

KASB MODARABA

QUARTERLY REPORT
MARCH 31, 2022

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.

CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. Khalid Aziz Mirza	Chairman	Independent Director
Mr. Shahid Ghaffar		Independent Director
Ms. Ayesha Aziz		Non-Executive Director
Mr. Abdul Jaleel Shaikh		Non-Executive Director
Mr. Saiyid Najam Rizvi		Non-Executive Director
Mr. Karim Hatim		Chief Executive Officer

Audit Committee

Mr. Shahid Ghaffar	Chairman
Mr. Khalid Aziz Mirza	Member
Mr. Abdul Jaleel Shaikh	Member
Mr. Saiyid Najam Rizvi	Member

Human Resource and Remuneration Committee

Mr. Khalid Aziz Mirza	Chairman
Ms. Ayesha Aziz	Member
Mr. Karim Hatim	Member

Company Secretary

Ms. Misbah Asjad

Chief Financial Officer

Mr. Aftab Afroz Mahmoodi

Auditor

Grant Thornton Anjum Rehman, Chartered Accountants

Bankers

Dubai Islamic Bank
Soneri Bank

Certificate Registrar

C&K Management Associates (Pvt.) Limited
404, Trade Tower, Abdullah Haroon Road,
Near Metropole Hotel, Karachi – 75530
Phone: 021-35687839 & 021-35685930

Legal Advisor

Ahmed & Qazi
S & B Durrani Law Associates

Shariah Advisor

Al-Hilal Shariah Advisors (Private) Limited

Registered & Head Office

3rd Floor, Horizon Vista, Plot No: Commercial 10,
Block-4, Clifton, Karachi
Phone : 021- 35361215-9,Fax: 021-35374275

Directors' Report

For the nine months period ended 31 March 2022

On behalf of the Board of Directors of Awwal Modaraba Management Limited, the management company of KASB Modaraba, we are pleased to present Directors' Report together with the unaudited financial results of KASB Modaraba for the nine months period ended 31 Mar 2022.

Economy

Our economy faces several challenges this year arising from necessary monetary tightening to recent political turmoil in the country. According to Pakistan Bureau of Statistics, during 9MFY22, exports are up 25% to US\$23.298 billion while imports have risen by 49% to US\$58.691 billion, which has pushed trade deficit up by 70% to US\$35.39 billion. Oil prices remain high on back of Russia-Ukraine conflict fuelling both inflation and creating pressure on trade balance. Foreign exchange reserves fell to US\$18.5 billion in March 2022, with significant decline in SBP reserves to US\$12 billion largely due to debt repayments and government payments pertaining to settlement of an arbitration award related to a mining project. Some of this decline in reserves is expected to be reversed as official creditors renew their loans. Currency pressures led PKR to depreciate to all time low of PKR 186 a US\$, taking cumulative depreciation to 15.3% since start of fiscal year.

The recent political crisis has added to the uncertainty in the economic environment on policy direction and stability. According to SBP, heightened domestic political uncertainty contributed to a 5 percent depreciation in the rupee and a sharp rise in domestic secondary market yields as well as Pakistan's Eurobond yields and CDS spreads since the last MPC meeting. Pakistan is undergoing its seventh review under the IMF's Extended Fund Facility program, which has disbursed USD 3 billion out of the total USD 6 billion. The future of continuity of program now depends on policies of new government and political situation of the Country in coming days.

State Bank of Pakistan increased the Policy Rate to 250 basis points in the last Monetary Policy meeting on April 07, 2022. Average inflation forecasts have been revised upwards to slightly above 11 percent in FY22 before moderating in FY23. The current account deficit is still expected to be around 4 percent of GDP in FY22. While the non-oil current account balance has continued to improve, the overall current account remains dependent on global commodity prices.

Financial Performance

The portfolio size witnessed strong growth amounting to PKR 177.37 million at March 31, 2022 (June 30, 2021: PKR 35.56 million) as excess liquidity was deployed in lending operations. During the first nine months of FY2022, overall revenues jumped to PKR 20.15 million compared to PKR 6.89 million in corresponding period last year. Total expenses for the period were contained at PKR 11.45 million. Profit before tax was lower at PKR 7.32 million compared to Rs.30.63 million in the corresponding period, which was mainly due to reversal of provision of Rs. 37.92 million in the previous period. Further, there was tax incidence for the first time on Modaraba's profits of PKR 0.96 Million with Profit after Tax at PKR 6.36 Million (3Q2021: PKR 30.63 Million).

Future Plans

As apprised earlier, the Board of Directors has decided to merge First Pak Modaraba and KASB Modaraba with and into First Prudential Modaraba. The intention is to cut costs and achieve an economic size to make the merged Modaraba more competitive in the current business and tax environment. Currently regulatory and legal formalities are being complied with and we expect the merger to conclude during the next few months.

Governance

There has been no change in the Board of Directors of Awwal Modaraba Management Limited during the period under review.

Acknowledgement

The Board would like to acknowledge and appreciate Securities and Exchange Commission of Pakistan and Registrar Modaraba for their continuous guidance and support. We would like to avail this opportunity to thank its customers and investors for placing their trust in the Modaraba.

On behalf of the Board



Karim Hatim
Chief Executive



Saiyid Najam Rizvi
Director

Date: 21st April, 2022

ڈائریکٹر رپورٹ:

31 مارچ 2022 کو ختم ہونے والی نو ماہ کی مدت کے لیے

KASB مضاربہ کی انتظامی کمپنی اول مضاربہ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز کی جانب سے، ہمیں 31 مارچ 2022 کو ختم ہونے والی نو ماہ کی مدت کے لیے KASB مضاربہ کے غیر آڈٹ شدہ مالیاتی نتائج کے ساتھ ڈائریکٹرز کی رپورٹ پیش کرتے ہوئے خوشی محسوس ہو رہی ہے۔

معیشت:

