

QUARTERLY ACCOUNTS

(un-audited)

For the first quarter ended September 30, 2016



FIRST IMROOZ MODARABA

Managed by
A R Management Services (Private) Limited



FIRST IMROOZ MODARABA

REPORT OF THE DIRECTORS

The Board of Directors of A R Management Services (Private) Limited, the management company of First Imrooz Modaraba are pleased to present their quarterly report along with unaudited financial statements for the first quarter ended on September 30, 2016.

1. Financial Highlights

Financial results of the Modaraba are summarized as under:-

	(Rupees in million)	
	Three months ended	
	30-Sep-16	30-Sep-15
Sales	154.767	169.761
Gross profit	24.605	26.633
Operating expenses	13.925	12.020
Other income	0.438	0.121
Profit for the quarter	3.558	6.272
Earnings per certificate - basic & diluted (Rupees)	1.19	2.09

2. Review of Operations

The turnover of Modaraba for this quarter slightly decreased to Rs. 154.767 million as against Rs. 169.761 million of the corresponding quarter. Gross Profit also decreased to Rs. 24.605 million as compared to Rs. 26.633 million of the corresponding quarter.

Other income for this quarter is Rs. 0.438 million as against Rs. 0.121 million of the corresponding quarter.

As a result, the Modaraba recorded a profit of Rs. 3.558 million as against Rs. 6.272 million of the corresponding quarter.

3. Acknowledgement

The Board wishes to express its thanks for continued guidance and support extended by the Registrar Modaraba and other officials of Securities and Exchange Commission of Pakistan. The Board also wishes to thank its certificate holders, colleagues, investors, bankers and business accounts for their continued support and co-operation.

on behalf of the Board

Naveed Riaz
Chief Executive

October 24, 2016



FIRST IMROOZ MODARABA

ڈائریکٹرز کی رپورٹ

فہرست امروز مضاربہ کی انتظامی کمیٹی نے آرٹھیٹ سرومز (پرائیویٹ) لمیٹڈ کے بورڈ آف ڈائریکٹرز مضاربہ کی سہ ماہی رپورٹ بعد پہلے سہ ماہی اختتام 30 ستمبر 2016 کے فیئر آڈیٹڈ مانی حسابات کے ساتھ پیش کرتے ہیں۔

نمایاں مالیاتی نکات

مضاربہ کے مالیاتی نتائج مندرجہ ذیل ہیں:

30-Sep-15	30-Sep-16	
	(ملین روپوں میں)	
169.761	154.767	فروخت اشیاء
26.633	24.605	مجموعی منافع
12.020	13.925	آپریٹنگ اخراجات
0.121	0.438	دیگر آمدنی
6.272	3.558	خاص منافع
2.09	1.19	نی کس سرٹیفکیٹ آمدنی (بنیادی اور تحلیل شدہ) روپے

کارکردگی کا جائزہ

اس سہ ماہی میں مضاربہ کی اشیاء کی فروخت معمولی کمی کی وجہ سے 154.767 ملین روپے رہی جبکہ اسکے مقابلے میں پچھلے دورانیے میں یہ 169.761 ملین روپے تھی۔ اس کی مناسبت سے مجموعی منافع 24.605 ملین روپے تک رہا، جب کہ اس کے مقابلے پچھلی مدت کے دوران مجموعی منافع 26.633 ملین روپے تھا۔

اس مدت کی دیگر آمدنی 0.438 ملین روپے رہی جب کہ گزشتہ مدت میں یہ 0.121 ملین روپے تھی۔

نتیجے کے طور پر مضاربہ کا خاص منافع سہ ماہی اختتام پہ 3.558 ملین روپے رہا، جو کہ گزشتہ مقابل مدت پہ 6.272 ملین روپے تھا۔

اعتراف نامہ

بورڈ اس موقع پر رجسٹرار مضاربہ اور سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے دیگر حکام کی مسلسل رہنمائی اور مدد کے لئے اپنے تشکر کا اظہار کرتا ہے۔ بورڈ اس کے علاوہ اپنے سرٹیفکیٹ مالکان، رفقاء کار، سرمایہ کاروں، بینکاروں اور کاروباری پارٹیوں کی رہنمائی اور خصوصاً مضاربہ کے تمام ملازمین کی شہانہ روز محنت اور لگن کے لئے ان سب کا شکر گزار ہے۔

