

**CORPORATE INFORMATION****Board of Directors of Prudential Capital Management Ltd.**

Mr. Asad Iqbal Siddiqui	(Chairman)
Mr. Muhammad Asif	Director
Mr. Fazal M. Mughal	Director
Mr. Ataullah Khan	Director
Dr. Muhammad Hussain	Director

COMPANY SECRETARY

Mr. Muhammad Musharrarf Khan

AUDIT COMMITTEE

Mr. Fazal M. Mughal
Chairman
Mr. Muhammad Asif
Member
Mr. Ataullah Khan
Member

AUDITORS

M. Yousuf Adil Saleem & Co.
Chartered Accountants

LEGAL ADVISORS

Mohammad Zubair Quraishy
S. Tauqir Hassan & Co.
Mansoor Ahmed Khan
Faqooq Akhtar

BANKERS

RBS Bank
Standard Chartered Bank
Faysal Bank Ltd.
Habib Bank Ltd.
Muslim Commercial Bank Ltd.
Saudi Pak Commercial Bank Ltd.
Emirates Global Islamic Bank Ltd.
Atlas Bank Ltd.

MANAGEMENT COMPANY

Prudential Capital Management Limited

REGISTERED OFFICE

Office No. 54, Ground Floor,
Beverly Centre, 56-G, Blue Area,
Islamabad.
Tel: 2825343 Fax: 2814000
E-mail: info@firstprudentialmodaraba.com

STOCK EXCHANGE

First Prudential Modaraba is managed by Prudential Capital Management Ltd. and is listed on Karachi, Lahore and Islamabad Stock Exchanges. Daily quotation of the company's stock can be obtained from leading newspapers, listed under modarabas.

PUBLIC INFORMATION

Financial analysts, Stock, broker, interested investors and financial media desiring information about First Prudential Modaraba should contact Syed Imran Ali (Manager Finance) Meher Sons Estate, 1st Floor, Block No. 1, Talpur Road, P.O. Box 621, Karachi-74000
Tel: PABX 32429632-4 Fax: 32420015
E-mail: info@firstprudentialmodaraba.com

CERTIFICATE HOLDERS INFORMATION

Enquiries concerning lost Modaraba certificates, dividend payment, change of address, verification of transfer deeds and certificate transfer should be directed to the Registrar of First Prudential Modaraba i.e. Shares & Corporate Services (Pvt) Ltd. Mehersons Estate, Block E, Talpur Road, Karachi-74000
Tel: PABX 32429632-4 Fax: 32420015
E-mail: info@firstprudentialmodaraba.com

KARACHI OFFICE

Meher Sons Estate, 1st Floor, Block No. 1, Talpur Road, P.O. Box 621, Karachi-74000
Tel: PABX 32429632-4 Fax: 32420015
E-mail: info@firstprudentialmodaraba.com

**CHAIRMAN'S REVIEW**

The Board of Directors of Prudential Capital Management Limited, the Management Company of First Prudential Modaraba has pleasure in presenting the Financial Statements (un-audited) for the nine months ended March 31, 2010.

FINANCIAL HIGHLIGHTS

Financial results for the period are summarized below:

	(Rs. In million)	
	March 2010	March 2009
Total Revenue	67.578	71.312
Operating Expenses	12.620	7.695
Profit/(loss) from operations	31.677	(57.935)
Net Profit/(Loss)	31.677	(59.064)
Earning Per Shares	0.36	(0.68)

REVIEW OF OPERATIONS

Modaraba has earned gross revenue of Rs.67.578 million during the period under review. Stock KSE 100 Index during the nine months has increased therefore the company has booked an un-realized gain of Rs. 12.059 million on trading portfolio. The major chunk of income amounting to Rs. 20.036 million from bank profit on TDR account maintained with banks and Islamic Financial Institution. The lease income has been down above 55% as compared to last year. The main reason was that the current lease portfolio are maturing beside that company uphold cautious approach like other financial institutions in writing fresh leases. The modaraba has created provision on account of doubtful receivables to the extent of Rs. 1.721 million during the quarter Administrative expenses have been increased to the extent of Rs. 4.925 million as compared to last year the main reason was the inflation on account of utilities further the company has filed cases against non performing loans which resulted the increase in legal and professional charges.

