</u>	<u>(91,348,900)</u>	<u>(27,127,266)</u>	<u>(24,808,890)</u>
		<u>24,127,324</u>	<u>66,782,787</u>	<u>19,407</u>	<u>24,054,661</u>
Modaraba Company's remuneration	21	-	-	-	-
Provision for service sales tax on Management ' Company's remuneration	22	-	-	-	-
		<u>(425,151)</u>	<u>(1,178,867)</u>	<u>(342)</u>	<u>(421,069)</u>
Provision for Workers' Welfare Fund		<u>23,702,173</u>	<u>65,603,920</u>	<u>19,065</u>	<u>23,633,592</u>
Profit before taxation		<u>23,702,173</u>	<u>65,603,920</u>	<u>19,065</u>	<u>23,633,592</u>
Taxation	23	(7,291,429)	(5,933,884)	(716,893)	(6,947,721)
Profit after taxation		<u>16,410,744</u>	<u>59,670,036</u>	<u>(697,828)</u>	<u>16,685,871</u>
Earnings per certificate - basic and diluted	24	<u>0.13</u>	<u>0.46</u>	<u>(0.01)</u>	<u>0.13</u>

The annexed notes from 1 to 29 form an integral part of these financial statements.

**For Awwal Modaraba Management Limited
(Management Company)**

CHIEF FINANCIAL OFFICER**CHIEF EXECUTIVE OFFICER****DIRECTOR****DIRECTOR**

WASL MOBILITY MODARABA

(FORMERLY FIRST PRUDENTIAL MODARABA)

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**FOR THE PERIOD ENDED MARCH 31, 2025**

	Period ended		Quarter ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	-----Rupees-----			
	Note			
Profit for the year	16,410,744	59,670,036	(697,828)	16,685,871
Other comprehensive Income/(loss) for the period:				
Item that will be not be reclassified subsequently to profit or loss				
Unrealised gain/(loss) on remeasurement of investment classified as 'fair value through other	4,011,078	(3,511,889)	164,664	(1,699,741)
Total comprehensive income for the period	<u>20,421,822</u>	<u>56,158,147</u>	<u>(533,164)</u>	<u>14,986,130</u>

The annexed notes from 1 to 29 form an integral part of these financial statements.

**For Awwal Modaraba Management Limited
(Management Company)****CHIEF FINANCIAL OFFICER****CHIEF EXECUTIVE OFFICER****DIRECTOR****DIRECTOR**

WASL MOBILITY MODARABA
(FORMERLY FIRST PRUDENTIAL MODARABA)
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2025

	Period ended March 2025	Period ended March 2024
	-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	23,702,173	65,603,920
Adjustments for:		
Depreciation - own use assets	533,993	152,838
Depreciation - Right of Use Assets	923,523	-
Depreciation - Ijarah assets	13,468,637	14,649,178
Amortization on intangible assets	-	41,111
Dividend income	(734,145)	(922,266)
Unrealised (gain)/loss on investments	2,332,070	(5,994,752)
Gain on disposal - ijarah assets	(295,769)	(266,811)
Gain on disposal - own assets	(266,250)	-
Financial charges	20,705,416	27,393,970
	36,667,475	35,053,267
Cash flows before movements in working capital	60,369,648	100,657,188
Decrease / (increase) in current assets		
Diminishing Musharika Finance	215,874,786	(5,941,195)
Short term investment	(100,000,000)	-
Ijarah rentals receivable	(2,233,087)	(1,444,745)
Advances, prepayments and other receivables	(33,401,255)	39,999,885
	80,240,444	32,613,945
Increase / (decrease) in current liabilities		
Ijarah deposits	1,016,056	(5,481,875)
Unclaimed dividend	(332,655)	6,865,353
Accrued and other liabilities	(6,621,263)	(22,384,085)
	(5,937,862)	(21,000,607)
	134,672,230	112,270,526
Taxes (paid) / received	(5,899,770)	(927,006)
Financial charges	(20,407,452)	(27,393,970)
NET CASH GENERATED FROM OPERATING ACTIVITIES	108,365,008	83,949,550
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of own assets	(1,341,166)	(439,000)
Proceeds from disposal - ijarah assets	692,519	2,949,873
Proceeds from disposal - own assets	266,250	-
Payment of lease rental - Right of Use Assets	(1,211,145)	-
Purchase of ijarah assets	(5,937,760)	-
Dividend received	734,145	922,266
Net cash flows generated from investing activities	(6,797,157)	3,433,139
CASH FLOWS FROM FINANCING ACTIVITIES		
Profit paid to certificate holders	(38,817,503)	(38,817,503)
Net cash used in financing activities	(38,817,503)	(38,817,503)
Net increase/(decrease) in cash and cash equivalents	62,750,348	48,565,186
Cash and cash equivalents at beginning of the period	231,763,932	86,330,327
Cash and cash equivalents at end of the period	294,514,280	134,895,513

The annexed notes from 1 to 29 form an integral part of these financial statements.

