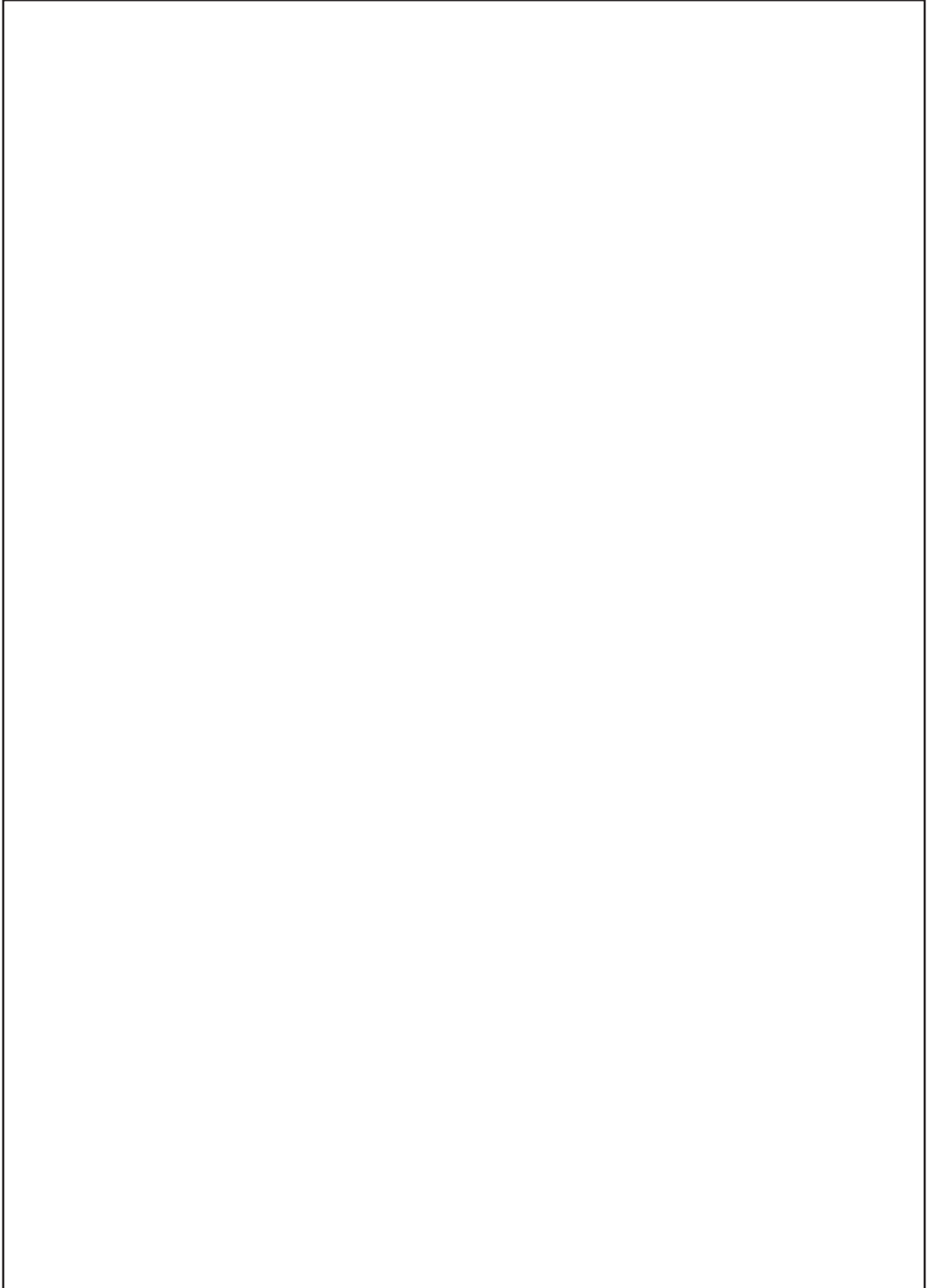


QUARTERLY REPORT
MARCH 2015

صاف اور شفاف آمدنی،
سچا سکون ہے...