FUTURE OUTLOOK

The business environment for the second quarter and rest of the year is likely to become more difficult in view of the worsening macro economic situation in the country. The management has adopted prudent policy in respect of advances with main emphasis to affect recovery in stuck up cases. the situation thus warrant a very cautious approach in making business strategy in the rest of the period of current financial year with hope that things will be improved for better business environment.

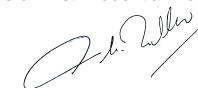
ACKNOWLEDGEMENT

The Directors wish to place on record their thanks to the certificate-holders, regulatory authorities and external auditors for their support, guidance and cooperation, customers for their confidence in our products and acknowledge the efforts of our entire staff, vendors, and business partners and look forward for their continued support.

For & on behalf of the Board of Directors of
Prudential Capital Management Limited
Managers of First Prudential Modaraba

April 25, 2010

KARACHI.


Chairman



**BALANCE SHEET (UN-AUDITED)
AS AT 31 MARCH, 2010**

ASSETS	Note	Un-audited March 31, 2010 Rupees	Audited June 30, 2009 Rupees
Current Assets			
Cash and bank balances	4	267,471,762	187,666,800
Advances, prepayments and other receivables		31,905,792	46,307,629
Lease rentals receivables		11,813,895	41,105,036
Investments	5	99,951,783	98,265,160
Short term morabaha and musharika finances		7,469,487	38,484,832
Current portion of long term musharika and morabaha finance		10,133,898	21,568,970
Decretal amounts receivables against morabaha and musharika finance	6	1,034,801	2,534,802
Total Current Assets		429,781,417	435,933,229
Long term musharika finance and morhaba finance		2,366,121	8,837,362
Long term deposits and advances		25,066,193	3,066,192
Long term investments	7	7,663,884	7,285,615
Investment in property		8,400,000	8,400,000
Property and equipment - own		499,977	1,076,247
Property, plant and equipment - leased out		105,548,569	117,128,823
		149,544,744	145,794,239
Total Assets		579,326,161	581,727,468
LIABILITIES			
Current Liabilities			
Current portion of long term lease deposits		40,390,156	40,836,556
Accrued and other liabilities		16,422,854	39,001,181
Taxation		457,801	457,801
Total Current Liabilities		57,270,811	80,295,538
Long term lease deposits		17,938,673	29,371,090
Total Liabilities		75,209,484	109,666,628
Net Assets		504,116,677	472,060,840
REPRESENTED BY			
Certificate capital		872,176,600	872,176,600
Reserves			
Capital			
Statutory reserves		113,586,162	113,586,162
Deficit on revaluation of Investments			-
		113,586,162	113,586,162
Revenue			
Accumulated Loss		(481,646,084)	(513,701,922)
		504,116,678	472,060,840

Contingencies and commitments

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

Statement under rule 12(2) of the modaraba companies Rule, 1981 These Financial Statements have been signed by the Chairman and two Directors because The Company appointed the Chief Executive Officer and applied to Securities and Exchange Commission of Pakistan for the approval.

Chairman

Director

Director

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**PROFIT & LOSS ACCOUNT (UN-AUDITED)
For the Period Ended March 31, 2010**

INCOME	Jul-Mar 2010 Rupees	Jul-Mar 2009 Rupees	Jan-Mar 2010 Rupees	Jan-Mar 2009 Rupees
Lease rentals	25,418,116	56,665,772	8,684,371	19,947,840
Profit on morabaha and musharika finance	8,350,829	11,461,718	4,038,897	2,873,447
(Loss) / Gain on sale of investments	4,821,287	(7,833,595)	2,037,726	1,042,574
Profit on TFC's and bank accounts	20,035,987	8,205,207	7,640,325	289,811
Others Income	8,953,734	2,813,707	2,601,003	321,048
	67,579,953	71,312,809	25,002,322	24,474,720
REVERSALS / PROVISIONS				
Provision for doubtful recoveries - net	(9,348,486)	-	(1,721,298)	
Mark to Market on trading portfolio	12,058,849	(89,359,900)	(4,569,860)	(19,740,842)
Gain on remeasurement of investment in property	-	1,050,000	-	-
	2,710,363	(88,309,900)	(6,291,158)	(19,740,842)
	70,290,316	(16,997,091)	18,711,164	4,733,878
EXPENDITURE				
Administrative expenses	(12,620,125)	(7,695,871)	(3,273,999)	(1,760,448)
Depreciation on property plant and equipment leased out	(25,969,630)	(33,183,045)	(7,661,356)	(9,190,221)
Bank and other charges	(22,993)	(59,631)	(5,284)	16,770
	(38,612,748)	(40,938,547)	(10,940,639)	(10,933,899)
Profit for the period	31,677,568	(57,935,638)	7,770,525	(6,200,021)
Share of profit / (loss) from associates-net	-	(795,078)	-	-
Modaraba Company's management fee	-	-	-	-
Loss before taxation	31,677,568	(58,730,716)	7,770,525	(6,200,021)
Provision for taxation	-	(332,976)	-	-
Profit after taxation	31,677,568	(59,063,692)	7,770,525	(6,200,021)
Earnings per certificate	0.36	(0.68)	0.09	(0.07)

