



## **QUARTERLY REPORT**

For the Quarter Ended

September 30, 2021  
(Un-audited)

**B.F. MODARABA**

Managed By

**E.A. MANAGEMENT (PVT) LTD.**

## CORPORATE INFORMATION

### MODARABA MANAGEMENT COMPANY

E. A. Management (Pvt.) Ltd.

### BOARD OF DIRECTORS

#### DIRECTORS OF MODARABA MANAGEMENT COMPANY

Mr. Ahmed Ali Mohammad Amin Bawany	Chairman
Mr. Muhammad Omar Amin Bawany	Chief Executive
Mr. Hamza Omar Bawany	Director
Mr. Abdul Ghaffar Umer	Independent Director

### AUDIT COMMITTEE

Mr. Abdul Ghaffar Umer	Chairman
Mr. Ahmed Ali Mohammad Amin Bawany	Member
Mr. Hamza Omar Bawany	Member

### HUMAN RESOURCE & REMUNERATION COMMITTEE

Mr. Abdul Ghaffar Umer	Chairman
Mr. Ahmed Ali Mohammad Amin Bawany	Member
Mr. Muhammad Omar Amin Bawany	Member

### COMPANY SECRETARY

Mr. Muhammad Ayub

### SHARIAH ADVISOR

Mr. Mufti Zubair Usmani

### LEGAL ADVISOR

Mr. Ghullam Rasool Korai

### MODARABA AUDITORS

M/s. Rehman Sarfaraz Rahim Iqbal Rafiq  
Chartered Accountants

### BANKERS

Al-Baraka Islamic Bank  
Bank Al-Habib Islamic Limited  
Habib Bank Limited  
Habib Metropolitan Islamic Bank Limited  
UBL Ameen Islamic Bank

### REGISTERED OFFICE

Plot No. 43-1-E, (B) P.E.C.H.S,  
Block-6, Off Razi Road,  
Shahrah-e-Faisal, Karachi Pakistan.  
UAN : 111-229-269  
Fax : (92-21) 34322864

### EMAIL & WEBSITE

E-mail: info@bfmodaraba.com.pk  
feedback@bfmodaraba.com.pk  
URL: www.bfmodaraba.com.pk

### SHARES REGISTRAR

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

**DIRECTOR'S REPORTS  
FOR THE PERIOD ENDED SEPTEMBER 30, 2021**

Dear Certificate Holders,  
Assalamo Alaikum,

By grace of Almighty Allah I take pleasure in presenting a brief review of the performance of your Modaraba for the first quarter ended September 30, 2021.

Gross revenue during the period was Rs.2.321 million vis-à-vis Rs. 3.637 million for the corresponding period of 2020-21., Pre-tax Profit stood at Rs. 0.209 million against a Pre-tax Profit of Rs. 1.452 million for the corresponding period of 2020-21. The unrealized loss in the value of investment in marketable securities is Rs.1.871 million.

Equity market showed its downward trend, KSE-100 index posted a negative impact of 5.5% during the period ended Sep-2021, closing at 44,899 points. However, we will remain cautious while taking further exposure in marketable securities.

We bow to Allah and pray for His blessing and guidance

**AMEEN**

Karachi:  
October 29, 2021

Muhammad Omar Amin Bawany  
Chief Executive

چیف ایگزیکٹو کا جائزہ

برائے اختتامی مدت 30 ستمبر 2021

محترم سرٹیفیکیٹ یافتگان

السلام علیکم!

اللہ تعالیٰ کے فضل و کرم سے میں 30 ستمبر 2021 کو ختم ہونے والی پہلی سہ ماہی کے لئے آپ کے مضاربہ کی کارکردگی کا مختصر سا جائزہ پیش کرتے ہوئے مسرت محسوس کرتا ہوں۔

اس مدت کے دوران مجموعی آمدنی 2.321 ملین روپے تھی جب 2020-21 کے اسی مدت کے لئے مجموعی آمدنی 3.637 ملین روپے تھی۔ لہذا ٹیکس سے پہلے آمدنی 0.209 ملین روپے جب کہ 2020-21 کے اسی مدت کے ٹیکس سے پہلے آمدنی 1.452 ملین روپے رہا۔ سیکیورٹیز کی خرید و فروخت میں سرمایہ کاری کی مالیت میں غیر حقیقی نقصان 1.871 ملین روپے تھا۔

ایکویٹی مارکیٹ نے اپنی گراؤ کا رجحان ظاہر کیا، KSE-100 انڈیکس نے ستمبر 2021 کو ختم ہونے والی مدت کے دوران 5.5 فیصد کا منفی اثر ڈالا، جو 44,899 پوائنٹس پر بند ہوا۔ تاہم، مارکیٹ ابل سبکدورٹیز میں مزید ایکسپوزر لیتے ہوئے ہم محتاط رہیں گے۔