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CORPORATE INFORMATION

Board of Directors

Syed Waseem-ul-Haq Haqqie
Rashid K. Siddiqui
Syed Muhammad Rehmanullah
Farrukh S. Ansari

Chairman
Chief Executive Officer
Director
Director

Company Secretary & Chief Financial Officer

Aftab Afroz Mahmoodi

Head of Internal Audit

Syed Shahid Owais

Management Company

KASB Invest (Private) Limited

Auditors

Ernst & Young Ford Rhodes Sidat Hyder
Chartered Accountants

Audit Committee

Farrukh S. Ansari
Syed Muhammad Rehmanullah
Syed Waseem-ul-Haq Haqqie

Chairman
Member
Member

Human Resource and Remuneration Committee

Farrukh S. Ansari
Syed Waseem-ul-Haq Haqqie
Syed Muhammad Rehmanullah
Rashid K. Siddiqui

Chairman
Member
Member
Member

Bankers

KASB Bank Limited
Al-Baraka Islamic Bank
Burj Bank Limited
Meezan Bank
Bank Islami
Bank Al-Falah Limited
Silk Bank Limited Emaan
Soneri Bank Limited
Dubai Islamic Bank
Bank of Khyber

Registered & Head Office

8-C, Block-6,
P.E.C.H.S
Off: Shahr-e-Faisal
Karachi.
Telephone: 021-34398852-55

Certificate Transfer Office

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

Legal Advisor

Ahmed & Qazi
S&B Durrani Law Associates

Shariah Advisor

Mufti Abdul Sattar Laghari

Branch Offices

Gulshan-e-Iqbal Branch
Mezzanine Floor,
Friends Paradise, SB-36,
Block No. 13-B, University Road,
Karachi.
Telephone: 021-34822814-18

D.H.A. Branch

74-C, 13th Commercial Street
D.H.A, Phase II Extension
Karachi.
Telephone: 021-35313939-40

Web Address

www.kasbmodaraba.com

E-mail

info.modaraba@kasb.com



DIRECTORS' REPORT



The Board of Directors of KASB Invest (Private) Limited, the Management Company of KASB Modaraba is pleased to present the un-audited condensed interim financial statements for the nine months ended March 31, 2015.

FINANCIAL HIGHLIGHTS

Financial highlights are as under:-

	Rupees	
BALANCE SHEET	March 2015	June 2014
Modaraba Finance	23,477,163	36,235,793
Musharaka Finance	43,095,771	93,777,447
Murabaha Finance	346,926,938	395,090,496
Diminishing Musharaka Finance	350,260,140	399,437,906
Ijarah Assets	43,525,181	72,363,491
Property acquired in satisfaction of financing facility	33,759,860	33,759,860
Total Assets	1,019,786,609	1,305,559,451
Net Assets	390,351,415	289,671,804

	March 2015	March 2014
PROFIT & LOSS ACCOUNT		
Income	147,324,300	143,641,949
Operating & Financial Charges	(131,770,071)	(128,538,299)
Operating Profit	15,554,229	15,103,650
Management Company Fee	(2,232,787)	(1,510,365)
Profit for the Period	13,321,442	13,593,285
Earning per Modaraba Certificate	0.35	0.36

REVIEW OF OPERATIONS

By the Grace of Allah, KASB Modaraba has successfully completed nine months period ended March 31, 2015. The period closed with net Profit of Rs.13.32 million and earning per Certificate was Rs.0.35. During the period the total income was Rs.147.32 million and the operating & financial charges were Rs.131.77 million.

Effective from February 2015, we have discontinued our investment in Dairy Project (the project was commenced during August 2014). The SECP has desired to keep the assets of Modaraba distinct from the other entities of the group. Although, the transaction was initiated after obtaining the advise from Shariah Advisor, legal and financial consultants but the management in principle had decided to act as per the directions of the regulators.