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INTERIM CONDENSED CASH FLOW STATEMENT (UN-AUDITED)
For the Period Ended March 31, 2010

	March 31, 2010 Rupees	March 31, 2009 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) before taxation	31,677,568	(58,730,716)
Adjustments for non-cash changes and other items:		
Depreciation	25,969,630	34,057,775
Gain on remeasurement of property	-	(1,050,000)
Deficit/Increase in value of investments	(12,058,849)	(89,908,026)
Provision / (reversal) for doubtful recoveries	9,348,486	-
Gain on disposal of leased assets	(1,665,543)	-
(Gain)/Loss on disposal of operating fixed assets	(93,501)	(206,848)
Dividend income	3,049,578	(2,310,098)
	<u>24,549,801</u>	<u>(59,417,197)</u>
	56,227,369	(118,147,913)
CASH FLOW FROM WORKING CAPITAL CHANGES		
(Increase) / decrease in operating assets		
Long term morabaha finance	6,471,241	8,524,805
Short term morabaha and musharika finance	31,015,345	(59,148,831)
Decretal amount receivable against morabaha and musharika finance	1,500,001	10,412
Lease rental receivables	29,291,141	-
Investment	-	113,341,591
Current portion of held to maturity Investments	-	176,800
Advances, prepayments and other receivables	15,420,226	89,695,423
	<u>83,697,954</u>	<u>152,600,200</u>
Increase/(decrease) in current liabilities		
Long term lease deposits	(11,878,817)	2,904,130
Accrued expenses and other liabilities	(22,578,327)	(22,253,314)
	<u>(34,457,144)</u>	<u>(19,349,184)</u>
Cash (used in) / generated from operations	105,468,179	15,103,103
Income tax paid	(535,635)	-
Dividend paid	-	(26,165,298)
Net cash (used in) / generated from operating activities	104,932,544	(11,062,195)
CASH FLOWS FROM INVESTING ACTIVITIES		
Dividend received	(3,910,601)	2,310,098
Long term deposit paid	(22,000,001)	-
Investment encashed / (made) -net	10,750,495	-
Proceeds from disposal of operating fixed assets	300,000	290,000
Proceeds from disposal of leased assets	20,366,210	-
Purchase of assets - own use and leased out	(30,633,686)	(9,794,550)
Net cash used in investing activities	(25,127,583)	(7,194,452)
Net increase in cash and cash equivalents	79,804,961	(18,256,647)
Cash and cash equivalents at the beginning of the period	187,666,800	161,757,893
Cash and cash equivalents at the end of the period	<u>267,471,761</u>	<u>143,501,246</u>

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

Statement under rule 12(2) of the modaraba companies Rule, 1981 These Financial Statements have been signed by the Chairman and two Directors because The Company appointed the Chief Executive Officer and applied to Securities and Exchange Commission of Pakistan for the approval.