اللہ تعالیٰ مضاربہ کے لئے ترقی کی ہماری کوششوں میں اپنی رہنمائی فرمائے اور نعمتوں سے نوازے آمین

محمد عمر امین باوانی

چیف ایگزیکٹو

کراچی: 29 اکتوبر 2021

**B.F. MODARABA  
BALANCE SHEET  
AS AT SEPTEMBER 30, 2021  
(UNAUDITED)**

	Note	Un-Audited Sep-2021	Audited June-2021
<u>Rupees</u>			
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Furniture and equipment		22,265	23,063
Long Term Deposits		40,019	40,019
Long term investments	1	116,035,563	127,330,464
Long term Musharaka	2	22,800,000	14,000,000
		<u>138,897,847</u>	<u>141,393,546</u>
<b>CURRENT ASSETS</b>			
Advance Tax - Net		4,327,068	4,323,688
Prepayments & other Receivables		657,416	688,418
Cash and bank balances		2,494,333	2,551,491
		7,478,817	7,563,597
<b>Total Assets</b>		<u><u>146,376,664</u></u>	<u><u>148,957,143</u></u>
<b>LIABILITIES &amp; EQUITY</b>			
<b>NON-CURRENT LIABILITIES</b>			
		-	-
<b>CURRENT LIABILITIES</b>			
Accrued expenses and other liabilities		2,766,036	2,680,431
Due to Management Company		793,804	770,129
Unclaimed Dividend		1,545,582	1,545,584
<b>Total Liabilities</b>		5,105,422	4,996,144
<b>CAPITAL AND RESERVES</b>			
Authorized Capital			
10,000,000 Modaraba			
Certificates of Rs. 10/- each		<u>100,000,000</u>	<u>100,000,000</u>
Issued, subscribed and paid-up capital		75,151,587	75,151,587
Reserve		67,990,395	67,865,607
		<u>143,141,982</u>	<u>143,017,194</u>
Unrealized (loss) /gain on re-measurement of investments classified as fair value through other comprehensive income		(1,870,741)	943,805
<b>TOTAL EQUITY</b>		<u>141,271,242</u>	<u>143,960,999</u>
<b>Total Liabilities and Equity</b>		<u><u>146,376,664</u></u>	<u><u>148,957,143</u></u>

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

**FOR E.A Management (Private) Limited**  
(Management Company)

Chairman

Chief Executive

Director

Chief Financial Officer

**B.F.MODARABA**  
**STATEMENT OF PROFIT AND LOSS ACCOUNT**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	September 2021	September 2020
	<u>Rupees</u>	
Operating Incomes	2,320,694	3,637,415
Operating expenses	<u>(2,083,946)</u>	<u>(1,990,716)</u>
Profit/(Loss) before charging management fee	236,748	1,646,699
Provision for management fee	<u>(23,675)</u>	<u>(164,670)</u>
Profit/(Loss) before wokers' welfare fund	213,073	1,482,029
Provision for workers' welfare fund	<u>(4,261)</u>	<u>(29,641)</u>
Profit/(Loss) before taxation	208,812	1,452,388
Taxation - current	<u>(84,023)</u>	<u>(55,515)</u>
Profit/(Loss) after taxation	<u>124,788</u>	<u>1,396,874</u>
Earning per certificate - Basic and Diluted	<u>0.02</u>	<u>0.19</u>

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

FOR E.A Management (Private) Limited  
(Management Company)

Chairman

Chief Executive

Director

Chief Financial Officer

**B.F.MODARABA**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

	For the quarter ended September 30,	
	2021	2020
	<u>Rupees</u>	
<b>Profit/ (loss) for the period</b>	124,788	1,396,874
<b>Other comprehensive income</b>		
<i>Items that will not be subsequently reclassified to profit or loss</i>		
Surplus / (deficit) on re-measurement of investments classified as at fair value through other comprehensive income	(2,814,549)	4,993,453
	(2,689,761)	6,390,327

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

FOR E.A Management (Private) Limited  
 (Management Company)

Chairman

Chief Executive

Director

Chief Financial Officer

**B.F.MODARABA**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

Description	Issued, subscribed and paid up capital	Reserves		Total
		Statutory Reserves	Unappropri- ated Profit	