ہماری معیشت کو اس سال کئی چیلنجوں کا سامنا ہے جو کہ ضروری مالیاتی کھچاؤ سے ملک میں حالیہ سیاسی بحران سے پیدا ہوئے ہیں۔ پاکستان پیرو آف سٹیٹسٹکس کے مطابق، 9MFY22 کے دوران، برآمدات %25 بڑھ کر 23.298 بلین امریکی ڈالر جبکہ درآمدات %49 اضافے سے 58.691 بلین امریکی ڈالر تک پہنچ گئی ہیں، جس سے تجارتی خسارہ %70 بڑھ کر 35.39 بلین امریکی ڈالر تک پہنچ گیا ہے۔ روس، یوکرین تنازعہ کی وجہ سے تیل کی قیمتیں بلند ہیں جس سے افراط زر میں اضافہ ہوا ہے اور تجارتی توازن پر دباؤ پڑا ہے۔ مارچ 2022 میں غیر ملکی زرمبادلہ کے ذخائر کم ہو کر US\$18.5bn ہو گئے، SBP کے ذخائر نمایاں کمی کے ساتھ US\$12bn ہو گئے جس کی بڑی وجہ قرضوں کی ادائیگی اور کان کنی کے منصوبے سے متعلق ثالثی کے فیصلے سے حکومتی ادائیگی ہے۔ سرکاری قرض دہندگان کے قرضوں کی تجدید کے نتیجے میں ذخائر میں اس کمی میں سے کچھ واپسی کی توقع ہے۔ کرنسی کے دباؤ کی وجہ سے 186PKR فی امریکی ڈالر کی کم ترین قدر پر آ گیا، جس سے مالی سال کے آغاز سے مجموعی فرسودگی %15.3 ہو گئی۔

حالیہ سیاسی بحران نے معاشی ماحول میں پالیسی کی سمت اور استحکام کے حوالے سے غیر یقینی صورتحال کو مزید بڑھا دیا ہے۔ SBP کے مطابق، بڑھتی ہوئی سیاسی غیر یقینی صورتحال نے روپے کی قدر میں 5 فیصد کمی اور مقامی ثانوی مارکیٹ کی شرح میں تیزی سے اضافے کے ساتھ ساتھ پاکستان کی یورو بانڈ کی شرح اور CDS کی آخری MPC مینٹنگ کے بعد سے اضافہ میں اہم کردار ادا کیا۔ پاکستان آئی ایم ایف کے توسیعی فنڈ سہولت پروگرام کے تحت اپنے ساتویں جائزے سے گزر رہا ہے، جس نے کل 6 بلین امریکی ڈالر میں سے 3 بلین امریکی ڈالر ادا کیے ہیں۔ پروگرام کے تسلسل کا مستقبل اب نئی حکومت کی پالیسیوں اور آنے والے دنوں میں ملک کی سیاسی صورتحال پر منحصر ہے۔

اسٹیٹ بینک آف پاکستان نے 07 اپریل 2022 کو آخری مانیٹری پالیسی میٹنگ میں پالیسی ریٹ کو 250 پیسے پوائنٹس تک بڑھا دیا۔ 2023 میں متوقع اعتدال سے پہلے 2022 میں اوسط افراط زر کا تخمینہ 11 فیصد سے تھوڑا اوپر کر دیا گیا ہے۔ مالی سال 22 میں کرنٹ اکاؤنٹ خسارہ اب بھی جی ڈی پی کے 4 فیصد کے قریب رہنے کی توقع ہے۔ جبکہ نان آئل کرنٹ اکاؤنٹ بیلنس میں مسلسل بہتری آئی ہے، مجموعی کرنٹ اکاؤنٹ کا انحصار عالمی اجناس کی قیمتوں پر ہے۔

مالیاتی کارکردگی

پورٹ فولیو کے سائز میں 31 مارچ 2022 (30 جون 2021: 35.56PKR ملین) کے مقابلے میں 177.37 ملین PKR کی زبردست نمودیکھنے میں آئی کیونکہ قرض دینے کے کاموں میں اضافی لیکویڈیٹی استعمال کی گئی۔ مالی سال 2022 کے پہلے نو مہینوں کے دوران، مجموعی آمدنی گزشتہ سال کی اسی مدت میں 6.89PKR ملین کے مقابلے میں 20.15PKR ملین تک پہنچ گئی۔ اس مدت کے کل اخراجات 11.45PKR ملین تھے۔ قبل از ٹیکس منافع پچھلے سال اسی مدت میں 30.63 ملین روپے کے مقابلے میں 7.32PKR ملین تھا، جس کی بنیادی وجہ گزشتہ مدت میں 37.92 ملین روپے کی وصولی تھی۔ مزید یہ کہ پچھلی دفعہ ٹیکس کی مد میں 0.96 ملین روپے کی فراہمی کے بعد، بعد از ٹیکس منافع 6.36 ملین روپے رہا۔ (31 مارچ 2021، 30.63 ملین روپے)۔

مستقبل کے منصوبے

جیسا کہ پہلے بتایا گیا، بورڈ آف ڈائریکٹرز نے فرسٹ پاک مضاربہ اور کے اے ایس بی مضاربہ کو فرسٹ پروڈینشل مضاربہ کے ساتھ ضم کرنے کا فیصلہ کیا ہے۔ موجودہ کاروبار اور ٹیکس کے ماحول میں ضم شدہ مضاربہ کو مزید مسابقتی بنانے کے لیے اخراجات کو کم کرنا اور معاشی حجم حاصل کرنا مقصود ہے۔ فی الحال ریگولیٹری اور قانونی ضابطوں کی تعمیل کی جا رہی ہے اور ہم توقع کرتے ہیں کہ انضمام اگلے چند مہینوں میں مکمل ہو جائے گا۔

گورننس

زیر نظر مدت کے دوران اول مضاربہ مینجمنٹ لمیٹڈ کے بورڈ آف ڈائریکٹرز میں کوئی تبدیلی نہیں کی گئی ہے۔

اعتراف

بورڈ سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور رجسٹرار مضاربہ کی مسلسل رہنمائی اور تعاون کا اعتراف کرنا چاہتا ہے۔ ہم مضاربہ پر اعتماد کرنے کے لیے اس کے صارفین اور سرمایہ کاروں کا شکریہ ادا کرنے کے لیے اس موقع سے فائدہ اٹھانا چاہتے ہیں۔