Chairman


Director


Director



STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
For the Period Ended March 31, 2010

	Certificate Capital		Reserves		Revenue Accumulated		Total
	Capital	Reserve	Capital Surplus on revaluation of Investments	Sub Total	Loss	Total	
Balance as at 01 July 2008	872,176,600	113,586,162	-	113,586,162	(383,819,025)	-	601,943,737
Transferred to statutory reserve	-	-	-	-	-	-	-
Distribution at the rate of 3% declared for the year ended June 30, 2008	-	-	-	-	-	-	-
Profit / (Loss) for the period	-	-	-	-	(26,165,299)	-	(26,165,299)
Balance as at 31, March 2009	<u>872,176,600</u>	<u>113,586,162</u>	<u>-</u>	<u>113,586,162</u>	<u>(469,596,145)</u>	<u>516,166,617</u>	<u>472,060,840</u>
Balance as at 01 July 2009	872,176,600	113,586,162	-	113,586,162	(513,701,922)	-	472,060,840
Reversal of impairment on available for sale investment	-	-	-	-	-	-	-
Profit for the Period	-	-	-	-	378,270	-	378,270
Balance at 31 March 2010	<u>872,176,600</u>	<u>113,586,162</u>	<u>-</u>	<u>113,586,162</u>	<u>(481,646,084)</u>	<u>477,951,380</u>	<u>31,677,568</u>

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

Statement under rule 12(2) of the modaraba companies Rule, 1981 These Financial Statements have been signed by the Chairman and two Directors because The Company appointed the Chief Executive Officer and applied to Securities and Exchange Commission of Pakistan for the approval.


Chairman


Director


Director



**NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED)
For the Period Ended March 31, 2010**

1. LEGAL STATUS AND NATURE OF BUSINESS

First Prudential Modaraba is a multipurpose, perpetual Modaraba. The Modaraba is registered under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the Modaraba Companies and Modaraba Rules, 1981 and is managed by Prudential Capital Management Limited, a Modaraba incorporated in Pakistan. The Modaraba is listed on the Karachi, Lahore and Islamabad Stock Exchanges. The Modaraba is currently engaged in various modes of Islamic funding and businesses which includes leasing of assets, deployment of fund in musharika, morabaha and investment in securities.

2. ACCOUNTING POLICIES

2.1 Accounting policies and method of computations adopted for the preparation of these financial statements are the same as applied in the preparation of the preceding annual published financial statements of the company for the year ended 30 June 2009.

2.2 These accounts are prepared in compliance with the SRO 764 (1) dated November 05, 2001 of Securities and Exchange Commission of Pakistan.

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

3.1 Judgements and estimates made by the management in the preparation of quarterly financial statements are the same as those applied to the annual financial statements for the year ended 30 June 2009.

3.2 There is no unusual item included in these financial statements, which is affecting assets, liabilities, equity, net income or cash flows of the Modaraba.

4. CASH AND BANK BALANCES

	UNAUDITED 31 March 2010 Rupees	AUDITED 30 June 2009 Rupees
Cash in hand	20,000	9,572
Cash at banks		
Current accounts	1,521,515	2,231,956
Saving accounts	30,930,247	17,425,273
Term deposit	235,000,000	167,999,999
	<u>267,451,762</u>	<u>187,657,228</u>
	<u>267,471,762</u>	<u>187,666,800</u>