For Awwal Modaraba Management Limited
(Management Company)

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

WASL MOBILITY MODARABA

(FORMERLY FIRST PRUDENTIAL MODARABA)

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**FOR THE PERIOD ENDED MARCH 31, 2025**

	Issued, subscribed, and paid up certificate capital	Merger Reserve	Statutory reserve	Accumulated loss	Unrealised (loss) / gain on investment classified as fair value through other comprehensive income	Total
	----- (Rupees) -----					
Balance at July 1, 2023 (Audited)	1,293,916,760	(208,031,240)	157,982,325	(508,892,154)	(3,757,902)	731,217,789
Total comprehensive income for the year						
Profit for the period	-		-	59,670,036		59,670,036
Other comprehensive income					(3,511,889)	(3,511,889)
	-	-	-	59,670,036	(3,511,889)	56,158,147
Distribution @ Rs. 0.30 per certificate for the year ended June 2023				(38,817,503)		(38,817,503)
Balance at March 31, 2024 (Un-audited)	1,293,916,760	(208,031,240)	157,982,325	(488,039,621)	(7,269,791)	748,558,433
Balance at July 1, 2024 (Audited)	1,293,916,760	(208,031,240)	157,982,325	(486,013,717)	(6,080,254)	751,773,874
Profit for the period	-		-	16,410,744		16,410,744
Other comprehensive income					4,011,078	4,011,078
						20,421,822
Distribution @ Rs. 0.30 per certificate for the year ended June 2024				(38,817,503)		(38,817,503)
Balance at March 31, 2025 (Un-audited)	1,293,916,760	(208,031,240)	157,982,325	(508,420,476)	(2,069,176)	733,378,193

The annexed notes from 1 to 29 form an integral part of these financial statements.

For Awwal Modaraba Management Limited
(Management Company)

CHIEF FINANCIAL OFFICER**CHIEF EXECUTIVE OFFICER****DIRECTOR****DIRECTOR**

WASL MOBILITY MODARABA

(FORMERLY FIRST PRUDENTIAL MODARABA)

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE PERIOD ENDED MARCH 31, 2025

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Wasl Mobility Modaraba (Formerly First Prudential Modaraba) is a multipurpose, perpetual Modaraba. The Modaraba is registered under the Modaraba (Floatation and Control) Ordinance, 1980 and the Modaraba Companies and Modaraba Rules, 1981. The Registrar (Modarabas) with the approval of SECP vide order dated April 03, 2019 appointed Awwal Modaraba Management Limited (AMML) to takeover and manage the affair of the Modaraba. AMML (the management company) has taken over the management and administrative control of the Wasl Mobility Modaraba (Formerly First Prudential Modaraba) effective from February 03, 2020. AMML was wholly owned subsidiary of Pak Brunei Investment Company Limited (PBICL).

On September 19, 2024, the Registrar of Modaraba, SECP granted approval for the sale and transfer of all shares of AMML held by PBICL to the Wasl Investment Finance Limited (WASL). Subsequently, these shares were successfully transferred to the WASL on November 26, 2024.

2 BASIS OF PREPARATION

2.1 Statement of Compliance

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

- International Accounting Standards (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) for interim Financial Reporting notified under the Company Act, 2017;
- Islamic Financial Accounting Standards (IFAS) as notified under the provisions of the Companies Act, 2017 and made applicable to Modarabas, Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, the Modaraba Companies and Modaraba Rules, 1981 and directives issued by the Securities and Exchange Commission of Pakistan (SECP) [the Modaraba Wherever the requirements of 'the Modaraba Regulations' differ from the requirements of International Accounting Standard (IAS) 34 - Interim Financial Reporting and Islamic Financial Accounting Standards (IFAS) as notified under the provisions of the Companies Act, 2017 and made applicable to Modarabas, requirements of 'the Modaraba Regulations' have been followed.

- 2.1.2 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of IAS 34. These condensed interim financial statements does not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual published audited financial statements of the Modaraba for the year ended June 30, 2024.

- 2.1.3 The comparative condensed interim statement of financial position presented in these condensed interim financial statements has been extracted from the annual audited financial statements of the Modaraba for the year ended June 30, 2024, whereas the comparative condensed interim profit and loss, condensed interim cash flow statement, condensed interim statement of changes in equity of the Modaraba are extracted from the unaudited condensed interim financial statements for the period ended March 31, 2024.

2.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention, unless otherwise stated.

2.3 Functional and presentation currency

These condensed interim financial statements are prepared in Pakistani Rupees which is the Modaraba's functional and presentation currency. The figures in these condensed interim financial statements have been rounded off to the nearest rupee unless otherwise specified.

- 2.4 The Modaraba's financial risk management objectives and policies are consistent with that disclosed in annual audited financial statements of the Modaraba for the year ended June 30, 2024.

3 Standards, interpretations of and amendments to published approved accounting standards that are effective in current period:

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Modaraba's accounting periods beginning on or after January 1, 2024 but are considered not to be relevant or did not have any significant effect on the Modaraba's operations and therefore not detailed in these condensed interim financial statements.

Standards, interpretations of and amendments to accounting and reporting standards as applicable in

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Modaraba's accounting periods beginning on or after January 1, 2025, but are considered not to be relevant or expected to have any significant effect on the Modaraba's operations and are therefore, not detailed in these condensed interim financial statements.