بورڈ کی جانب سے

کریم حاتم

چیف ایگزیکٹو

سید نجم رضوی

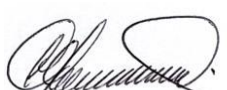
ڈائریکٹر

تاریخ: 21 اپریل، 2022

KASB MODARABA
CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT MARCH 31, 2022

		Un audited March 31, 2022	Audited June 30, 2021
	Note	----- Rupees -----	
ASSETS			
Current assets			
Cash and bank balances	6	35,141,466	147,114,654
Short term investment	7	6,015,266	29,277,745
Modaraba term deposit		-	27,000,000
Modaraba finance	8	-	-
Musharaka finance	9	-	-
Murabaha finance	10	-	-
Current portion of long term diminishing musharaka finance	11	42,604,618	10,630,132
Receivable against sale of agricultural produce	12	-	-
Ijarah rentals receivable		243,832	-
Advances, prepayments and other receivables	13	12,293,022	8,335,114
		96,298,204	222,357,645
Non-current assets			
Long-term diminishing musharaka finance	11	103,405,148	21,348,645
Ijarah assets	14	31,362,000	3,579,900
Fixed assets - owned	15	-	103,666
		134,767,148	25,032,211
TOTAL ASSETS		231,065,352	247,389,856
LIABILITIES			
Current liabilities			
Redeemable capital - participatory and unsecured	19	1,315,000	1,315,000
Musharaka finance	16	-	50,000,000
Short term finance	17	50,000,000	-
Ijarah deposit		3,579,900	3,579,900
Creditors, accrued and other liabilities	18	11,680,914	13,776,888
Financial charges payable to PBICL		-	5,762,187
Provision for taxation	22	959,860	-
Unclaimed profit distribution		3,497,168	2,815,955
		71,032,842	77,249,930
Non-current liabilities			
Long term portion of ijarah deposit		7,241,999	-
Deferred liabilities - staff gratuity		1,457,452	1,382,916
		8,699,451	1,382,916
TOTAL LIABILITIES		79,732,292	78,632,846
NET ASSETS		151,333,060	168,757,010
REPRESENTED BY			
CAPITAL AND RESERVES			
Authorized certificate capital			
50,000,000 (June 30, 2021 : 50,000,000) certificates of Rs. 10/- each		500,000,000	500,000,000
Issued, subscribed and paid-up capital	20	480,664,800	480,664,800
Revenue reserve		(320,989,164)	(303,005,573)
Capital reserve		(8,342,577)	(9,614,657)
		151,333,059	168,044,570
Unrealized gain of revaluation of investment	21	-	712,440
TOTAL CERTIFICATE HOLDERS' EQUITY		151,333,059	168,757,010
CONTINGENCIES AND COMMITMENTS			
	23		

The annexed notes from 1 to 30 form an integral part of these special purpose financial statements


 CHIEF FINANCIAL OFFICER

For Awwal Modaraba Management Limited
 (Management Company)


 CHIEF EXECUTIVE OFFICER

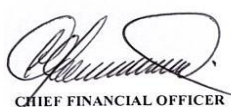

 DIRECTOR


 DIRECTOR

KASB MODARABA
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2022

	Nine months ended		Quarter ended	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Note	----- Rupces -----			
Income from:				
Deposit with Banks	4,264,805	4,483,979	636,307	2,489,197
Investment in sukuk	1,078,739	-	109,677	-
Term deposit	992,641	-	26,263	-
Murabaha Finance	-	440,000	-	150,000
Diminishing musharaka finance	9,197,514	1,970,117	5,243,339	699,121
Ijarah finance	1,706,924	-	1,587,521	-
Realized gain on sale of shares	2,727,298	-	-	-
Dividend on shares	177,324	-	82,340	-
	20,145,244	6,894,096	7,685,447	3,338,318
Financial charges	(3,253,151)	(2,015,888)	(1,555,398)	(1,981,805)
Depreciation on assets under ijarah arrangements	(1,185,900)	-	(1,086,300)	-
	(4,439,051)	(2,015,888)	(2,641,698)	(1,981,805)
	15,706,194	4,878,208	5,043,748	1,356,513
Other income	402,150	1,605,886	169,535	219,707
Unrealized gain / (loss) on investment - at FVTPL	(947,075)	1,051,314	(286,873)	(1,901,382)
Reversal of provision against murabaha finance	380,000	37,917,064	115,000	-
Reversal of provision / suspension against ijarah	3,377,832	-	-	-
Administrative and operating expenses	(11,452,438)	(14,206,356)	(2,533,145)	(5,784,328)
	7,466,665	31,246,116	2,508,265	(6,109,489)
Management Company's remuneration	-	-	-	-
Sindh Worker's Welfare Fund	(146,406)	(612,670)	(49,182)	119,794
	(146,406)	(612,670)	(49,182)	119,794
Profit before taxation	7,320,259	30,633,447	2,459,083	(5,989,695)
Taxation	(959,860)	-	(322,444)	-
Net Profit for the period	6,360,399	30,633,447	2,136,639	(5,989,695)
Earning per certificate - basic and diluted	0.13	0.64	0.04	(0.12)

The annexed notes from 1 to 30 form an integral part of these special purpose financial statements


 CHIEF FINANCIAL OFFICER

For Awwal Modaraba Management Limited
 (Management Company)

 CHIEF EXECUTIVE OFFICER


 DIRECTOR

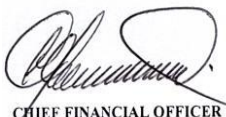




 DIRECTOR

**KASB MODARABA
CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2022**

	Nine months ended		Quarter ended	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
	----- Rupees-----			
Net Profit for the period	6,360,399	30,633,447	2,136,639	(5,989,695)
<i>Other comprehensive income</i>	-	-	-	-
Total comprehensive income for the period	6,360,399	30,633,447	2,136,639	(5,989,695)

The annexed notes from 1 to 30 form an integral part of these special purpose financial statements

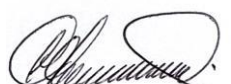
For Awwal Modaraba Management Limited
(Management Company)

 CHIEF FINANCIAL OFFICER	 CHIEF EXECUTIVE OFFICER	 DIRECTOR	 DIRECTOR
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KASB MODARABA
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2022