		UNAUDITED 31 March 2010 Rupees	AUDITED 30 June 2009 Rupees
5 INVESTMENTS - Held for trading			
Unless stated otherwise, the holdings are in the fully paid ordinary shares/ certificates/ units of Rs. 10/- each.			
In listed securities			
Associated companies (Note 5.1)		-	-
Listed companies (Note 5.2)		99,951,783	98,265,160
		<u>99,951,783</u>	<u>98,265,160</u>
5.1 Investment in associated companies			
Number of Certificates / Name of investee	Shares/ Units		
		CLOSED-END MUTUAL FUND	
		31-Mar 2010	June 30, 2009
		1,670,720	1,670,720
	Prudential Stock Fund	-	-
		<u>-</u>	<u>-</u>
		<u>-</u>	<u>-</u>
5.2 Other Listed companies			
		CLOSED-END MUTUAL FUND	
		2,500	5,650
	Golden Arrow Selected Stocks Fund Limited	-	-
		1,000	3,820
	JS Growth Fund	-	-
		134,500	797,585
	Pakistan Premier Fund Limited	-	551,450
		5,000	22,500
	PICIC Energy Fund	-	-
		56,500	134,470
	First Capital Mutual Fund	-	-
		<u>-</u>	<u>-</u>
		<u>-</u>	<u>-</u>
		OPEN-END MUTUAL FUNDS	
		25,000	994,572
	National Investment (Unit) Trust	25,000	671,250
		362,555	41,236,966
	Unit Trust of Pakistan (Face value of certificate Rs.5000/- each)	318,131	32,865,611
		<u>-</u>	<u>-</u>
		<u>-</u>	<u>-</u>
		MODARBAS	
		5,000	4,950
	First Equity Modaraba	-	-
		104,500	602,965
	First Habib Modaraba.	-	-
		8,000	19,520
	KASB Modaraba	10,000	31,000
		165,000	52,800
	Unity Modaraba.	-	-
		<u>-</u>	<u>-</u>
		<u>-</u>	<u>-</u>
		LEASING COMPANIES	
		434,208	65,510
	Pakistan Industrial and Commercial Leasing Limited	-	-
		<u>-</u>	<u>-</u>
		<u>-</u>	<u>-</u>
		INVESTMENT BANKS/ SECURITIES	
		65,000	2,789,150
	Arif Habib Securities Limited	26,875	1,340,015
		85,000	245,650
	IGI Investment Bank Limited	322,000	1,345,960
		7,678	11,133
	Invest Capital Investment Bank Limited	7,678	-
		1,000	7,810
	Javed Omer Vohra and Company Limited	68,200	918,654
		1,029,077	7,666,624
	First Capital Securities Corporation Limited	894,850	9,315,389
		-	-
	Prudential Investment Bank Limited	130,500	-
		122,282	2,649,851
	Jahangir Siddiqui & Co Limited	12,282	284,820
		4,000	208,680
	JS Global Capital Limited	4,000	274,040
		47,500	470,454
	JS Investments Limited	20,000	338,800
		-	5,290
	Pervez Ahmed Securities Limited	1,000	-



Number of Certificates / Shares/ Units	Name of investee	UNAUDITED 31 March 2010 Rupees	AUDITED 30 June 2009 Rupees	
				31-Mar 2010
COMMERCIAL BANKS				
80,000	101,000	Arif Habib Bank Limited	489,600	784,432
35,000	24,000	Atlas Bank Limited	97,300	88,140
20,000	16,875	Bank Al Falah Limited	248,200	178,031
70,625	70,625	Bank Islami Pakistan Limited	408,213	449,881
6,000	-	Bank Al Habib	173,760	-
-	4,600	Faysal Bank Limited	-	44,528
22,500	22,500	JS Bank Limited	90,450	135,675
250	-	Meezan Bank Ltd	4,333	-
35,800	-	My Bank Ltd	160,742	-
42,875	19,800	National Bank of Pakistan	2,908,211	1,327,194
54,000	85,000	NIB Bank Limited	222,480	403,750
50,264	50,264	Soneri Bank Limited	441,318	550,893
-	36,000	Standard Chartered Bank Limited	-	305,640
90,000	5,000	The Bank of Punjab	1,448,100	54,900
11,000	26,950	United Bank Limited	656,150	1,031,916
702,813	239,400	Silk Bank (Saudi Pak Commercial Bank)	2,213,861	1,295,154
-	1,500	Askari Bank Limited	-	22,920
INSURANCE				
4,000	15,400	Adamjee Insurance Company Limited.	488,280	1,293,446
21,000	1,000	Pakistan Reinsurance Company Limited	516,810	35,030
TEXTILE				
53,500	6,000	Azgard Nine Limited	745,790	132,840
102,885	103,782	Gul Ahmed Textile Mills Limited	2,419,855	4,030,893
-	41,925	Mubarak Textile Mills Limited	-	34,375
27,721	27,500	Hussain Industries Limited	276,933	398,288
18,125	7,500	Nishat Mills Limited	1,020,800	283,650
17,000	37,200	Sapphire Fibers Mills Limited	1,904,850	3,162,000
1,256	1,256	Reliance Cotton Spinning Mills Limited	30,822	30,144
-	2,500	Samin Textiles Limited	-	14,175
-	5,000	Kohinoor Textile Mills Limited.	-	22,100
-	2,000	Dewan Salman Fiber Limited	-	2,980
CEMENT				
-	150,000	Al-Abbas Cement Industries Limited	-	1,050,000
94,280	29,400	D.G. Khan Cement Company Limited	2,959,449	871,710
-	21,500	Dewan Cement Limited	-	59,125
-	121,500	Fauji Cement Company Limited	-	800,685
-	11,000	Lucky Cement Limited	-	643,830
-	30,000	Maple Leaf Cement Factory Limited	-	127,800
-	25,000	Pakistan Cement Company Limited	-	67,500
-	50,000	Pioneer Cement Limited	-	679,000
-	1,000	Attock Cement Pakistan Limited	-	70,220
-	5,000	Cherat Cement Company Limited	-	67,650
-	2,000	Dadabhoy Cement Industries	-	4,240
-	5,000	Dandot Cement Company Limited	-	41,500
6,000	11,000	Kohat Cement Company Limited	39,360	80,080
360,000	360,000	Zeal-Pak Cement Factory Limited	-	112,800
REFINERY				
16,887	6,887	Attock Refinery Limited	1,946,564	1,250,703
-	5,020	National Refinery Limited	-	1,104,500
14,082	25,082	Pakistan Refinery Limited	1,512,829	2,252,364