منجانب بورڈ

نوید ریاض

چیف ایگزیکٹو

24 اکتوبر، 2016



FIRST IMROOZ MODARABA

CONDENSED INTERIM BALANCE SHEET AS AT SEPTEMBER 30, 2016

	Note	Sept. 30, 2016 Rupees (Un-audited)	June 30, 2016 Rupees (Audited)
NON CURRENT ASSETS			
Property and equipment		11,770,369	12,497,055
Intangible assets		1,799,870	1,961,711
Long term deposits		116,652	116,652
		<u>13,686,891</u>	<u>14,575,418</u>
CURRENT ASSETS			
Stock in trade		190,239,929	129,909,802
Trade debtors		99,068,105	129,336,163
Advances, deposits, prepayments and other receivables		3,519,512	1,824,284
Taxation		5,276,594	2,995,820
Cash & bank balances		32,337,232	61,300,889
		<u>330,441,372</u>	<u>325,366,958</u>
		<u>344,128,263</u>	<u>339,942,376</u>
CAPITAL AND RESERVES			
Authorised 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 certificate capital		30,000,000	30,000,000
Statutory reserve		71,399,574	71,399,574
Revenue reserve		6,331,220	38,773,071
		<u>107,730,794</u>	<u>140,172,645</u>
NON CURRENT LIABILITY			
Defined Benefit Plan - Staff gratuity		20,098,523	19,429,784
CURRENT LIABILITIES			
Obligation under murabaha finances		34,453,295	35,013,364
Qard-e-Hasana from modaraba mangement company		22,000,000	-
Creditors, accrued and other liabilities		123,845,651	145,326,583
Profit distribution payable		36,000,000	-
		<u>216,298,946</u>	<u>180,339,947</u>
CONTINGENCIES AND COMMITMENTS 4			
		<u>344,128,263</u>	<u>339,942,376</u>

The annexed notes from 1 to 6 form an integral part of this condensed interim financial information



FIRST IMROOZ MODARABA

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED) FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2016

	Jul. to Sep. 2016 Rupees	Jul. to Sep. 2015 Rupees
Sales	154,767,058	169,761,332
Cost of sales	<u>130,162,117</u>	<u>143,128,321</u>
Gross profit	24,604,941	26,633,011
Operating expenses	<u>13,924,968</u>	<u>12,020,154</u>
Operating profit	10,679,973	14,612,857
Murabaha charges	(632,149)	(646,541)
Other income	<u>438,664</u>	<u>120,554</u>
Profit before taxation	10,486,488	14,086,870
Taxation	<u>6,928,341</u>	<u>7,815,108</u>
Profit for the period	3,558,147	6,271,762
Other Comprehensive Income	-	-
Total comprehensive Income	<u>3,558,147</u>	<u>6,271,762</u>
Earnings per certificate - basic & diluted	<u>1.19</u>	<u>2.09</u>

The annexed notes from 1 to 6 form an integral part of this condensed interim financial information

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2016

	Issued, subscribed and paid up certificate capital	Statutory reserve	Revenue reserve (un-appro- priated profit)	Total
	Rupees			
Balance at June 30, 2015	30,000,000	69,298,719	30,329,436	129,628,155
Profit distribution for the year ended June 30, 2015 @ Rs. 9.00 per certificate	-	-	(27,000,000)	(27,000,000)
Comprehensive income for the period July 15 to Sept 15				
Profit for the period	-	-	6,271,762	6,271,762
Balance at September 30, 2015	30,000,000	69,298,719	9,601,198	108,899,917
Comprehensive income for the period Oct 15 to Jun 16				
Profit for the period	-	-	35,745,330	35,745,330
Other comprehensive income	-	-	(4,472,600)	(4,472,600)
	30,000,000	69,298,719	40,873,928	140,172,647
Transfer to statutory reserve	-	2,100,855	(2,100,855)	-
Balance at June 30, 2016	30,000,000	71,399,574	38,773,073	140,172,647
Profit distribution for the year ended June 30, 2016 @ Rs. 12.00 per certificate	-	-	(36,000,000)	(36,000,000)
Comprehensive income for the period July 16 to Sept 16				
Profit for the period	-	-	3,558,147	3,558,147
Balance as at September 30, 2016	<u>30,000,000</u>	<u>71,399,574</u>	<u>6,331,220</u>	<u>107,730,794</u>

The annexed notes from 1 to 6 form an integral part of this condensed interim financial information