	Un-audited March 31, 2022	Un-audited March 31, 2021
Note	----- Rupees -----	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	7,320,259	30,633,447
Adjustments for non-cash charges and other items:		
Depreciation for the period - own asset	9,725	240,195
Depreciation for the period - ijarah	1,185,900	-
Unrealized gain / (loss) on investment - at FVTPL	947,075	(1,051,314)
Reversal of provision against morabaha finance	(380,000)	(37,917,064)
Reversal of provision against ijarah	(3,377,832)	-
Gain on sale of fixed assets	(56,959)	(1,000,000)
Gain on sale of investments	(2,727,298)	-
Financial charges	3,253,151	2,015,888
Provision for worker's welfare fund	146,406	612,670
Provision against gratuity	256,248	652,950
	6,576,673	(5,813,228)
Decrease / (increase) in assets		
Diminishing musharaka finance	(114,030,989)	(3,370,384)
Ijarah rentals receivable	(243,832)	-
Advances, prepayments and other receivables	(2,922,635)	(6,617,142)
	(117,197,456)	(9,987,526)
Increase / (decrease) in liabilities		
Creditors, accrued and other liabilities	(2,242,380)	7,240,534
Musharaka finance	(50,000,000)	-
Short term finance	50,000,000	50,000,000
Ijarah deposit	7,241,999	-
Unclaimed profit distribution	681,213	-
	5,680,832	57,240,534
Financial charges paid	(9,015,337)	(2,015,888)
Tax paid	(1,035,273)	(587,292)
Staff gratuity paid	(181,712)	(828,516)
	(10,232,322)	(3,431,696)
Net cash used in operating activities	(115,172,273)	38,008,084
CASH FLOW FROM INVESTING ACTIVITIES		
Sales proceeds from disposal of fixed assets	150,900	1,000,000
Receipt from settlement of morabaha finance	380,000	85,000,000
Receipt from settlement of ijarah	3,377,832	-
Proceeds from redemption of modaraba term deposit	27,000,000	-
Sale proceeds from investments	24,330,262	-
Purchase of ijarah assets	(28,968,000)	-
Net cash (used in)/ generated from investing activities	26,270,994	86,000,000
CASH FLOW FROM FINANCING ACTIVITIES		
Dividend paid	(23,071,910)	(18,200)
Net cash used in financing activities	(23,071,910)	(18,200)
Net (decrease)/ increase in cash and cash equivalents period	(111,973,189)	123,989,884
Cash and cash equivalents at the beginning of the year	147,114,654	71,872,499
Cash and cash equivalents at the end of the period	35,141,465	195,862,384

The annexed notes from 1 to 30 form an integral part of these special purpose financial statements


CHIEF FINANCIAL OFFICER

For Awwal Modaraba Management Limited
 (Management Company)


CHIEF EXECUTIVE OFFICER



DIRECTOR


DIRECTOR

KASB MODARABA
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY(UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2022

	Certificate capital	<i>Capital reserves</i>		<i>Revenue reserve</i>	Total
		Discount on Issuance of certificates	Statutory reserve	Accumulated losses	
----- Rupees -----					
Balance as at July 01, 2020 (Audited)	480,664,800	(98,960,400)	83,505,138	(326,809,916)	138,399,622
Net profit for the period	-	-	-	30,633,447	30,633,447
Transfer to statutory reserve	-	-	6,126,689	(6,126,689)	-
Balance as at March 31, 2021 (Un-audited)	480,664,800	(98,960,400)	89,631,827	(302,303,159)	169,033,069
Balance as at July 1, 2021 (Audited)	480,664,800	(98,960,400)	89,345,743	(303,005,573)	168,044,570
Net Profit for the period	-	-	-	6,360,399	6,360,399
Profit distribution @ Re.0.48 per certificate for the year ended June 30, 2021	-	-	-	(23,071,910)	(23,071,910)
Transfer to statutory reserve	-	-	1,272,080	(1,272,080)	-
Balance as at March 31, 2022	480,664,800	(98,960,400)	90,617,823	(320,989,164)	151,333,059

The annexed notes from 1 to 30 form an integral part of these special purpose financial statements


 CHIEF FINANCIAL OFFICER

For Awwal Modaraba Management Limited
 (Management Company)


 CHIEF EXECUTIVE OFFICER


 DIRECTOR


 DIRECTOR

KASB MODARABA
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2022

1. LEGAL STATUS AND NATURE OF BUSINESS

KASB Modaraba (the Modaraba) was formed under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the rules framed thereunder and was managed by KASB Invest (Private) Limited (the Management Company) - KIPL, a company incorporated in Pakistan.

The Registrar (Modarabas), with the approval of the Securities & Exchange Commission of Pakistan, vide order dated April 03, 2019 appointed Administrator for the Modaraba to take over and manage the affair of the Modaraba in place of KIPL (Management Company). As per terms of the order, all the powers and duties of the Modaraba Management Company as well as those of its Board of Directors assumed by the Administrator. The term of the Administrator, for holding the modaraba office, was initially for the period of six months which was gradually enhanced till February 03, 2020 as directed by the SECP.

The Registrar (Modarabas), with the approval of the Securities & Exchange Commission of Pakistan, vide order dated January 31, 2020 appointed Awwal Modaraba Management Limited (AMML) to take over and manage the affair of the Modaraba. AMML has taken over the management and administrative control of KASB Modaraba effective from February 03, 2020.

The registered office of KASB Modaraba is situated at 3rd floor, Horizon Vista, Plot No. Commercial 10, Block No. 4, Scheme No. 5, Clifton, Karachi. The Modaraba is a multipurpose perpetual modaraba and is primarily engaged in ijarah financing, musharaka financing, murabaha financing, modaraba financing, diminishing musharaka and investing in sukuk bonds, mutual funds and listed securities. The Modaraba is listed on the Pakistan Stock Exchange.