4 SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION, ACCOUNTING ESTIMATES AND JUDGEMENTS

- 4.1 The accounting policies adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements of the Modaraba for the year ended June 30, 2024. The policy for Right-of-use asset and related lease liability (4.4) is adopted in the current period.

- 4.2 The preparation of these condensed interim financial statements are in conformity with approved accounting standards requires management to make estimates, assumptions and use of judgements that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

- 4.3 The material estimates, judgements and assumptions made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements as at and for the year ended June 30, 2024.

4.4 Right-of-use assets and their related lease liability

4.4.1 Right-of-use asset

Right-of-use asset is initially measured at an amount equal to the initial measurement of lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of the costs to be incurred to dismantle and remove the underlying assets or to restore the underlying assets or the site on which the assets are located.

Right-of-use asset is subsequently stated at cost less any accumulated depreciation / accumulated impairment losses and are adjusted for any remeasurement of lease liability. The remeasurement of lease liability will only occur in cases where the terms of the lease are changed during the lease tenure.

Right-of-use asset is depreciated over its expected useful life using the straight-line method. Depreciation on additions (new leases) is charged from the month in which leases are entered into while no depreciation is charged from the date the leases mature or are terminated.

4.4.2 Lease liability against right-of-use asset

The lease liability is initially measured at the present value of the lease payments over the period of lease term and that are not paid at the commencement date, discounted using the Company's incremental borrowing rate.

In determining the lease term, the management considers all facts and circumstances that create an economic incentive to exercise an extension option or not to exercise a termination option. Extension options (or periods after termination options) are only included in the lease term if the lease is reasonably certain to be extended (or not terminated).

Lease payments include fixed payments less any lease incentive receivable, variable lease payment that are based on an index or a rate which are initially measured using the index or rate as at the commencement date, amounts expected to be payable by the Company under residual value guarantees, the exercise price of a purchase option if the Company is reasonably certain to exercise that option and payments of penalties for terminating the lease if the lease term reflects the lessee exercising that option. The extension and termination options are incorporated in determination of lease term only when the Company is reasonably certain to exercise these options.

The lease liability is subsequently measured at amortised cost using the effective interest rate method. The lease liability is also remeasured to reflect any reassessment or lease modification, or to reflect revised in-substance fixed lease payment.

The lease liability is remeasured when the Company reassesses the reasonable certainty of exercising the extension or termination option upon occurrence of either a significant event or a significant change in circumstances, or when there is a change in assessment of an option to purchase underlying asset, or when there is a change in amount expected to be payable under a residual value guarantee, or when there is a change in future lease payments resulting from a change in an index or rate used to determine those payment. The corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in the statement of profit or loss if the carrying amount of right-of-use asset has been reduced to zero.

When there is a change in scope of a lease, or the consideration for a lease, that was not part of the original terms and conditions of the lease, it is accounted for as a lease modification. The lease modification is accounted for as a separate lease if modification increases the scope of lease by adding the right to use one or more underlying assets and the consideration for lease increases by an amount that is commensurate with the stand-alone price for the increase in scope adjusted to reflect the circumstances of the particular contracts, if any. When the lease modification is not accounted for as a separate lease, the lease liability is remeasured and corresponding adjustment is made to right-of-use asset.

5 Property and equipment - own use

The following is the statement of operating fixed assets - own use at the reporting date:

Description	March 31, 2025						
	Office premises	Office equipment	Furniture and fixtures	Computer equipments	Vehicles	Right-of- use Assets	Total
	Rupees						
As at July 01, 2024							
Cost	3,100,000	153,400	2,102,716	1,160,130	2,789,154	-	9,305,400
Accumulated impairment	(595,950)	-	(2,102,716)	-	-	-	(2,698,666)
Accumulated depreciation	(932,218)	(153,400)	-	(298,238)	(2,789,154)	-	(4,173,010)
Carrying amount	1,571,832	-	-	861,892	-	-	2,433,724
Period ended March 31, 2025							
Opening carrying amount	1,571,832	-	-	861,892	-	-	2,433,724
Additions - at cost	-	526,926	150,240	664,000	-	15,261,442	16,602,608
Disposal - at cost	-	-	-	-	(2,662,500)	-	(2,662,500)
Unrealized loss for the year	-	-	-	-	-	-	-
Depreciation charge for the period	(111,564)	(90,337)	(8,346)	(323,746)	-	(923,523)	(1,457,516)
Accumulated depreciation on disposal	-	-	-	-	2,662,500	-	2,662,500
Closing carrying amount	1,460,268	436,589	141,894	1,202,146	-	14,337,919	17,578,816
As at March 31, 2025							
Cost	3,100,000	680,326	2,252,956	1,824,130	126,654	15,261,442	23,245,508
Accumulated impairment	(595,950)	-	(2,102,716)	-	-	-	(2,698,666)
Accumulated depreciation	(1,043,782)	(243,737)	(8,346)	(621,984)	(126,654)	(923,523)	(2,968,026)
Carrying amount	1,460,268	436,589	141,894	1,202,146	-	14,337,919	17,578,816
Depreciation rate (% per annum)	5	33	20	33	20	33	