The management has continued to adopt a cautious approach in its conduct of business activities thus ensuring steady growth in profitability and build a sound institution for the extension of Islamic finance.

FUTURE PROSPECTS

Our business strategy & approach are sound with a focus to enhance Shariah Compliant business. We are confident that your Modaraba will Inshallah continue to improve profitability in future.



ACKNOWLEDGEMENT

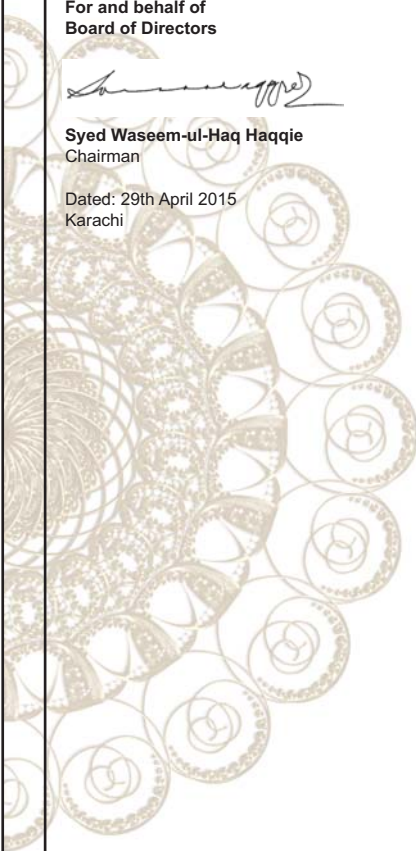
The Board greatly appreciates the support co-operation of the regulatory authorities, certificate holders, customers and bankers and looks forward to their continued support and guidance in future.

We pray to Almighty Allah for the success of your Modaraba.

**For and behalf of
Board of Directors**

Syed Waseem-ul-Haq Haqqie
Chairman

Dated: 29th April 2015
Karachi



CONDENSED INTERIM BALANCE SHEET(UN-AUDITED)



AS AT MARCH 31, 2015

ASSETS	Note	March 31,	June 30,
		2015	2014
		Un-audited	Audited
		------(Rupees)-----	
Current assets			
Cash and bank balances	4	101,445,672	172,123,131
Short-term investments	5.1	29,328,250	58,224,203
Short term modaraba finance		23,477,163	36,235,793
Short term musharaka finance	6	43,095,771	93,777,447
Current portion of long term murabaha finance- gross	7	301,942,755	360,807,368
Current portion of long term diminishing musharaka finance	8	172,900,309	220,026,203
Current portion of long term net investment in finance lease		128,770	383,595
Ijarah rentals receivable		3,698,975	2,423,351
Advances, prepayments and other receivables		19,840,728	18,683,527
Accrued profit		7,537,209	7,198,998
Property acquired in satisfaction of financing facility		33,759,860	33,759,860
Advance tax		1,062,619	894,386
		738,218,081	1,004,537,862
Non-current assets			
Long-term Investments	5.2	2,984,452	6,266,507
Long-term murabaha finance - gross	7	44,984,183	34,283,128
Long-term diminishing musharaka finance	8	177,359,831	179,411,703
Long-term net investment in finance lease		-	133,070
Long-term deposits		835,300	1,630,300
Ijarah assets		43,525,181	72,363,491
Fixed assets	9	11,879,581	6,933,390
		281,568,528	301,021,589
TOTAL ASSETS		1,019,786,609	1,305,559,451
LIABILITIES			
Current liabilities			
Current portion of long term deposits	10	313,105,000	771,505,343
Current portion of long term security deposits		4,454,889	5,449,328
Current portion of long term deferred murabaha income		14,673,379	20,350,419
Creditors, accrued and other liabilities		45,726,201	47,769,185
Profit distribution payable		295,272	-
Unclaimed profit distribution		1,607,401	1,607,401
Total current liabilities		379,862,142	846,681,676
Non-current liabilities			
Long-term deposits	10	233,375,000	153,985,000
Security deposits		5,572,947	2,687,100
Long-term portion of deferred murabaha income		8,700,493	10,968,227
Deferred liabilities - staff gratuity		1,924,612	1,565,644
		249,573,052	169,205,971
TOTAL LIABILITIES		629,435,194	1,015,887,647
NET ASSETS		390,351,415	289,671,804
REPRESENTED BY			
CAPITAL AND RESERVES			
Certificate capital			
Authorised:			
50,000,000 (June 30, 2014: 50,000,000) certificates of Rs. 10/- each		500,000,000	500,000,000
Issued, subscribed and paid-up capital	11	480,664,800	282,744,000
Discount on issuance of certificates		(98,960,400)	-
Statutory reserve		75,555,670	72,891,382
Accumulated loss		(68,066,582)	(67,187,781)
Unrealised Gain on revaluation of available for sale investments		1,157,927	1,224,203
CONTINGENCIES AND COMMITMENTS	12	390,351,415	289,671,804