- 1.1** The Board of Directors of the Modaraba Management Company in their meeting held on October 25, 2021 principally decided to merge the three modarabas i.e. First Pak Modaraba, First Prudential Modaraba and KASB Modaraba into one modaraba to operate as single unit. As a consequence of the scheme of merger, the business, functions, contracts, policies, proceedings, undertakings, assets, liabilities, etc. of the Modaraba shall be merged into single unit at a specific date. Since there will be no change in nature of financial assets in hold after scheme of merger arrangement, no adjustments are expected to the carrying amounts of assets and liabilities of the Modaraba. Legal and other formalities to effect the proposed merger are in process. It is also decided that the surviving entity would be First Prudential Modaraba

2. STATEMENT OF COMPLIANCE

- 2.1 These condensed interim financial statements have been prepared in accordance with the requirements of the International Accounting Standard - 34 "Interim Financial Reporting" the requirements of Modaraba Companies and Modaraba (Floatation and Control) Ordinance 1980, Modaraba Companies and Modaraba Rules, 1981 and directives issued by the Securities and Exchange Commission of Pakistan (SECP). In case where requirements differ, the requirements of Modaraba Companies and Modaraba (Floatation and Control) Ordinance 1980, Modaraba Companies and Modaraba Rules, 1981 or the directives issued by SECP prevail.
- 2.2 These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Modaraba for the year ended June 30, 2021.
- 2.3 These comparative condensed balance sheet, presented in this condensed interim financial statements, as at June 30, 2021 has been extracted from the annual audited financial statements of the Modaraba for the year ended June 30, 2021 whereas the comparative condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity for the period ended March 31, 2021 have been extracted from the condensed interim financial statements for the period ended March 31, 2021.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these condensed interim financial statements are the same as those applied in preparation of annual statements of the Modaraba for the year ended June 30, 2021.

4. ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of the condensed interim financial statements in conformity with approved accounting standards require management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities,

KASB MODARABA
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2022

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 recognized prospectively commencing from the period of revision.

In preparing the condensed interim financial statements, the significant judgments made by management in applying the Modaraba's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the preceding published annual financial statements of the Modaraba as at and for the year ended June 30, 2021.

5. BASIS OF PREPARATION

These condensed interim financial statements have been prepared under the historical cost convention, except as stated otherwise in these financial statements.

KASB MODARABA
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2022

		Un-Audited March 31, 2022	Audited June 30, 2021
6. CASH AND BANK BALANCES	Note	----- Rupees -----	
<i>Cash at bank in :</i>			
Current accounts		3,597,308	2,930,026
Saving accounts	6.1	31,524,158	144,163,838
		35,121,466	147,093,864
Cash in hand		20,000	20,790
		<u>35,141,466</u>	<u>147,114,654</u>

6.1 Effective profit rates on these accounts range between 3.75% and 9% (June 30, 2021: 3.74% and 6.25%) per annum.

		March 31, 2022	June 30, 2021
7. SHORT TERM INVESTMENT	Note	----- Rupees -----	
Fair value through profit or loss (FVTPL) - quoted securities	7.1	6,015,266	8,565,305
Fair value through other comprehensive income (FVTOCI) -Sukuk (Unquoted)		-	20,712,440
		<u>6,015,266</u>	<u>29,277,745</u>

7.1 Fair value through profit or loss (FVTPL) - quoted securities

Number of fully paid ordinary
shares of Rs.10 each.

March 31, 2022	June 30, 2021
----- Shares -----	

Automobile Parts & Accessories

16,468	16,468	Thal Limited	6,015,266	6,962,341
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-	200	Indus Motor Company Ltd	-	250,828
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Textile & Weaving

-	42,400	Service Fabrics Limited	-	1,352,136
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<u>16,468</u>	<u>59,068</u>		<u>6,015,266</u>	<u>8,565,305</u>
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KASB MODARABA**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2022**

		March 31, 2022	June 30, 2021
8. MODARABA FINANCE	Note	----- Rupees -----	
Modaraba Finance		37,791,201	37,791,201
Less: provision for non-performing Modaraba arrangements	8.1	(37,791,201)	(37,791,201)
		<u>-</u>	<u>-</u>

8.1 The Modaraba had provided funds under modaraba arrangements on profit and loss sharing basis to various entities outstanding since long. Based on the guidelines of the Modaraba Regulations 2021, receivables against these finances have been fully provided.

		March 31, 2022	June 30, 2021
9. MUSHARAKA FINANCE	Note	----- Rupees -----	
Musharaka finance		14,702,297	14,702,297
Less: provision for non-performing musharaka arrangement	9.1	(14,702,297)	(14,702,297)
		<u>-</u>	<u>-</u>

9.1 This represents waiver given to a client Z.H. Piprani & Co. under settlement agreement dated December 24, 2016.

		March 31, 2022	June 30, 2021
10. MURABAHA FINANCE	Note	----- Rupees -----	
Murabaha finance		97,323,365	97,784,311
Less: provision for non-performing murabaha arrangements	10.1	(97,323,365)	(97,784,311)
		<u>-</u>	<u>-</u>

10.1 Movement of provision

Opening balance		97,784,311	171,829,551
Reversal of provision during the period		(460,946)	(38,426,119)
Write-off of during the year		-	(35,619,121)
Closing balance		<u>97,323,365</u>	<u>97,784,311</u>

The Modaraba had provided funds under morabaha arrangements on profit and loss sharing basis to various entities outstanding since long. Based on the guidelines of the Modaraba Regulations 2021, receivables against these finances have been fully provided.

		March 31, 2022	June 30, 2021
11. DIMINISHING MUSHARKA FINANCE	Note	----- Rupees -----	
Diminishing musharaka finance - considered good	11.1	184,985,757	39,111,432
Diminishing musharaka finance - doubtful		666,134	666,134
Unearned Income		(38,975,991)	(7,132,655)
		<u>146,675,900</u>	<u>32,644,911</u>
Less: provision for non-performing diminishing musharaka	11.2	(666,134)	(666,134)
		<u>146,009,766</u>	<u>31,978,777</u>
Diminishing musharaka due after one year		(103,405,148)	(21,348,645)
Current portion of diminishing musharaka		<u>42,604,618</u>	<u>10,630,132</u>

KASB MODARABA
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2022

11.1 The profit rates on these diminishing musharaka arrangements range between 11.66% and 19.00% (June 2021: 10.00% and 19.00%). All diminishing musharaka arrangements are secured against hypothecation of assets, personal guarantees and promissory notes.