Description	June 30, 2024						
	Office premises	Office equipment	Furniture and fixtures	Computer equipments	Vehicles	Right-of- use Assets	Total
	Rupees						
As at July 01, 2023							
Cost	3,100,000	153,400	2,102,716	281,130	2,789,154	-	8,426,400
Accumulated impairment	(595,950)	-	(2,102,716)	-	-	-	(2,698,666)
Accumulated depreciation	(783,466)	(153,400)	-	(186,248)	(2,789,154)	-	(3,912,268)
Carrying amount	1,720,584	-	-	94,882.00	0	-	1,815,466
Year ended June 30, 2024							
Opening carrying amount	1,720,584	-	-	-	94,882	-	1,815,466
Disposal - at cost	-	-	-	-	-	-	-
Additions - at cost	-	-	-	879,000	-	-	879,000
Depreciation charge for the year	(148,752)	-	-	(111,990)	-	-	(260,742)
Closing carrying amount	1,571,832	-	-	767,010	94,882	-	2,433,724
As at June 30, 2024							
Cost	3,100,000	153,400	2,102,716	1,160,130	2,789,154	-	9,305,400
Accumulated impairment	(595,950)	-	(2,102,716)	-	-	-	(2,698,666)
Accumulated depreciation	(932,218)	(153,400)	-	(298,238)	(2,789,154)	-	(4,173,010)
Carrying amount	1,571,832	-	-	861,892	-	-	2,433,724
Depreciation rate (% per annum)	5	-	-	33	-	-	

6 PROPERTY, PLANT AND EQUIPMENT - IJARAH

Description	March 31, 2025			
	Plant and machinery	Office equipment	Vehicles	Total
	Rupees			

As at July 01, 2024

Cost	86,558,681	801,000	101,506,839	188,866,520
Accumulated impairment	(8,768,012)	(288,850)	(17,142,477)	(26,199,339)
Accumulated depreciation	(47,278,872)	(512,150)	(54,261,552)	(102,052,574)
Carrying amount	30,511,797	-	30,102,810	60,614,607

Period ended March 31, 2025

Opening carrying amount	30,511,797	-	30,102,810	60,614,607
Additions - at cost	-	-	5,937,760	5,937,760
Disposal - at cost	(290,000)	-	(5,525,100)	(5,815,100)
Depreciation charge for the period	(6,249,996)	-	(7,218,641)	(13,468,637)
Accumulated depreciation on disposal	290,000	-	5,128,350	5,418,350
Closing carrying amount	24,261,801	-	28,425,179	52,686,980

As at March 31, 2025

Cost	86,268,681	801,000	101,919,499	188,989,180
Accumulated impairment	(8,768,012)	(288,850)	(17,142,477)	(26,199,339)
Accumulated depreciation	(53,238,868)	(512,150)	(56,351,843)	(110,102,861)
Carrying amount	24,261,801	-	28,425,179	52,686,980
Useful life (months)	36 to 60	24 to 60	24 to 60	

Description	June 30, 2024			
	Plant and machinery	Office equipment	Vehicles	Total
	Rupees			

As at July 01, 2023

Cost	86,558,681	801,000	109,931,839	197,291,520
Accumulated impairment	(8,768,012)	(288,850)	(17,142,477)	(26,199,339)
Accumulated depreciation	(38,945,544)	(512,150)	(48,957,744)	(88,415,438)
Carrying amount	38,845,125	-	43,831,618	82,676,743

Year ended June 30, 2024

Opening carrying amount	38,845,125	-	43,831,618	82,676,743
Additions - at cost	-	-	-	-
Disposal - at cost	-	-	(8,425,000)	(8,425,000)
Depreciation charge for the year	(8,333,328)	-	(11,045,746)	(19,379,074)
Accumulated depreciation on disposal	-	-	5,741,938	5,741,938
Closing carrying amount	30,511,797	-	30,102,810	60,614,607

As at June 30, 2024

Cost	86,558,681	801,000	101,506,839	188,866,520
Accumulated impairment	(8,768,012)	(288,850)	(17,142,477)	(26,199,339)
Accumulated depreciation	(47,278,872)	(512,150)	(54,261,552)	(102,052,574)
Carrying amount	30,511,797	-	30,102,810	60,614,607
Useful life (months)	36 to 60	24 to 60	24 to 60	

7 INVESTMENT PROPERTIES - CARRIED AT FAIR VALUE

Investment property is revalued by an independent valuer named Oceanic Surveyors (Private) Limited as at June 30, 2024. There is no material change in fair value at the period end.