The annexed notes 1 to 16 form an integral part of these financial statements.

For KASB Invest (Private) Limited
(Management Company)

Chief Executive

Director

Director

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)



FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31 MARCH 2015

	Nine months period ended 31 March		Quarter ended 31 March	
	2015	2014	2015	2014
	-----Rupees-----		-----Rupees-----	
Income/(loss) from:				
- leasing operations	40,754,117	17,691,544	12,010,509	4,512,866
- musharaka finance	2,793,330	11,854,778	2,227,715	2,694,807
- murabaha finance	36,387,216	43,065,387	11,336,113	16,915,203
- modaraba finance	(4,873,671)	8,669,532	(172,603)	-
- diminishing musharaka finance	50,397,208	47,710,492	15,587,914	14,220,239
- sukuk bonds	447,106	781,066	108,566	242,639
- agricultural produce	4,691,988	-	1,117,394	-
- bank deposits	8,512,000	9,868,682	2,508,469	6,219,230
Gain on sale of investments - net	1,170,295	-	-	-
	140,279,589	139,641,481	44,724,077	44,804,984
Financial charges	(48,016,068)	(74,426,754)	(14,685,117)	(24,218,887)
Ijarah finance - direct cost	-	(63,310)	-	(63,310)
Modaraba finance - direct cost	(1,488,628)	(4,877,142)	268,003	(1,435,184)
Murabaha finance - direct cost	-	(35,000)	-	(35,000)
DMM finance - direct cost	-	(165,780)	-	(165,780)
Biological assets - direct cost	(2,270,900)	-	(470,000)	-
Depreciation on assets under ijarah arrangements	(34,640,867)	(14,330,925)	(9,364,484)	(4,763,524)
	(86,416,463)	(93,898,911)	(24,251,598)	(30,681,685)
	53,863,126	45,742,570	20,472,479	14,123,299
Other income	7,044,711	4,000,468	2,104,686	1,171,768
Administrative and operating expenses	(45,353,608)	(34,639,388)	(17,060,843)	(10,937,543)
	(38,308,897)	(30,638,920)	(14,956,157)	(9,765,775)
	15,554,229	15,103,650	5,516,322	4,357,524
Modaraba management fee	(1,332,144)	(1,510,365)	(328,353)	(435,752)
Services sales tax	(634,214)	-	(634,214)	-
Provision for Workers' Welfare Fund	(266,429)	-	(85,747)	-
Profit before taxation	13,321,442	13,593,285	4,468,008	3,921,772
Taxation	13	-	-	-
Net profit for the period	13,321,442	13,593,285	4,468,008	3,921,772
		Restated		Restated
Earning per certificate	0.35	0.36	0.12	0.28

The annexed notes 1 to 16 form an integral part of these financial statements.