11.2 Movement of provision

	March 31, 2022	June 30, 2021
	----- Rupees -----	
Opening balance	666,134	6,384,294
Reversal of provision during the period	-	(5,718,160)
Closing balance	666,134	666,134

12. Receivable against sale of agriculture produce

During financial year 2016 KASB Modaraba (KASBM) & First Prudential Modaraba (FPrM) entered into a joint project for crushing of banola seed and sale of oil cake (Khal) in the market. M/s Pakistan Phutti International Limited (PPII) was engaged as seller & service provider responsible for sale of agriculture produce. Subsequently, natural cyclical shortage in productivity of cotton crop affected the availability of the banola seed and therefore the project was prudently discontinued by the Management Company to safeguard the interest of the Modaraba. As per settlement agreement dated April 27, 2016, with PPII advance for purchase of banola seed was converted into ijarah finance (secured) leaving a balance of Rs. 18.20 million receivable against sale of agriculture produce. Receivable amount is secured against Registered Mortgage on Property of service provider. After continuous default of payment the Management Company of Modaraba has filed recovery suits in the Banking Courts which is pending adjudication. The Management Company and the legal counsel are optimistic on favourable outcome of the case. The details of receivables are as under:

Description	KASBM	FPRM	Total
Initial Investment	51,000,000	81,000,000	132,000,000
Add: Gain on sale of Agriculture Produce	1,060,000	1,590,000	2,650,000
Less: Receipt against sale of agriculture produce	(14,353,590)	(14,473,432)	(28,827,022)
Less: converted to Ijarah Financing	(19,311,320)	(40,000,000)	(59,311,320)
Less: Consultancy Charges	(194,950)	(305,050)	(500,000)
	18,200,140	27,811,518	46,011,658
Provision for doubtful receivable against sale of agriculture produce	(18,200,140)	(27,811,518)	(46,011,658)
	-	-	-

13. ADVANCES, PREPAYMENTS AND OTHER

Advances to other employees - unsecured		389,406	77,921
Advances for purchase of assets- considered good		4,112,500	2,000,000
Prepayments		554,197	485,563
Short term security deposits		223,300	217,300
Accrued profit	13.1	238,631	981,546
Advance tax		4,887,706	3,852,433
Receivable from associated entities-considered good		1,676,000	522,022
Others		211,281	198,329
		12,293,021	8,335,114

KASB MODARABA

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2022

		March 31, 2022	June 30, 2021
	Note	----- Rupees -----	
13.1 ACCRUED PROFIT			
Accrued profit on bank deposits		238,631	692,973
Accrued profit on sukuk certificates		-	162,524
Accrued profit on modaraba term deposit		-	126,049
		<u>238,631</u>	<u>981,546</u>

14. IJARAH ASSETS

Plant and machinery	14.1	<u>31,362,000</u>	<u>3,579,900</u>
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14.1 Assets held under Ijarah arrangement

Description	Vehicle	Plant and machinery	Total
	----- Rupees -----		
Period ended December 31, 2021- (un audited)			
<i>Net carrying value basis</i>			
Opening - NBV *	-	3,579,900	3,579,900
Addition / deletion	28,968,000	-	28,968,000
Depreciation charge	(1,185,900)	-	(1,185,900)
Closing - NBV	<u>27,782,100</u>	<u>3,579,900</u>	<u>31,362,000</u>
<i>Gross carrying value basis</i>			
Cost	28,968,000	33,848,819	62,816,819
Accumulated depreciation and impairment	(1,185,900)	(30,268,919)	(31,454,819)
Closing - NBV	<u>27,782,100</u>	<u>3,579,900</u>	<u>31,362,000</u>
Year ended June 30, 2021- (Audited)			
<i>Net carrying value basis</i>			
Opening - NBV	-	3,579,900	3,579,900
Depreciation charge	-	-	-
Closing - NBV	<u>-</u>	<u>3,579,900</u>	<u>3,579,900</u>
<i>Gross carrying value basis</i>			
Cost	-	33,848,819	33,848,819
Accumulated depreciation and impairment	-	(30,268,919)	(30,268,919)
Closing NBV	<u>-</u>	<u>3,579,900</u> *	<u>3,579,900</u>
Depreciation rate % per annum	<u>20 to 66</u>	<u>14 to 33</u>	

* This amount is the residual value of the asset hence remained undepreciated.

KASB MODARABA
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2022

15. FIXED ASSETS - OWNED	Note	March 31,	June 30,
		2022	2021
		----- Rupees -----	----- Rupees -----
Tangible assets	15.1	-	103,666

15.1 Assets held under owned use

	March 31, 2022								Depreciation rate per annum
	Cost			Accumulated Depreciation				Book value	
	As at July 01, 2021	Deletions	As at December 31, 2021	As at July 01, 2021	Charge for the period	Disposal	As at December 31, 2021	As at December 31, 2021	
	----- Rupees -----								
Furniture and fixtures	715,000	(385,899)	329,101	691,987	1,350	(364,236)	329,101	-	10
Office equipment	551,202	(152,150)	399,052	520,324	-	(121,272)	399,052	-	20
Electrical equipment	3,908,313	(1,464,963)	2,443,350	3,866,913	-	(1,423,563)	2,443,350	-	20
Motor vehicles	116,680	(92,230)	24,450	116,680	-	(92,230)	24,450	-	20
Computers & accessories	3,214,096	(1,089,743)	2,124,353	3,205,721	8,375	(1,089,743)	2,124,353	-	33
	8,505,291	(3,184,985)	5,320,306	8,401,625	9,725	(3,091,044)	5,320,306	-	
	June 30, 2021								Depreciation rate per annum
	Cost			Accumulated Depreciation				Book value	
	As at July 01, 2020	Deletions	As at June 30, 2021	As at July 01, 2020	Charge for the year	Disposal	As at June 30, 2021	As at June 30, 2021	
	----- Rupees -----								
Furniture and fixtures	8,912,424	(8,197,424)	715,000	8,688,780	109,700	(8,106,493)	691,987	23,013	10
Office equipment	551,202	-	551,202	457,857	62,467	-	520,324	30,878	20
Electrical equipmen	5,079,382	(1,171,069)	3,908,313	4,426,484	299,925	(859,496)	3,866,913	41,400	20
Plant & Machinery	871,446	(871,446)	-	871,446	-	(871,446)	-	-	20
Motor vehicles	1,984,180	(1,867,500)	116,680	1,801,927	29,104	(1,714,351)	116,680	-	20
Computers & accessories	3,606,305	(392,209)	3,214,096	3,213,374	182,511	(190,164)	3,205,721	8,375	33
	21,004,939	(12,499,648)	8,505,291	19,459,868	683,707	(11,741,950)	8,401,625	103,666	

