FIRST NATIONAL BANK MODARABA
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2018

	Note	2018 Rupees	2017 Rupees
INCOME FROM OPERATIONS			
Ijarah rentals earned / income from ijarah finance		61,957,831	169,679,959
Profit on diminishing musharaka financing		1,962,269	4,269,226
Profit on murabaha investments		169,780	255,086
Profit on bank deposits		944,994	974,792
Gain on disposal of ijarah assets		936,127	4,525,381
Profit on short term investment		1,923,820	-
		67,894,821	179,704,444
OTHER INCOME			
Reversal of provision charged for doubtful receivables - net	32	8,055,717	-
Other income	29	79,929	97,018
		8,135,646	97,018
TOTAL INCOME		76,030,467	179,801,462
EXPENSES			
Depreciation on ijarah assets	18	(40,280,305)	(124,356,047)
Operating expenses	30	(15,551,096)	(15,175,035)
Finance cost	31	(15,986,550)	(23,700,399)
TOTAL EXPENSES		(71,817,951)	(163,231,481)
Operating profit before provision and taxation		4,212,516	16,569,981
Provision charged for doubtful receivables - net	32	-	(86,033,497)
Impairment loss on ijarah assets - net	18	(12,401,104)	(1,896,166)
		(8,188,588)	(71,359,682)
Modaraba Company's management fee	33	-	-
Loss before Taxation		(8,188,588)	(71,359,682)
Taxation	34	-	-
Net Loss for the Year		(8,188,588)	(71,359,682)
LOSS PER CERTIFICATE - BASIC AND DILUTED	35	(0.33)	(2.85)

The annexed notes from 1 to 42 form an integral part of these financial statements.

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

FIRST NATIONAL BANK MODARABA
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2018

	2018 Rupees	2017 Rupees
Net Loss for the Year	(8,188,588)	(71,359,682)
Other comprehensive income / (loss) for the year	-	-
Total Comprehensive Loss for the Year	(8,188,588)	(71,359,682)

The annexed notes from 1 to 42 form an integral part of these financial statements.

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

conform with approved accounting standards as applicable in Pakistan, and, give the information required by the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 (XXXI of 1980) and the Modaraba Companies and Modaraba Rules, 1981, in the manner so required and respectively give a true and fair view of the state of the Modaraba's affairs as at June 30, 2018 and of the loss, comprehensive loss, its cash flows and changes in equity for the year then ended; and

d) In our opinion, Zakat deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980), was deducted by the Modaraba and deposited in the Central Zakat Fund established under Section 7 of that Ordinance.

We draw attention to Note 1.2 in the financial statements, which indicates that the Modaraba incurred a net loss of Rs 8.189 million during the year ended June 30, 2018, and as of that date the Modaraba's current liabilities exceeded its current assets by Rs. 122.871 million. As stated in Note 1.2, a material uncertainty exists that may cast significant doubt on the Modaraba's ability to continue as a going concern. Our opinion is not qualified in respect of this matter.

LAHORE
Dated:

HORWATH HUSSAIN CHAUDHURY & CO.
Chartered Accountants

(Engagement Partner: Amin Ali)