		March 31 2025 (Un-audited)	June 30 2024 (Audited)
	Note	-----Rupees-----	
8	DIMINISHING MUSHARIKA		
Diminishing musharika finance - considered good	8.1	453,770,733	810,793,660
Diminishing musharika finance - doubtful		14,282,368	14,468,381
Unearned Income		(85,909,158)	(227,057,299)
		<u>382,143,943</u>	<u>598,204,742</u>
Less: Allownce for expected credit loss	8.2	(14,282,368)	(14,468,381)
		<u>367,861,575</u>	<u>583,736,361</u>
Less: Current portion of diminishing musharika		(147,583,092)	(228,145,583)
		<u><u>220,278,483</u></u>	<u><u>355,590,778</u></u>

8.1 This represent diminishing musharaka financing for a term of 3 to 5 years. These carry profit rate ranging from 14.43% and 26.00% (June 2024: 14.00% and 28.58%). All diminishing musharika arrangements are secured against hypothecation of assets, personal guarantees and promissory notes.

8.2 Movement of Expected Credit Loss

Opening balance	14,468,381	539,959
Charge/ (Reversal) for the period	(186,013)	13,802,247
Transfer from unearned income against suspended income	-	126,175
Closing balance	<u><u>14,282,368</u></u>	<u><u>14,468,381</u></u>

9 LONG TERM INVESTMENTS

Investment classified as 'fair value through other comprehensive income

Unquoted Companies	9.1	-	-
Quoted Companies	9.2	<u>10,330,390</u>	<u>5,611,474</u>
		<u><u>10,330,390</u></u>	<u><u>5,611,474</u></u>

9.1 Unquoted companies

March 31 2025	June 30 2024		March 31 2025 (Un-audited)	June 30 2024 (Audited)
Number of Shares			-----Rupees-----	
1,594,744	1,594,744	Prudential Securities Limited		
		Cost	<u>9,048,707</u>	<u>9,048,707</u>
		Less: Impairment	<u>(9,048,707)</u>	<u>(9,048,707)</u>
			<u>-</u>	<u>-</u>
			<u><u>-</u></u>	<u><u>-</u></u>

9.1.1 The investment is fully impaired due to adverse financial conditions of the investee Company.

9.2 Quoted Companies

		Note	
March 31 2025	June 30 2024	March 31 2025 (Un-audited)	June 30 2024 (Audited)
		-----Rupees-----	
Number of Shares			
		LSE Venture Limited	
842,810	842,810	Cost	9,450,764
		Fair value adjustment	(432,697)
			9,018,067
		LSE Capital Limited	
245,294	245,294	Cost	3,313,951
		Fair value adjustment	(2,001,628)
			1,312,323
			10,330,390

10 MODARABA, MUSHARIKA, MURABAHA AND OTHER FINANCE

Modaraba, Musharaka and Morabaha Finance					
Considered good				-	-
Considered doubtful	10.1			446,089,606	446,294,606
				446,089,606	446,294,606
Less: Allowance for expected credit loss	10.2			(446,089,606)	(446,294,606)
				-	-

10.1 This include amount of Modaraba, Musharaka and Morabaha finance receivable from various parties, outstanding since many years. Based on the guidelines of Modaraba Regulations outstanding balances against these finances have been fully provided and suspended accordingly.

10.2 Movement of Expected Credit Loss

Opening balance		446,294,606	468,341,342
Written off during the year		-	(21,641,736)
Reversal of provision during the year	10.3	(205,000)	(405,000)
Closing balance		446,089,606	446,294,606

10.3 The reversal of provision has been made to extent of actual amount recovered from the customers.

11 SHORT TERM INVESTMENTS

Amortised cost					
Term Deposits Receipts - considered doubtful	11.1			-	-
Fair value through profit or loss					
Quoted securities	11.2			14,571,927	16,957,897
Mutual Fund Units	11.3			100,053,900	-
				114,625,827	16,957,897

- 11.1 Modaraba had entered into an agreement dated December 06, 2012, with the Invest Capital Investment Bank Limited (ICIBL) for settlement of the Term Deposit Receipt of Rs.10 million. As per the terms, the entire mark-up/profit/penalties accrued upto the date of settlement agreement were waived off by the Modaraba. The balance was receivable in 60 equal monthly instalments of Rs. 166,667 beginning from December 10, 2012 at Nil profit. Rescheduled amount was as follows:

	March 31 2025 (Un-audited)	June 30 2024 (Audited)
Note	-----Rupees-----	
Term Deposit Receipt as at December 06, 2012	10,000,000	10,000,000
Less: Amortization charge	(2,000,000)	(2,000,000)
Less: received in earlier period	(3,219,433)	(3,219,433)
Net receivable	4,780,567	4,780,567
Less: Allowance for expected credit loss	(4,780,567)	(4,780,567)
	<u>-</u>	<u>-</u>

11.2 Quoted securities

Following is the detail of shares of listed entities - held by the Modaraba at the reporting date:

Shares of listed companies - Fully paid up ordinary shares of Rs. 10 each, unless stated otherwise:

March 31 2025	June 30 2024		March 31 2025 (Un-audited)	June 30 2024 (Audited)
			-----Rupees-----	
Number of Shares / Units	Name of Investee Company / Fund	Note		
525	525 Nishat Mills Limited		57,860	37,196
54,367	54,367 The Hub Power Company Limited		7,954,979	8,866,170
1,495	1,495 Sui Northern Gas Pipeline Limited		169,174	94,888
16,468	16,468 Thal Limited		6,389,913	7,959,643
348	348 Hussain Industries Limited	11.2.1	-	-
1,670,720	1,670,720 Prudential Stock Fund	11.2.1	-	-
360,000	360,000 Zeal-Pak Cement Factory Limited	11.2.1	-	-
2,103,923	2,103,923		14,571,927	16,957,897

- 11.2.1 These investee Companies and Fund are suspended or delisted in prior years, and have been provided in full.