KASB MODARABA
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2022

		March 31, 2022	June 30, 2021
	Note	----- Rupees -----	
16. MUSHARAKA FINANCE			
Due within one year	16.1	-	50,000,000

16.1 The Pak Brunei Investment Company Limited (PBICL) extended callable / convertible financing line of Rs.250 million to the Modaraba under Musharaka arrangement. As per the terms of the Agreement Rs.50 million was disbursed on January 28, 2021, which was fully repaid along with return on the date of maturity i.e., December 31, 2021.

The return on finance was based on sharing of profit before tax and management fee in the ratio of PBICL investment to total Musharaka Capital (i.e., the sum of PBICL finance and Modaraba equity as on September 30, 2020).

The facility was secured by way of hypothecation charge on all movable assets and receivables and mortgage of immovable property of the Modaraba.

		March 31, 2022	June 30, 2021
	Note	----- Rupees -----	
17. SHORT TERM FINANCE			
	17.1	<u>50,000,000</u>	<u>-</u>

17.1 The Modaraba has availed finance facility of Rs. 50 million under Wakala Agreement dated December 30, 2021 from Pak Brunei Investment Company Ltd (PBIC). As per terms of the agreement, PBIC acts as Muwakkil (the principal) and Modaraba is the Wakil (the agent) to execute the Shariah Compliant transactions through and as a part of the Wakil's pool of assets for deployment of funds under the extended facility.

The facility shall be matured on December 31, 2022 and may thereafter be extended by a further period or periods of one year each if approved by both parties. Return to the Muwakkil on investment is expected at 3 Month KIBOR+2% per annum.

The facility is secured by way of First Hypothecation charge on all present and future assets of the Modaraba equivalent to PKR.66,666,667/- with 25% margin.

		March 31, 2022	June 30, 2021
	Note	----- Rupees -----	
18. CREDITORS, ACCRUED AND OTHER LIABILITIES			
Management Company's remuneration	18.1	379,639	3,299,941
SWWF Payable	28	1,649,706	1,503,300
Sundry creditors		5,632,673	4,636,673
Payable to associated entities		513,882	242,936
Accrued expenses		988,820	1,693,909
Charity payable	18.2	181,729	1,483,194
Insurance premium received in advance		818,167	139,287
Other liabilities		1,516,298	777,648
		<u>11,680,914</u>	<u>13,776,888</u>

18.1 The Sindh Revenue Board (SRB) has imposed Sindh Sales Tax (SST) on the Modaraba Management Company's remuneration with effect from November 01, 2011. However, certain modaraba management companies have approached the Honourable Sindh High Court (the Court) 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 accordingly, based on legal advisor's opinion obtained, 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. 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 based on outcome of the petition filed by other modaraba management companies.

		March 31, 2022	June 30, 2021
		----- Rupees -----	
18.2 Movement of charity payable			
Opening balance		1,483,194	1,214,078
Add: Amount credited during the period / year		<u>211,729</u>	<u>269,116</u>
		1,694,923	1,483,194
Less: Amount paid during the period / year		<u>(1,513,194)</u>	<u>-</u>
		<u>181,729</u>	<u>1,483,194</u>

KASB MODARABA
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2022

		March 31, 2022	June 30, 2021
	Note	----- Rupees -----	
19 REDEEMABLE CAPITAL- PARTICIPATORY AND UNSECURED			
Certificates of Musharaka	19.1	<u>1,315,000</u>	<u>1,315,000</u>

19.1 This represents matured and unclaimed amount against certificate of musharaka.

20. ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

December 31, 2021	June 30, 2021		March 31, 2022	June 30, 2021
----- Certificates -----			----- Rupees -----	
		Modaraba Certificates of Rs. 10/- each fully paid in cash	249,584,000	249,584,000
24,958,400	24,958,400	Modaraba Certificates of Rs. 10/- each issued as fully paid bonus certificates	33,160,000	33,160,000
3,316,000	3,316,000	Modaraba Certificates of Rs. 10/- each issued at 50% discount as right certificates	197,920,800	197,920,800
<u>19,792,080</u>	<u>19,792,080</u>		<u>480,664,800</u>	<u>480,664,800</u>
<u>48,066,480</u>	<u>48,066,480</u>			

20.1 As at 31 March 2022, Pak Brunei Investment Company Limited (holding Company of the Management Company) held 4,806,648 (June 30, 2021: 4,806,648).

21. UNREALIZED GAIN ON REVALUATION OF INVESTMENT

	March 31, 2022	June 30, 2021
	----- Rupees -----	
Gain on revaluation at the beginning of the period/year	712,440	-
Gain on remeasurement during the period	87,359	712,440
	<u>799,799</u>	<u>712,440</u>
Reversal of unrealized gain on disposal of sukuk certificates	(799,799)	-
	<u>-</u>	<u>712,440</u>

22. PROVISION FOR TAXATION

The tax exemption by virtue of Clause 100 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 had been withdrawn through Tax Laws (Second amendment), 2021 dated March 21, 2021 which was subsequently adopted in Finance Act, 2021. By virtue of withdrawal of exemption, provision for taxation has been recorded in these of financial statements..

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.