Number of Certificates / Shares/ Units	Name of investee	UNAUDITED 31 March 2010 Rupees	AUDITED 30 June 2009 Rupees	
				31-Mar 2010
POWER GENERATION & DISTRIBUTION				
23,771	32,500	The Hub Power Company Limited	814,632	880,425
61,847	53,500	Kot addu Power Company Limited	2,781,260	2,260,910
-	300,000	Southern Electric Power Company Limited	-	963,000
-	10,000	Japan Power Generation Limited	-	18,000
-	2,000	Karachi Electric Supply Company Limited	-	5,300
OIL & GAS MARKETING COMPANIES				
-	1,000	Pakistan State Oil Limited	-	213,650
10,000	-	Mari Gass limited	1,373,200	-
-	-	Sui Sothern Gas Pipelines Limited	-	-
-	4,000	Sui Northern Gas Pipelines Limited	-	127,800
OIL & GAS EXPLORATION COMPANIES				
-	58,500	Oil and Gas Development company Limited	-	4,600,440
12,650	13,875	Pakistan Petroleum Limited	2,472,063	2,629,868
-	500	Pakistan Oil Fields Limited	-	72,950
ENGINEERING				
27,000	37,950	Crescent Steel & Allied Products Limited	726,840	681,962
-	107,000	Dost Steels Limited	-	571,380
-	19,280	International Industries Limited	-	869,335
AUTOMOBILES & ASSEMBLERS				
3,000	3,000	Al-Ghazi Tractors Limited (Face value of shares of Rs.5/- each)	639,300	486,000
6,250	8,250	Millat Tractors Limited	2,844,125	2,303,730
-	8,400	Gandhara Industries Limited	-	63,000
-	6,500	Honda Atlas Car (Pakistan) Limited	-	83,525
2,000	3,000	Pak Suzuki Motor Company Limited	159,140	203,700
-	1,500	Indus Motor Company Limited	-	161,580
CABLE & ELECTRICAL GOODS LIMITED				
12,499	12,500	Johnson & Philips (Pakistan) Limited	166,237	218,750
TRANSPORT				
-	8,000	Pakistan International Airlines Corporation	-	26,560
TECHNOLOGY & COMMUNICATION				
22,500	-	Netsol Technologies Limited	649,800	-
-	50,000	TeleCard Limited	-	86,500
-	100,000	TRG Pakistan Limited	-	135,000
45,000	100,000	WorldCall Telecom Limited	211,950	250,000
-	3,000	Pakistan Telecommunication Company Limited	-	51,720
-	13,020	Engro Chemicals Limited	-	1,672,159
66,500	31,500	Fauji Fertilizer Bin Qasim Limited	2,116,695	557,235
6,262	3,875	Fauji Fertilizer Company Limited	686,879	336,931
PHARMACEUTICALS				
-	7,560	Abbot Laboratories (Pakistan) Limited	-	606,312
15,210	15,210	Highnoon Laboratories Limited	471,510	463,753
-	1,000	Glaxosmithkline Pakistan Limited	-	119,810