11.3 Mutual Fund Units

This represents investment (Rs.100 Million) in MCB- Fixed Rate Fund (Alhamara Wada Plan XVIII). Investment shall be matured on June 26, 2025 with a return of 11.10% p.a. and revalued on the basis of net assets value provided by the MCB Funds.

		March 31 2025 (Un-audited)	June 30 2024 (Audited)
	Note	-----Rupees-----	
11.4	Net unrealized gain / (loss) on re-measurement of investments classified as financial assets at fair value through profit or loss' - net		
	Weighted to average cost		
	-Quoted Securities	16,957,897	6,539,334
	-Mutual Fund Units	100,000,000	
		116,957,897	6,539,334
	Unrealized gain/(loss) on changes in fair value	(2,332,070)	10,418,563
	Market value of investments	114,625,827	16,957,897

12 IJARAH RENTAL RECEIVABLE

Considered good		3,761,809	1,571,434
Considered doubtful		62,191,969	61,847,457
		65,953,778	63,418,891
Less: Allowance for expected credit loss	12.1	(62,191,969)	(61,890,169)
		3,761,809	1,528,722

12.1 Movement of Expected Credit Loss

Opening balance		61,890,169	61,847,457
Charge for the year		407,720	42,712
Reversal of provision during the year		(105,920)	-
Closing balance		62,191,969	61,890,169

13 RECEIVABLE AGAINST SALE OF AGRICULTURE PRODUCE - SECURED

There is no change in the status of matters associated with receivable against sale of agricultural produce as disclosed in note 16 of the audited financial statements for the year ended June 30, 2024.

14 ADVANCES, PREPAYMENTS AND OTHER RECEIVABLES

	Note	Considered good		Considered doubtful		Total	
		March 2025	June 2024	March 2025	June 2024	March 2025	June 2024
		----- Rupees -----					
Advance							
To staff - Secured	14.1	645,022	1,045,579	1,814,000	1,814,000	2,459,022	2,859,579
Against purchase of assets		22,745,340	-	-	-	22,745,340	-
						-	-
Deposits		-	-	-	-	-	-
Prepayments		5,269,627	987,698	-	-	5,269,627	987,698
Other receivables from							
Brokers on account							
- of sale of shares	14.2	-	-	78,095,768	77,095,768	78,095,768	77,095,768
- of advance for shares	14.2	-	-	18,432,273	19,432,273	18,432,273	19,432,273
A bank	14.2	-	-	10,241,347	10,241,347	10,241,347	10,241,347
Return on deposits							
with banks		2,247,896	2,594,550	-	-	2,247,896	2,594,550
Others		4,784,193	117,592	18,381,590	18,381,590	23,165,783	18,499,182
Sub total		35,692,078	4,745,419	126,964,978	126,964,978	162,657,056	131,710,397
Provision for doubtful receivables		-	-	(126,964,978)	(126,964,978)	(126,964,978)	(126,964,978)
		35,692,078	4,745,419	-	-	35,692,078	4,745,419

14.1 The employees balances are secured against Provident Fund (PF) balances of employees.

14.2 There is no change in status of matters with regards to doubtful advances and other receivables as disclosed in notes 17.1.1, 17.2, 17.3, 17.4 of the audited financial statements for the year ended June 30, 2024

	Note	March 31 2025 Un-audited	June 30 2024 Audited
		-----Rupees-----	
15 TAXATION - NET			
Advance tax		34,909,357	36,521,858
Provision for taxation		(4,532,182)	(7,512,271)
		<u>30,377,175</u>	<u>29,009,587</u>
15.1	This includes an amount of Rs. 1.674 million forcefully withdrawn from bank by the Taxation Authorities on March 14, 2016 against which the Modaraba has filed an application for refund due to the fact that the amount was wrongly withdrawn on the ground that original return filed for the year 2009 was erroneous. The withdrawal was based on the original return filed whereas the revised return filed and order passed by the Additional Commissioner of Inland Revenue in favor of the Modaraba has been ignored. The management is confident that the amount will be recovered from the tax authority.		
16 CASH AND BANK BALANCES			
Cash in hand		27,135	-
Balances with banks			
Current accounts		31,719,806	32,053,013
Saving accounts	16.1	262,767,339	199,710,919
		<u>294,487,145</u>	<u>231,763,932</u>
		<u>294,514,280</u>	<u>231,763,932</u>
16.1	The balance in saving accounts carry profit at an average rates ranging from 3.04% to 17.00% per annum (June 30, 2025: 6.00% to 18.50% per annum).		
17 LEASE LIABILITY AGAINST RIGHT-OF-USE ASSET		March 31 2025 Un-audited	June 30 2024 Audited
		-----Rupees-----	
Opening		-	-
Addition during the period / year		15,261,442	-
Finance cost		297,964	-
Payments of lease rental		(1,211,145)	-
Closing		14,348,261	-
Current portion		3,855,369	-
Long term portion		10,492,892	-
18 IJARAH DEPOSITS		March 31 2025 Un-audited	June 30 2024 Audited
		-----Rupees-----	
Ijarah deposits		33,567,986	32,551,930
Less: Current portion ijarah deposit		(23,888,680)	(10,688,681)
		<u>9,679,306</u>	<u>21,863,249</u>
19 SHORT TERM FINANCE	19.1	<u>150,000,000</u>	<u>150,000,000</u>
19.1	The Modaraba availed finance facility of Rs.150 million from Pak Brunei Investment Company Ltd (PBICL) under Wakalat-ul- Istismar Agreement dated December 30, 2021. The facility is being renewed every year upon maturity by both the parties for further period through addendums to the Wakala Agreement. At last, the facility has been extended through fourth addendum dated November 26, 2024 for further period of six months.		