For KASB Invest (Private) Limited
(Management Company)

Chief Executive

Director

Director

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)



FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31 MARCH 2015

	for nine months ended		Quarter ended	
	31 March 2015	2014	31 March 2015	2014
	----- Rupees -----			
Net profit for the period	13,321,442	13,593,285	4,468,008	3,921,772
Other comprehensive income				
<i>Items to be reclassified to profit or loss in subsequent periods:</i>				
Unrealized gain on revaluation of available-for-sale investments arising during the period	1,104,019	-	-	-
Realised gain on sale of investments included in the profit and loss account	(1,170,295)	-	-	-
	(66,276)	-	-	-
<i>Items not to be reclassified to profit or loss in subsequent periods:</i>				
Actuarial loss on defined benefit plans	-	-	-	-
Total comprehensive income for the period	13,255,166	13,593,285	4,468,008	3,921,772

The annexed notes 1 to 16 form an integral part of these financial statements.

For KASB Invest (Private) Limited
(Management Company)

Chief Executive

Director

Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31 MARCH 2015



Note	Nine months period ended March 31, 2015	Nine months period ended March 31, 2014
	-----Rupees-----	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	13,321,442	13,593,285
Adjustments for non-cash charges and other items:		
Gain on disposal of ijarah assets	(360,473)	(171,339)
Gain on disposal of fixed assets	(2,000)	-
Gain on sale of marketable securities	(1,170,295)	-
Depreciation	36,446,467	15,174,403
Amortisation	157,296	164,252
Gratuity expense	749,188	1,662,326
Deferred income	-	-
Provision for Workers' Welfare Fund	266,429	-
Financial charges	48,016,068	74,426,754
	84,102,680	91,256,396
(Increase) / decrease in assets		
Net investment in finance lease	387,895	-
Musharaka finance	50,681,676	13,072,388
Murabaha finance	48,163,558	211,464,780
Modaraba finance	12,758,630	29,822,627
Ijarah rentals receivable	(1,275,624)	171,901
Diminishing Musharaka	49,177,766	56,642,087
Advances, deposits, prepayments and other receivables	(1,157,201)	(1,930,508)
Accrued profit	(338,211)	(14,472,889)
Property acquired in satisfaction of Financing Facility	-	(33,759,860)
Long-term deposits	795,000	(520,000)
	159,193,489	260,490,526
Increase / (decrease) in liabilities		
Security deposits	1,891,408	(500,000)
Deferred murabaha income	(7,944,774)	(23,785,193)
Creditors, accrued and other liabilities	(5,019,092)	27,764,378
	(11,072,458)	3,479,185
Taxes paid	(168,233)	(220,304)
Dividend paid	(11,240,683)	-
Staff Gratuity paid	(140,491)	(2,192,517)
Financial charges paid	(45,306,389)	(71,163,948)
	(56,855,796)	(73,576,769)
Net cash generated from / (utilised in) operating activities	188,689,357	295,242,623
CASH FLOW FROM INVESTING ACTIVITIES		
Sales proceeds from disposal of Ijarah assets	5,503,077	3,086,462
Proceeds from sale of investments	31,497,153	15,380,887
Sales proceeds from disposal of fixed assets	10,000	-
Purchase of fixed Assets	(6,966,168)	(154,467)
Purchase of Ijarah Assets	(7,380,936)	(2,736,000)
Purchase of biological Assets	(1,980,000)	-
Net cash generated from investing activities	20,683,126	15,576,882
CASH FLOW FROM FINANCING ACTIVITIES		
Short-term Musharaka finance	-	-
Deposits	(379,010,342)	(287,625,964)
Issue of certificates at discount	98,960,400	-
Net cash (utilised in) / generated from financing activities	(280,049,942)	(287,625,964)
Net (decrease) / increase in cash and cash equivalents	(70,677,459)	23,193,541
Cash and cash equivalents at the beginning of the period	172,123,131	175,151,750
Cash and cash equivalents at the end of the period	101,445,672	198,345,291

The annexed notes 1 to 16 form an integral part of these financial statements.