Number of Certificates / Shares/ Units		Name of investee	UNAUDITED 31 March 2010 Rupees	AUDITED 30 June 2009 Rupees
31-Mar 2010	30 June 2009	CHEMICALS		
25,500	43,000	Engro Polymer & Chemicals Limited	382,500	823,880
-	50,000	Nimir Resins Limited	-	154,500
-	26,500	Bawany Air Conduct	-	94,075
14,500	2,000	ICI Pakistan Limited	2,369,155	280,500
4,900	5,000	Sitara Peroxide Limited	61,593	92,200
		PAPER & BOARD		
-	75	Packages Limited	-	11,778
		FOODS & PERSONEL CARE-PRODUCTS		
51,000	51,000	Shakarganj Foods Products Limited	89,250	
		MISCELLANEOUS		
-	26,000	Ecopack Limited	-	158,340
-	5,000	Siddiq sons Tin Plate Limited	-	42,550
-	53,000	Pace Pakistan Ltd.	-	295,740
-	9,000	Al-Khair Gadoon Limited	-	43,190
4,000		Tri Pack Films	412,600	
		GLASS AND CERAMICS		
-	45,200	Tariq glass limited	-	315,496
		SUSPENDED / DELISTED COMPANY		
27,500	27,500	Pearl Fabrics Limited		
88,500	88,500	Schon Textile Mills Limited (Note 8.2.1)		
18,000	18,000	Zahoor Textile Mills Limited (Note 8.2.1)		
			<u>6,590,182</u>	<u>6,068,449</u>

5.2.1 These shares are still in the name of Third Prudential Modaraba (since merged with the Modaraba) and are not yet transferred in the name of Modaraba.

6 DECRETAL AMOUNT RECEIVABLE AGAINST MORABAHA AND MUSHARIKA FINANCE		UNAUDITED 31 March 2010 Rupees	AUDITED 30 June 2009 Rupees
Morabaha finance - Secured		66,434,911	74,934,911
Morabaha finance - Unsecured		51,681,682	51,681,682
Musharika finance - Unsecured		<u>51,073,157</u>	<u>51,073,157</u>
		169,189,750	177,689,750
Provision for doubtful recovery		<u>(168,154,948)</u>	<u>(175,154,948)</u>
		<u>1,034,802</u>	<u>2,534,802</u>

**7 LONG TERM INVESTMENTS**

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

	UNAUDITED 31 March 2010 Rupees	AUDITED 30 June 2009 Rupees
Investment in associates (Note 7.1)	1,184,046	1,184,046
Available for sale (Note 7.2)		
Listed entities (Note 7.2.1)	3,101,209	2,722,939
Unlisted companies Note 7.2.2)	3,378,630	3,378,630
Held to maturity (Note 7.3)	6,479,839	6,101,569
	<u>7,663,885</u>	<u>7,285,615</u>
7.1 Investment in associates - Equity method - listed	1,184,046	1,184,046
7.2 Available for sale		
7.2.1 Listed		
181,973 181,973 Pakistan Industrial and Com. Leasing Ltd.	-	-
101,413 101,413 National Investment (Unit) Trust	<u>3,101,209</u>	<u>2,722,939</u>
	<u>3,101,209</u>	<u>2,722,939</u>
7.2.2 Unlisted		
1,096,794 1,107,244 Prudential Securities Limited	<u>3,378,630</u>	<u>3,378,630</u>

8 GENERAL

8.1 Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no significant re-arrangements have been made.

8.2 Figures have been rounded off to the nearest rupee.

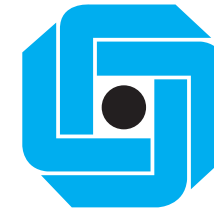
Statement under rule 12(2) of the modaraba companies Rule, 1981 These Financial Statements have been signed by the Chairman and two Directors because The Company appointed the Chief Executive Officer and applied to Securities and Exchange Commission of Pakistan for the approval.

Chairman

Director

Director

**Quarterly Accounts
March 31, 2010
(Un-Audited)**



First Prudential Modaraba

If undelivered please return to :
First Prudential Modaraba
Mehersons Estate, First Floor
Talpur Road, P.O Box No.621, Karachi.74000

Managed by :
Prudential Capital Management Ltd