	March 31, 2022	March 31, 2021
	----- Rupees -----	
Current	959,860	-
Prior	-	-
	<u>959,860</u>	<u>-</u>

23. CONTINGENCIES AND COMMITMENTS

Some of the modarabas in the sector have received letter from Assistant Commissioner, Sindh Revenue Board (SRB), whereby it came to their notice that these Modarabas are engaged in providing / rendering taxable services which falls under the Second Schedule of Sindh Sales Tax on Services Act, 2011 (the Act), and the sales tax on such services, i.e. on lease rentals / lease financing transactions remains outstanding. The modarabas who have received the said letter, collectively decided that under the supervision of NBFI & Modaraba Association Pakistan, a petition against the same be filed through a common legal counsel in the Honorable High Court of Sindh (HCS) challenging levy of Services Sales Tax on lease rental/ lease financing transactions including the vires of various headings of the Second Schedule of the Act. Being similar in nature of business it was expected that the same type of letter shall be received by KASB Modaraba. Therefore, management has taken cautious approach and become a party in collective effort undertaken by the other modarabas.

24. MANAGEMENT COMPANY'S REMUNERATION

In accordance with the Modaraba Companies and Modaraba Rules, 1981, management remuneration at the rate of 10% of annual profits is payable to the Management Company.

25. SINDH WORKER'S WELFARE FUND

The Sindh Assembly passed a bill on May 4, 2015 and notified Sindh Worker's Welfare Act 2014 on June 4, 2015. As per the said Act the applicability of Sindh Worker's Welfare Fund is effective from the financial year of the entities ended on or after December 31, 2013. Accordingly provision has been made at the rate of 2% (June 30, 2021 : 2%) of profit before taxation or taxable income, whichever is higher, effective after June 30, 2014.

	March 31, 2022	March 31, 2021
26. EARNING / (LOSS) PER CERTIFICATE - BASIC AND DILUTED	----- Rupees -----	----- Rupees -----
Profit / (Loss) for the period	<u>6,360,399</u>	<u>30,633,447</u>
	----- Number -----	----- Number -----
Weighted average number of certificates	<u>48,066,480</u>	<u>48,066,480</u>
	----- Rupees -----	----- Rupees -----
Earnings per certificate -basic and diluted ^a	<u>0.13</u>	<u>0.64</u>

*The Modaraba does not have any dilutive potential shares in issue as at the year end.

KASB MODARABA
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2022

27. TRANSACTIONS AND BALANCE WITH RELATED PARTIES

The related parties of the Modaraba comprise of the Management Company and its Holding Company, Modarabas under common management (Awwal Modaraba, First Prudential Modaraba and First Pak Modaraba) 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 Company. 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.

Transactions and balances with related parties during the year other than those disclosed elsewhere in the financial statements are given below.

Relationship with Modaraba	Nature of Transactions	March 31, 2022	June 30, 2021
		----- Rupees -----	
Balances with related parties			
Holding Company of the			
Pak Brunei Investment Company Limited	Modaraba Term Deposit	-	27,000,000
	Accrued return on modaraba term deposit	-	126,049
	Musharika Finance	-	(50,000,000)
	Short term finance	(50,000,000)	-
	Accrued return on musharaka finance	-	(5,762,187)
	Accrued shared service cost	(242,936)	(242,936)
Modaraba Management Company			
Awwal Modaraba Management Limited	Management Company's remuneration	(379,639)	(3,299,941)
Modarabas under common management			
Awwal Modaraba	Payable against cost of deputed employee	-	(659,542)
	Payable against sharing of common expenses	(21,135)	(64,095)
First Prudential Modaraba	Receivable against sharing of common expenses	1,151,754	1,547,652
First Pak Modaraba	Receivable against sharing of common expenses	69,093	282,468
		March 31, 2022	March 31, 2021
		----- Rupees -----	
Expense / (income) for the period			
Holding Company of the Management Company			
Pak Brunei Investment Company Limited	Return on modaraba term deposit	(992,641)	-
	Return on musharaka finance	1,678,601	-
	Return on short term finance	1,546,027	-
	Shared services cost	2,188,692	-

KASB MODARABA
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2022

Modarabas under common management

Awwal Modaraba	Staff cost of deputed employee	-	658,957
	Payable against sharing of common expenses	191,446	64,680
First Prudential Modaraba	Reimbursement of expenses	(1,131,749)	(1,755,470)
First Pak Modaraba	Reimbursement of expenses	(207,279)	(363,544)

Other related party

Jubilee Life Insurance Co.	Takaful premium	559,751	338,694
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Payments / (Receipts) made during the period

Holding Company of the

Management Company

Pak Brunei Investment Company Limited	Musharika Finance	50,000,000	(50,000,000)
	Short term finance	(50,000,000)	-
	Return on musharaka finance	8,986,815	-
	Modaraba term deposit	(27,000,000)	-
	Return on modaraba term deposit	(1,118,690)	-
	Shared service cost	2,188,692	-
	Receipt against novation of diminishing musharaka finance facility	(25,000,000)	-

Modaraba Management Company

Awwal Modaraba Management Limited	Management Company's remuneration	-	-
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Modarabas under common management

Awwal Modaraba	Staff cost of deputed employee	-	-
	Payable against sharing of common expenses	(170,311)	-
First Prudential Modaraba	Sharing of common expenses	(1,527,647)	(2,011,928)
First Pak Modaraba	Sharing of common expenses	420,654	(649,533)
Jubilee Life Insurance Co.	Takaful premium	559,751	338,694

28. CORRESPONDING FIGURES

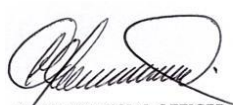
Corresponding figures have been rearranged and reclassified, wherever necessary for the purposes of comparison and better presentation. However, no significant rearrangements or reclassification have been made in these special purpose statement of financial position during the current year.


29. GENERAL

Figures in these special purpose statement of financial position have been rounded off to the nearest Rupee.

30. DATE OF AUTHORISATION

These special purpose statement of financial position has been authorized for issue on 21-04-2022 by the Board of Directors of Awwal Modaraba Management Limited.


CHIEF FINANCIAL OFFICER

For Awwal Modaraba Management Limited
 (Management Company)

CHIEF EXECUTIVE OFFICER


DIRECTOR


DIRECTOR

KASB MODARABA

KASB MODARABA
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**QUARTERLY
REPORT
MARCH 31,
2022**