**Rupees**

<b>Balance as at July 01, 2020</b>	<b>75,151,587</b>	<b>48,713,466</b>	<b>13,646,051</b>	<b>75,151,587</b>
Comprehensive income for the quarter	-	-	1,396,874	1,396,874
<b>Balance as at September 30, 2020</b>	<b>75,151,587</b>	<b>48,713,466</b>	<b>15,042,925</b>	<b>76,548,461</b>
Balance as at October 01, 2020	75,151,587	48,713,466	15,042,925	138,907,978
Comprehensive income for nine months	-	-	4,109,216	4,109,216
Transfer to the statutory reserves @ 28%	-	1,541,705	(1,541,705)	-
<b>Balance as at June 30, 2021</b>	<b>75,151,587</b>	<b>50,255,171</b>	<b>17,610,436</b>	<b>143,017,194</b>
Balance as at July 1, 2021	75,151,587	50,255,171	17,610,436	75,151,587
Comprehensive income for the quarter	-	-	124,788	-
<b>Balance as at September 30, 2021</b>	<b>75,151,587</b>	<b>50,255,171</b>	<b>17,735,224</b>	<b>75,151,587</b>

The annexed notes form an integral part of these financial

FOR E.A Management (Private) Limited  
(Management Company)

Chairman

Chief Executive

Director

Chief Financial Officer

**B. F. MODARABA**  
**STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED (1ST QUARTER) SEPTEMBER 30, 2021**

	September-2021	September-2020
Rupees		
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	208,812	1,452,388
Adjustments for :		
Depreciation- own assets	796	990
Unrealised Profit / (loss) on remeasurement of investments	(1,963,008)	(3,006,096)
Provision for Provident fund	104,344	101,554
Realized Profit / (Loss) on Sale of Mutual funds	353,628	-
Bank Profit	(22,534)	(261,220)
Provision for Mangement fee	23,675	164,670
Provision for WWF	4,261	29,641
Dividend Income	(688,780)	(370,099)
	(2,187,618)	(3,340,560)
	(1,978,806)	(1,888,172)
<b>Changes in working capital</b>		
<b>Decrease / (increase) in current assets :</b>		
Stock in Trade	-	-
Trade Debts	-	-
Prepayments and other receivable	(250,324)	(58,208)
<b>Increase / (decrease) in current liabilities:</b>		
Accrued expenses	(23,000)	(920,513)
Net increase in working capital	(273,324)	(978,721)
Taxes Paid	(87,403)	(94,697)
P.F Paid	-	(11,450)
Net cash Inflow(outflow) from operating activities	(2,339,533)	(2,973,040)
<b>B CASH FROM INVESTING ACTIVITIES</b>		
Additions in fixed assets	-	-
Own use	-	-
Long Term Investments acquired	-	(3,270,007)
Proceeds from sale of Investments	10,089,739	-
Long term Musharaka	(8,800,000)	-
Dividend received	967,979	327,515
Bank Profit received	24,781	264,393
Net cash inflow(outflow) from investing activities	2,282,499	(2,678,099)
<b>C. CASH FROM FINANCING ACTIVITIES</b>		
Net cash used in financing activities	-	-
Net increase/ (decrease) in cash and bank balances	(57,158)	(5,651,263)
Cash and bank balances at the beginning of the period	2,551,491	24,738,062
Cash and bank balances at the period ended September 30, 2021	2,494,333	19,086,801

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

Chairman

Chief Executive

Director

Chief Financial Officer

**B.F.MODARABA**  
**Notes to the Financial Statements**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2021**

**1- LONG TERM INVESTMENTS**

	Sep 2021 Rupees	June 2021 Rupees
<i>At fair value through other comprehensive income</i>		
1.1 Ordinary shares of listed companies	35,778,796	38,593,345
<i>At fair value through profit or loss</i>		
1.2 Units of open-ended mutual funds	80,256,766	88,737,118
	<u>116,035,563</u>	<u>127,330,462</u>

**1.1 'Investments in ordinary shares of listed companies**

*Unless stated otherwise, the following holdings are in ordinary shares/certificates of Rs. 10/- each.*