As per terms of the facility agreement. The PBICL acts as Muwakil (the Principal) and Modaraba act as a Wakil (the agent) to execute the Shariah Compliant transactions through and as part of the Wakil's Pool of assets for deployment of funds under the extended facility. Return the Muwakil on investment is expected at 3 months KIBOR + 2% per anum.

The facility is secured by way of hypothecation charge over current / fixed assets, assignment of receivables (Only on occurrence of Event of Default / Termination) in favor of PBICL and equitable mortgage over the immovable properties.

- 19.2 Settlement of this loan shall take place as per mechanism directed by SECP vide letter No. SC/M/AMML/46/2024/36 dated September 19, 2024 and an amount of Rs. 150 million shall be injected by the WASL Investment Finance Limited (the holding company of AMML) which would later be converted into equity not later than 6 months from the date of injection.

20 CONTINGENCIES AND COMMITMENTS

20.1 Contingencies

The status of contingencies are same as disclosed in the annual audited financial statements for the year ended June 30, 2024.

20.2 Commitment

There was no commitment as at the reporting date.

21 MANAGEMENT COMPANY'S REMUNERATION

The Modaraba Management Company is entitled to a remuneration for services rendered to the Modaraba under provisions of the Modaraba Companies and Modarabas (Floatation and Control) Ordinance, 1980 up to a maximum of 10% per annum of the net annual profits of the Modaraba.

The management records accrual in respect of Management Company out of the net annual profit of the Modaraba on the basis of annual audited accounts. Therefore, no Management Company's remuneration has been accrued in these condensed interim financial statements.

22 PROVISION FOR SERVICE SALES TAX ON MANAGEMENT COMPANY'S REMUNERATION

The Sindh Revenue Board (SRB) has imposed Sindh Sales Tax (SST) on the Modaraba Management Company's remuneration with effect from 01 November 2011. However, certain modaraba management companies have approached the Honourable Sindh High Court (HSC) and Appellate Tribunal of SRB, challenging the levy of SST on management company's remuneration. The Modaraba Management Company has not received any demand notice from SRB for payment of SST on Management Company's remuneration and based on legal advisor's opinion obtained by one of the Modaraba under common management, can neither file any petition challenging the levy of SST on Management Company's remuneration nor can join the proceedings of pending petition in the Court (HSC). As a matter of abundant caution the management is accruing SST on Management Company's remuneration and will discharge the liability on direction of the Court (HSC) based on outcome of the petition filed by other Modaraba Management Companies.

	March 31 2025 Un-audited	March 31 2024 Audited
	-----Rupees-----	
23 TAXATION		
Current	4,532,182	10,994,599
Deferred	2,759,247	(5,060,715)
	<u>7,291,429</u>	<u>5,933,884</u>

Provision for current taxation is based on taxable income for the period at the current rates of taxation after taking into account applicable tax credits, rebates and exemptions available, if any.

	Period ended		Quarter ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	(Un-audited)			
	(Rupees)			
Basic earning per certificate	-----			
Profit for the period after taxation	16,410,744	59,670,036	(697,828)	16,685,871

	Period ended		Quarter ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
	(Un-audited)			
	(Number)			
Weighted average number of certificates outstanding during the period	-----			
	129,391,676	129,391,676	129,391,676	129,391,676

	(Rupee)			
Earnings per certificate	-----			
	0.13	0.46	(0.01)	0.13

Diluted

Diluted earnings per certificate has not been presented as the Modaraba does not have any convertible instruments in issue as at reporting date which would have any effect on the earnings per certificate if the option to convert is exercised.

