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Mission & Vision

1. It is our firm commitment to operate the Modaraba activities in accordance with Islamic Sharia with its true spirit.
2. To employ the Modaraba funds in the best possible way and to promote the human talents, to maximize the profit for certificate holders.
3. It is our mission to constantly endeavour for excellence in all spheres of business activity, maintain its eminent market position, promote enduring relationship with our customers and other stakeholders, and construct a durable and vibrant Pakistan.

STATEMENT OF ETHICS AND BUSINESS PRACTICES

We believe a complete code of ethics is a prerequisite for all Directors and employees of First Paramount Modaraba. We endeavour to have fully groomed employees committed to the philosophy behind the code of ethics to carry out honestly activities assigned to them. Our aim is to have the highest standard of excellence for the product and the betterment for all those involved directly or indirectly with our Modaraba.



Corporate Information

BOARD OF DIRECTORS

Mr. Tanweer Ahmed Magoon	Chairman
Mr. Ahmed Kasam Parekh	Director
Mr. Abdul Razzak Jangda	Director
Mr. Pir Mohammad A. Kaliya	Director
Mr. Abid Aziz (Nominee director of Pak Libya Holding Co. Limited)	Director
Mr. Muhammad Hussain Mehanti	Director
Mr. Masood Ahmed	Director
Mr. Nadeem Iqbal	Director

Mr. Abdul Ghaffar Umer Chief Executive Officer

AUDIT COMMITTEE

Mr. Tanweer Ahmed Magoon	Chairman
Mr. Ahmed Kasam Parekh	Director
Mr. Pir Mohammad A. Kaliya	Director
Mr. Naseem Zubairi	Secretary

MANAGEMENT COMMITTEE

Mr. Tanweer Magoon	Chairman
Mr. Abdul Ghaffar Umer	Chief Executive Officer
Mr. Ahmed Kasam Parekh	Director

CHIEF FINANCIAL OFFICER

Mr. Naseemuddin Zubairi Chief Financial Officer



Directors' Report to the Certificate Holders

We feel pleasure to forward herewith our 1st Quarterly Report and unaudited financial statements for the period ended 30th September 2008.

We are pleased to report that with the blessings and mercy of Allah, we managed to earn net profit of Rs.8,330,647 or around Rs.1.42 for the quarter ended 30th September, 2008.

The operating profit for the period marginally increased to Rs.4,418,176 from Rs.4,068,359 or by 8.60% over the previous fiscal quarter inspite of many odds of financial sector and over all economy of the country.

The Management has disposed off all the assets of Banaras Chowk CNG station at Caltex Retail Outlet on 1st August 2008. The Modaraba share of profit is Rs.4,755,590/- or Re.0.81 per Modaraba Certificate after providing 5% charity of the profit as per our past practice for CNG Project. However, since it is a capital gain, no provision is made for Management fee.

We have decided to start Generators Rental Project in which Modaraba will invest about Rs.20 million. The terms and conditions for the operation of project are in the stage of finalization. We anticipate a profit of over 20% to 25% per annum on the amount of investment depending upon the market conditions and supply and demand of power in the country.

The Board keeps on high side the coordination and support for State Bank of Pakistan, Registrar Modarabas, Securities Exchange Commission of Pakistan and staff of Modaraba.

for and on behalf of Board

Date: 30th October, 2008

Abdul Ghaffar Umer
Chief Executive

First Paramount Modaraba
(An Islamic Financial Institution)



Balance Sheet
as at September 30, 2008 (Un-Audited)