June 2021 Shares/Certificate	Sep 2021	NAME OF COMPANY/ INSTITUTION	Sep 2021 Rupees	June 2021 Rupees
<b>MODARABAS</b>				
21,136	<b>21,136</b>	Orix Modaraba	397,144	369,878
72,900	<b>72,900</b>	First Punjab Modaraba	219,429	203,391
<u>94,036</u>	<b>94,036</b>	<b>Total</b>	<u>616,573</u>	<u>573,269</u>
<b>BANK</b>				
34,353	<b>39,505</b>	Meezan Bank Limited	5,527,935	3,964,679
<u>34,353</u>	<b>39,505</b>	<b>Total</b>	<u>5,527,935</u>	<u>3,964,679</u>
<b>CEMENT</b>				
177000	<b>177000</b>	Fauji Cement	3,177,150	4,071,000
13000	<b>13000</b>	Kohat Cement	2,235,220	2,684,370
10,000	<b>10,000</b>	D.G.Khan Cement	884,200	1,179,200
10,000	<b>10,000</b>	Maple Leaf Cement	352,000	469,800
<u>210,000</u>	<b>210,000</b>	<b>Total</b>	<u>6,648,571</u>	<u>8,404,371</u>
<b>REFINERY</b>				
12500	<b>12500</b>	Attock Refinery Ltd	2,234,751	3,205,626
<u>12,500</u>	<b>12,500</b>	<b>Total</b>	<u>2,234,751</u>	<u>3,205,626</u>
<b>FUEL AND ENERGY</b>				
10,099	<b>10,099</b>	Pakistan Petroleum Ltd	756,514	876,894
22419	<b>22419</b>	Hub Power Company Ltd	1,648,471	1,786,124
49000	<b>49000</b>	Kohinoor Energy Ltd	1,577,791	1,763,991
600500	<b>600500</b>	K-Electric Ltd	2,402,243	2,510,333
<u>682,018</u>	<b>682,018</b>	<b>Total</b>	<u>6,385,019</u>	<u>6,937,342</u>
<b>ENGINEERING</b>				
29000	<b>29000</b>	Mughal Iron & Steel Ind.	2,830,980	3,027,600
25000	<b>25000</b>	International Steel Ltd	1,905,250	2,335,250
<u>54,000</u>	<b>54,000</b>	<b>Total</b>	<u>4,736,230</u>	<u>5,362,850</u>

**AUTOMOBILE ASSEMBLER**

2,000	<b>2,000</b>	Pak Suzuki Motors Ltd.,	<b>535,100</b>	710,880
<u>2,000</u>	<u><b>2,000</b></u>	<b>Total</b>	<u><b>535,100</b></u>	<u>710,880</u>

**FOOD & PERSONAL CARE PRODUCTS**

10,000	<b>10,000</b>	Frieslandcampina Engro Pakistan	<b>975,900</b>	1,150,800
<u>10,000</u>	<u><b>10,000</b></u>	<b>Total</b>	<u><b>975,900</b></u>	<u>1,150,800</u>

**TEXTILE COMPOSITE**

10,000	<b>10,000</b>	Nishat Mills Ltd	<b>908,600</b>	933,000
<u>10,000</u>	<u><b>10,000</b></u>	<b>Total</b>	<u><b>908,600</b></u>	<u>933,000</u>

**COMMUNICATION**

57,000	<b>57,000</b>	Pakisatan Telecommunication Company Ltd.	<b>533,520</b>	674,881
<u>57,000</u>	<u><b>57,000</b></u>	<b>Total</b>	<u><b>533,520</b></u>	<u>674,881</u>

**FERTILIZER**

95,000	<b>95,000</b>	Engro Fertilizer Company Ltd.	<b>6,676,599</b>	<b>6,675,649</b>
<u>95,000</u>	<u><b>95,000</b></u>	<b>Total</b>	<u><b>6,676,599</b></u>	<u>6,675,649</u>

<u>1,260,907</u>	<u><b>1,266,059</b></u>	<b>Grand Total</b>	<u><b>35,778,796</b></u>	<u>38,593,345</u>
------------------	-------------------------	--------------------	--------------------------	-------------------

**1.2 Investment in units of open-ended mutual funds**

June 2021	Sep 2021		Sep 2021	June 2021
Number of Units			Rupees	Rupees
<b>MUTUAL FUNDS</b>				
116,508	<b>116,508</b>	Meezan Islamic Fund	<b>7,184,237</b>	<b>7,383,779</b>
1,419,068	<b>1,319,068</b>	Meezan Islamic Income Fund	<b>69,857,836</b>	<b>73,033,202</b>
54,475	-	Alfalah GHP Islamic Value Fund	<b>0.0</b>	<b>4,856,821</b>
69,549	<b>69,549</b>	AKD Islamic Stock Fund	<b>3,214,693</b>	<b>3,463,317</b>
<u>1,659,600</u>	<u><b>1,505,125</b></u>	<b>Grand Total</b>	<u><b>80,256,766</b></u>	<u>88,737,118</u>

**2- LONG TERM MUSHARAKA**

This represent Musharaka Agreement entered into between Modaraba and M/s. Sustainable Environment Developers (SED) on May 26, 2021, with profit sharing ratio of 48.5% and 51.5% respectively. The agreement will dissolve / terminate upon mutual consent.

- These financial statements are unaudited and were authorized for issued on October 29, 2021 by the Board of Directors of the Management Company.
- The accounting policies adopted for the preparation of these financial statements are consistent with those applied for the preparation of the preceding published financial statements.
- Amount of Taxation is Provisional and final Tax liability will be determined on the basis of Annual Result.
- Figures have been rounded off to the nearest rupee and have been re-arranged where necessary for the purpose of comparison

Chairman	Chief Executive	Director	Chief Financial Officer
----------	-----------------	----------	-------------------------