25 FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

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

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

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

Carrying Amount				Total
As at March 31, 2025				
Fair value through other comprehensive income	Fair value through profit or loss	Amortized cost		
----- Rupees in '000-----				
Financial assets				
Cash and bank balances	-	-	294,514,280	294,514,280
Investments	-	114,625,827	-	114,625,827
Modaraba term deposit	-	-	-	-
Diminishing Musharika Finance	-	-	367,861,575	367,861,575
Ijarah rentals receivable	-	-	3,761,809	3,761,809
Advances, prepayments and other receivables	-	-	35,692,078	35,692,078
Long term investments	10,330,390	-	-	10,330,390
Long term advances and deposits	-	-	3,319,040	3,319,040
	10,330,390	114,625,827	705,148,782	477,327,109
Financial liabilities				
Short term finance	-	-	150,000,000	150,000,000
Ijarah deposits	-	-	33,567,986	33,567,986
Accrued and other liabilities	-	-	26,676,172	26,676,172
	-	-	210,244,158	210,244,158
	Level 1	Level 2	Level 3	Total
Investment classified as 'fair value through profit or loss				
Quoted securities	14,571,927	-	-	14,571,927
Mutual Fund Units	-	100,053,900	-	100,053,900
Investment classified as 'fair value through other comprehensive income				
Listed companies	10,330,390	-	-	10,330,390

Carrying Amount			
----- As at June 30, 2024 -----			
Fair value through other comprehensive income	Fair value through profit or loss	Amortized cost	Total

----- Rupees in '000 -----

Financial assets

Cash and bank balances	-	-	231,763,932	231,763,932
Investments	-	16,957,897	-	16,957,897
Modaraba term deposit	-	-	-	-
Diminishing Musharika Finance	-	-	583,736,361	583,736,361
Investment against repurchase agreement	-	-	-	-
Ijarah rentals receivable	-	-	1,528,722	1,528,722
Advances, prepayments and other receivables	-	-	4,745,419	4,745,419
Long term investments	5,611,474	-	-	5,611,474
Long term advances and deposits	-	-	864,445	864,445
	5,611,474	16,957,897	822,638,879	845,208,250

Financial liabilities

Short term finance	-	-	150,000,000	150,000,000
Ijarah deposits	-	-	32,551,930	32,551,930
Accrued and other liabilities	-	-	34,112,435	34,112,435
	-	-	216,664,365	216,664,365

Level 1	Level 2	Level 3	Total
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Investment classified as 'fair value through profit or loss

Quoted securities	16,957,897	-	-	16,957,897
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Investment classified as 'fair value through other comprehensive income

Listed companies	5,611,474	-	-	5,611,474
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26 RELATED PARTY TRANSACTIONS

The related parties of the Modaraba comprise of the Management Company and its Holding Company, other associated companies, staff retirement funds, Directors and Key Management Personnel. Transactions with related parties are carried out at agreed rates.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Modaraba. The Modaraba considers its Chief Financial Officer and business heads to be its key management personnel. There are no transactions with key management personnel other than their terms of employment / entitlement. Details of certificate holding of Holding Company, Management Company, Directors, Key Management Personnel and their family members are disclosed in pattern of certificate holding included in the annual report of the Modaraba. Details of transactions and balances at period end are as follows:

26.1 **Transactions during the period:**

Expense / (income) for the nine months	Relationship with Modaraba	Nature of transaction	March 31, 2025	March 31, 2024
			Un-audited	Un-audited
			-----Rupees-----	
Staff Provident Fund	Staff retirement benefit	Contribution made	806,173	481,381
Pak Brunei Investment Company Limited	Former- Holding Company of the Management Company	Return on short term finance	-	27,381,416
		Against collection agent fee	-	(153,283)
		Shared service cost	-	7,117,305
AWWAL Corporate Restructuring Company	Former- Associated Company	Sharing of common expenses	-	1,434,619
		Staff cost of deputed employee	-	3,048,914
Jubilee Life Insurance	Former- Other related Party	Takaful premium	-	489,155

Payments / (Receipts) made during the period

Staff Provident Fund	Staff retirement benefit	Contribution made	806,173	481,381
Pak Brunei Investment Company Limited	Former- Holding Company of the Management Company	Receipt against collection agent fee	-	(153,283)
		Return on Short Term Finance	-	27,385,888
		Shared service cost	-	7,053,777
AWWAL Corporate Restructuring Company	Former- Associated Company	Sharing of common expenses	-	2,417,360
		Staff cost of deputed employee	-	6,358,721
Awwal Modaraba Management Limited	Modaraba Management Company	Management Company's remuneration	7,126,101	9,629,014
Jubilee Life Insurance	Former- Other related Party	Takaful premium	-	489,155

26.2 **Balance at period end**

Balances with related parties	Relationship with Modaraba	Nature of transaction	March 31, 2025	June 30, 2024
			Un-audited	Audited
			-----Rupees-----	
Pak Brunei Investment Company Limited	Former- Holding Company of the Modaraba Management Company	Short term finance payable	-	150,000,000
		Payable against return on Short Term Finance	-	196,639
		Payable against shared service cost	-	772,991
Awwal Modaraba Management Limited	Modaraba Management Company	Payable against Management Company's remuneration	-	7,126,101

27 **CORRESPONDING FIGURES**

Corresponding figures have been rearranged or reclassified wherever necessary for the purpose of comparison and better presentation. There were no major reclassifications in these financial statements.

28 **DATE OF AUTHORISATION**

These financial statements were authorised for issue on _____ by the Board of Directors of the Management Company.

29 **GENERAL**

Figures have been rounded off to nearest rupees unless otherwise stated.

**For Awwal Modaraba Management Limited
(Management Company)**

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR



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