For KASB Invest (Private) Limited
(Management Company)

Chief Executive

Director

Director

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)



FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31 MARCH 2015

	Certificate Capital	Discount on Issuance of certificates	Statutory Reserve	Unrealised appreciation / (diminution) on remeasurement of investments classified as 'available-for- sale'	Accumulated Loss	Total
	Rupees					
Balance as at June 30, 2013	282,744,000	-	60,894,008	-	(78,423,139)	265,214,869
Total comprehensive income for the Period ended from July 1, 2013 to March 31, 2014	-	-	-	-	13,593,285	13,593,285
Transfer to statutory reserve	-	-	6,796,643	-	(6,796,643)	-
Balance as at March 31, 2014	282,744,000	-	67,690,651	-	(71,626,497)	278,808,154
Total comprehensive income for the Period ended from April 1, 2014 to June 30, 2014					10,401,467	10,401,467
Other comprehensive income				1,224,203	(762,017)	462,186
Transfer to statutory reserve			5,200,731		(5,200,731)	-
Balance as at June 30, 2014	<u>282,744,000</u>	<u>-</u>	<u>72,891,382</u>	<u>1,224,203</u>	<u>(67,187,778)</u>	<u>289,671,807</u>
Balance as at July 01, 2014	282,744,000	-	72,891,382	1,224,203	(67,187,781)	289,671,804
Issue of right certificates (Note 11)	197,920,800	(98,960,400)	-	-	-	98,960,400
Net profit for the period	-	-	-	-	13,321,442	13,321,442
Other comprehensive income	-	-	-	(66,276)	-	(66,276)
Profit distribution for the year ended June 30, 2014 @ Rs. 0.24 per certificate	-	-	-	-	(11,535,955)	(11,535,955)
Transfer to statutory reserve	-	-	2,664,288	-	(2,664,288)	-
Balance as at March 31, 2015	<u>480,664,800</u>	<u>(98,960,400)</u>	<u>75,555,670</u>	<u>1,157,927</u>	<u>(68,066,582)</u>	<u>390,351,415</u>

The annexed notes 1 to 16 form an integral part of these financial statements.

For KASB Invest (Private) Limited
(Management Company)

Chief Executive

Director

Director

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)



FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31 MARCH 2015

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 KASB Modaraba (the Modaraba) was formed under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the rules framed thereunder and is managed by KASB Invest (Private) Limited (the Management Company), a Company Incorporated In Pakistan. The registered office of the Modaraba is located at 8-C, Block 6, PECHS Off. Shahrah-e-Faisal, Karachi.
- 1.2 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 listed securities. The Modaraba is listed on the Karachi and Lahore Stock Exchanges.

2. STATEMENT OF COMPLIANCE

- 2.1 These condensed interim financial statements have been prepared in accordance with International Accounting Standard - 34 "Interim Financial Reporting", the requirements of the 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 the 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, 2014.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of annual financial statements of the Modaraba for the year ended June 30, 2014 except as follows:

3.1 New / Revised Standards, Interpretations and Amendments

The Modaraba has adopted the following revised standard, amendments and interpretation of IFRSs which became effective for the current period:

- IAS 19 – Employee Benefits – (Amendment) - Defined Benefit Plans: Employee Contributions
- IAS 32 – Financial Instruments : Presentation – (Amendment)
 - Offsetting Financial Assets and Financial Liabilities
- IAS 36 – Impairment of Assets – (Amendment)
 - Recoverable Amount Disclosures for Non-Financial Assets
- IAS 39 – Financial Instruments: Recognition and Measurement – (Amendment)
 - Novation of Derivatives and Continuation of Hedge Accounting
- IFRIC 21 – Levies

The adoption of the above amendments to accounting standards and interpretations did not have any effect on the condensed interim financial statements.

In addition to the above standards and interpretations, improvements to various accounting standards have also been issued by the IASB and are generally effective for current period. The Modaraba expects that such improvements to the standards do not have any impact on the Modaraba's financial statements for the period.



NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)



FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31 MARCH 2015

	Note	March 31, 2015 Un-audited	June 30, 2014 Audited
		------(Rupees)-----	
4. CASH AND BANK BALANCES			
Cash at bank in :			
- current accounts		4,675,726	30,258,660
- saving accounts	4.1 & 4.2	96,338,075	141,643,441
	4.3	101,013,800	171,902,101
Cash in hand		123,492	112,650
Stamp papers		308,380	108,380
		101,445,672	172,123,131
4.1	These carry profit rates ranging from 6% to 8.25% (June 30, 2014: 6% to 9.40%)		
4.2	Includes Rs. 27,450,000 (June 30, 2014: Rs. 58,961,586) maintained as redemption reserve fund in respect of Certificate of Musharaka issued by the Modaraba.		
4.3	Balances with banks include an amount of Rs. 3,461,638 (30 June 2014: 29,325,000) held with KASB Bank Limited, a related party on which moratorium has been placed by the State Bank of Pakistan.		
5. INVESTMENTS			
5.1 Short-term investments			
Available-for-sale			
- Unit trust scheme - KASB Islamic Income Opportunity Fund	5.1.1	28,328,250	57,224,203
Held to maturity			
Current portion of Sukuk Bonds - unlisted	5.2	1,000,000	1,000,000
		29,328,250	58,224,203
5.1.1 Unit trust scheme - KASB Islamic Income Opportunity Fund			
		Number of Units	
		31 March 2015	
Investee company	As at 01 July 2014	Addition / (Disposal)	As at 31 March 2015
			Cost
			Carrying Value
			Unrealized gain
			----- Amount in Rupees -----
KASB Islamic Income Opportunity Fund	567,010	- (291,906)	275,104
			27,170,322
			28,328,250
			1,157,928
5.2 Long Term Investment			
Held to maturity Sukuk bonds-unlisted			
Name of investee company		March 31, 2015	June 30, 2014
		Un-audited	Audited
		-----Rupees-----	
Sukuk bond of Rs. 5,000 each			
Maple Leaf Cement Factory Limited		3,984,452	7,266,507
Less: Current portion of sukuk bonds		(1,000,000)	(1,000,000)
		2,984,452	6,266,507
6. SHORT TERM MUSHARAKA			
Musharaka finance - considered good		27,463,027	93,777,447
- considered doubtful		40,235,041	24,602,297
		67,698,068	118,379,744
Less: Provision for non-performing musharaka arrangements		(24,602,297)	(24,602,297)
		43,095,771	93,777,447
6.1	Expected range of profits ranges from 15% to 20% (June 30, 2014: 17.50% to 20.00%) per annum. All musharaka arrangements are secured against charged on assets, personal guarantees and promissory notes.		

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)



FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31 MARCH 2015

	March 31, 2015 Un-audited	June 30, 2014 Audited
	-----Rupees-----	
7. MURABAHA FINANCE		
Murabaha receivables - gross	391,254,803	439,418,361
Less: Provision for non-performing assets	<u>(44,327,865)</u>	<u>(44,327,865)</u>
	<u>346,926,938</u>	395,090,496
Murabaha finance- due after one year	<u>(44,984,183)</u>	(34,283,128)
Current portion of murabaha finance	<u>301,942,755</u>	<u>360,807,368</u>
7.1 The Profit rates on these murabaha arrangements range from 15% to 25% (June 30, 2014: 15% to 22%). All murabaha Arrangements are secured against registered mortgaged properties, personal guarantees and Promissory notes.		
8. DIMINISHING MUSHARAKA		
Diminishing musharaka receivables - gross	422,682,445	475,661,365
Less: Unearned income	<u>72,422,305</u>	76,223,459
	<u>350,260,140</u>	399,437,906
Diminishing musharaka finance- due after one year	<u>(177,359,831)</u>	(179,411,703)
Current portion of diminishing musharaka finance	<u>172,900,309</u>	<u>220,026,203</u>
8.1 The Profit rates on these diminishing musharaka arrangements range from 16% to 20% (June 30, 2014: 9.51% to 21.00%). All diminishing musharaka arrangements are secured against DM assets , personal guarantees and promissory notes.		
9. FIXED ASSETS		
Tangible assets	11,636,068	6,532,581
Intangible assets	<u>243,513</u>	400,809
	<u>11,879,581</u>	6,933,390
9.1 Details of addition / (disposals) during the period as follows:		
Addition to fixed assets		
- Office equipment	120,000	-
- Electrical equipment	-	1,367,150
- Furniture & fixture	4,514,182	54,580
- Computers	464,486	308,552
- Vehicles	<u>1,867,500</u>	-
	<u>6,966,168</u>	<u>1,730,282</u>
Disposal during the period		
- Electrical equipment	<u>80,000</u>	<u>(950,000)</u>
10. DEPOSITS		
Certificate of Musharaka	546,480,000	925,490,343
Long-term portion of deposits	<u>(233,375,000)</u>	<u>(153,985,000)</u>
	<u>313,105,000</u>	<u>771,505,343</u>
10.1 The estimate share of profit payable on certificate of musharaka ranges from 8.75% to 13.50% (June 30, 2014: 8.75% to 14.75%)		
11. ISSUED, SUBSCRIBED AND PAID-UP CAPITAL		
The modaraba during the period issued 70% right certificates of Rs.10/- each at a discounted price of Rs.5/- each amounting to Rs. 98,960,400. As an underwriter to issue, the management company subscribed 85% certificates		



NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31 MARCH 2015



12. CONTINGENCIES AND COMMITMENTS

There were no contingencies and commitments as at March 31, 2015

13. TAXATION

As per the Second Schedule to the Income Tax Ordinance, 2001, the income of a non-trading modaraba is exempt from income tax provided that it distributes 90% of its profits to its certificate holders for the year after making appropriation for statutory reserves. The Modaraba intends to avail this exemption by distributing 90% of its profits to its certificate holders after making appropriation for statutory reserves. Accordingly, no provision in respect of current and deferred tax has been made in these condensed interim financial statements.

	(Unaudited)	
	March 31, 2015	March 31, 2014
	-----Rupees-----	
	----- (Un-audited)-----	
14. TRANSACTIONS WITH RELATED PARTIES		
14.1 Transactions during the period		
Management Company	1,966,359	1,510,365
Associated companies		
Financial charges	808,510	8,273,553
Rent expense	56,866	60,000
Custodian charges	2,511	1,138
Supervision fee	600,000	-
Connectivity charges	176,920	-
Telephone expense	75,197	-
Other charges	26,621	-
Service charges	362,500	-
Reimbursement of expenses	1,561,000	-
Sale of Investment-unit trust scheme	29,915,814	-
Other Related Parties		
Income from diminishing musharaka finance	1,000,360	-
Vehicle running expense	226,850	-
Mobile phone reimbursement	80,000	-
Financial charges	619,698	557,889
	March 31, 2015	June 30, 2014
	Un-audited	Audited
	-----Rupees-----	
Balances as at the period end		
Management Company		
Modaraba management fee payable	1,966,359	2,714,955
Issue of certificates at discount	98,946,390	-
Associated companies		
Cash and bank balances	3,459,373	29,324,862
Certificate of Musharaka	76,000,000	153,000,000
Accrued mark-up payable	438,932	2,289,369
Creditors, accrued and other liabilities	392,422	447,618
Short term investment-unit trust scheme	28,691,249	57,224,203
Other Related Parties		
Certificate of Musharaka	9,110,000	6,425,000
Accrued mark-up payable	431,677	217,183

NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)



FOR THE QUARTER AND NINE MONTHS PERIOD ENDED 31 MARCH 2015

15. GENERAL

15.1 Figures have been rounded off to the nearest Rupee.

15.2 Certain prior period figures have been reclassified for the purpose of comparison . However, there are no material reclassifications to the report.

16. DATE OF AUTHORIZATION

These condensed interim financial statements were authorized for issue by Board of Directors of the Management Company on April 29, 2015.



Chief Executive

For KASB Invest (Private) Limited
(Management Company)



Director



Director

QUARTERLY REPORT MARCH 31, 2015





QUARTERLY REPORT MARCH 31, 2015

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