Naveed Riaz
Chief Executive

Ameed Riaz
Director

Mrs. Saadat Ikram
Director



FIRST IMROOZ MODARABA

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2016

	Sept. 30, 2016 Rupees	Sept. 30, 2015 Rupees
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	10,486,488	14,086,870
Adjustments:		
Depreciation on property and equipment	898,260	554,610
Amortization of intangible assets	161,842	36,840
Murabaha charges	632,149	646,541
Provision for staff gratuity	668,740	771,000
	<u>2,360,991</u>	<u>2,008,991</u>
	12,847,479	16,095,861
Changes in operating assets and liabilities (Increase) / Decrease in current assets		
Stock in trade	(60,330,127)	(3,915,706)
Trade debtors	30,268,058	30,000,869
Advances, deposits, prepayments and other receivables	(1,695,228)	(1,143,874)
	<u>(31,757,297)</u>	<u>24,941,289</u>
Decrease in current liabilities		
Creditors, accrued and other liabilities	(21,534,141)	(43,262,477)
	<u>(40,443,959)</u>	<u>(2,225,327)</u>
Cash used in operations	(40,443,959)	(2,225,327)
Murabaha charges paid	(578,939)	(579,775)
Taxes paid	(9,209,115)	(8,358,413)
Net cash used in operating activities	<u>(50,232,013)</u>	<u>(11,163,515)</u>
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(171,575)	(179,300)
Net cash used in investing activities	<u>(171,575)</u>	<u>(179,300)</u>
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Qard-e-Hasana from modaraba management company-net	22,000,000	12,500,000
Proceeds from murabaha finances	36,442,418	35,399,875
Repayment of murabaha finances	(37,002,487)	(26,885,708)
Net cash generated from financing activities	<u>21,439,931</u>	<u>21,014,167</u>
Net (decrease) / increase in cash and bank balances A+B+C	(28,963,657)	9,671,352
Cash and bank balances at the beginning of the period	61,300,889	9,969,276
Cash and bank balances at the end of the period	<u>32,337,232</u>	<u>19,640,628</u>

The annexed notes from 1 to 6 form an integral part of this condensed interim financial information

Naveed Riaz
Chief Executive

Ameed Riaz
Director

Mrs. Saadat Ikram
Director



FIRST IMROOZ MODARABA

NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED) FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2016

1. LEGAL STATUS AND NATURE OF BUSINESS

First Imrooz Modaraba (the Modaraba) was formed on September 27, 1993 under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 (XXXI of 1980) and the Rules framed thereunder and is managed by A R Management Services (Private) Limited. The Modaraba commenced its commercial operations from March 01, 1994. The Modaraba is listed on the Pakistan Stock Exchange Limited.

It is a multi purpose, perpetual Modaraba and is mainly engaged in domestic and international trading activities.

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with the requirements of the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, the Modaraba Companies and Modaraba Rules, 1981 and directives issued by the Securities and Exchange Commission of Pakistan (the Modaraba Regulations) together with approved accounting standards as applicable in Pakistan to Modarabas. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) and Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP), as are notified under the provisions of the Companies Ordinance, 1984 and made applicable to Modarabas. Wherever the requirements of the Modaraba Regulations differ from the requirements of these standards, the requirements of the Modaraba Regulations take precedence. The disclosures made in this condensed interim financial information have however been limited, based on the requirements of International Accounting Standard 34, 'Interim Financial Reporting'.

This condensed interim financial information is un-audited and has been prepared in all material respects, in accordance with the requirements of International Accounting Standard 34 "Interim Financial Reporting" as applicable in Pakistan and being submitted to the Certificate holders as required by Rule 10 of the Modaraba Companies and Modaraba Rules, 1981.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted for the preparation of this condensed interim financial information are the same which were applied for the preparation of financial statements for the year ended June 30, 2016.

4. CONTINGENCIES AND COMMITMENTS

4.1 Contingencies

- The Modaraba has issued post dated cheques to the Collector of Customs amounting to Rs.50.384 million (June 30, 2016 : Rs. 23.824 million) on account of custom dues / taxes on goods at bonded warehouse.
- There is no change in the status of the petitions pending with the Supreme Court of Pakistan in respect of WWF as reported in note 18 to the published financial statements of the Modaraba for the year ended June 30, 2016.

4.2 Commitments

Commitments in respect of outstanding letters of credit (LC) for trading stock amounting to Rs.9.295 million (June 30, 2016 : Rs. 7.035 million).

5. APPROVAL OF FINANCIAL STATEMENTS

This condensed interim financial information was approved by the Board of Directors of the Modaraba Management Company and authorized for issue on October 24, 2016.

6. GENERAL

This condensed interim financial information is presented in Pak Rupees, which is the Modaraba's functional and presentation currency. Amounts have been presented and rounded off to the nearest rupee.

If undelivered, please return to:

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