	Note	Unaudited 30-Sep 2008	Audited 30-Jun 2008
..... Rupees			
Assets			
Current Assets			
Cash and Bank Balances		13,253,469	12,626,394
Current Portion of Long Term Morabaha Finance		41,933,388	37,777,519
Short Term Morabaha Finance		60,145,998	48,898,431
Musharika Finance		2,100,000	3,150,000
Stock In Trade		689,618	968,514
Trade Debtors		1,813,252	1,389,467
Accrued Profit		1,063,227	1,212,817
Advances, Prepayments and Other Receivables		1,343,866	1,081,714
Total Current Assets		<u>122,342,818</u>	<u>107,104,856</u>
Long Term Morabaha Finance		45,811,722	41,271,905
Long Term Deposit		3,576,957	3,576,957
Property, Plant and Equipment	7	57,740,089	53,830,033
Total Assets		<u><u>229,471,586</u></u>	<u><u>205,783,751</u></u>
Liabilities			
Current Liabilities			
Creditors, Accrued and Other Liabilities		16,193,264	9,778,174
Current Portion of Long Term Morabaha Finance		38,375,743	42,500,412
Short Term Morabaha Finance		27,047,703	14,687,787
Profit Payable on Morabaha Finance		5,970,661	5,354,356
Payable to Modaraba Management Company		3,893,894	2,263,267
Provision for Taxation		30,000	30,000
Unclaimed Dividend		4,265,071	4,284,676
Dividend Payable		8,208,666	-
Total Current Liabilities		<u>103,985,002</u>	<u>78,898,671</u>
Long Term Morabaha Finance		15,383,843	17,037,641
Security Deposits		312,042	283,570
Deferred Liabilities		711,774	606,926
TOTAL LIABILITIES		<u><u>120,392,662</u></u>	<u><u>96,826,807</u></u>
NET ASSETS		<u><u>109,078,924</u></u>	<u><u>108,956,943</u></u>
REPRESENTED BY :			
Certificate Capital		58,633,330	58,633,330
Capital Reserves		41,228,406	41,228,406
Unappropriated Profit		9,217,190	9,095,208
		<u><u>109,078,924</u></u>	<u><u>108,956,943</u></u>

The annexed notes from 1 to 8 form an integral part of these financial statements.

Chief Executive

Director

Director



Profit & Loss Account
for the period ended September 30, 2008 (Un-Audited)

	Note	September 2008	September 2007
..... Rupees			
Revenue			
Profit on Morabaha Finance		5,132,121	3,552,276
65% Profit on CNG Project		3,869,935	3,034,791
Profit on Bank Deposits		9,607	1,252
3% Musharika Management Fee		184,137	144,399
Other Income		17,700	25,400
Gross Profit		9,213,500	6,758,118
Expenses			
Operating Expenses		1,925,417	1,169,233
Profit To Morabaha Investors		2,602,220	1,520,526
Provision against Advance Tax		205,178	-
		4,732,815	2,689,759
Operating Profit		4,480,685	4,068,359
Gain on sale of Fixed Assets (CNG Caltex)	6	4,775,590	-
TOTAL PROFIT		9,256,275	4,068,359
Modaraba Company's Management Fee		(925,627)	(406,836)
Profit before Taxation		8,330,647	3,661,523
Taxation		-	-
Profit for the Period		8,330,647	3,661,523
Earnings per Certificate (Basic and diluted)		1.42	0.62

The annexed notes from 1 to 8 form an integral part of these financial statements.

Chief Executive

Director

Director



Cash Flow Statement
for the period ended September, 2008 (Un-Audited)

	September 2008	September 2007
 Rupees	
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	8,330,647	3,661,523
Adjustments for:		
Profit on morabaha finance	2,602,220	1,520,526
Depreciation	740,582	768,624
Provision for gratuity	121,848	41,601
Provision for doubtful recoveries	205,178	-
	12,000,475	5,992,274
(Increase) / decrease in current assets		
Stock in trade	278,896	207,945
Trade debtors	(423,785)	(237,834)
Accrued profit	149,590	382,499
Advances, prepayments and other receivables	(262,152)	(118,170)
	(257,452)	234,440
(Decrease) / increase in current liabilities		
Creditors, accrued and other liabilities	6,353,543	(593,690)
Payable to modaraba management company	1,630,628	6,836
	7,984,170	(586,854)
Cash generated from operations	19,727,194	5,639,860
Staff gratuity paid	(17,000)	(41,604)
Net cash flow from operating activities	19,710,194	5,598,256
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(862,497)	(291,611)
Capital Work in Progress	(6,159,633)	(1,028,153)
Proceeds from sale of property, plant and equipment	10,465,000	-
Long term morabaha finance	(8,695,686)	(3,935,016)
Musharika Finance	1,050,000	(200,000)
Long-term deposits	-	-
Short-term morabaha finance	(11,247,567)	7,512,763
Net cash flow from / (used in) investing activities	(15,450,383)	2,057,983
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Profit paid on morabaha financing	(1,985,915)	943,440
Long term morabaha finance	(5,778,467)	(1,797,710)
Short-term morabaha finance	12,359,916	(3,820,883)
Dividend paid	(8,228,271)	(61,514)
Net cash used in financing activities	(3,632,736)	(4,736,667)
Net increase in cash and cash equivalents (A+B+C)	627,075	2,919,572
Cash and cash equivalents at the beginning of the year	12,626,394	10,503,949
Cash and cash equivalents at the end of the year	13,253,469	13,423,521

The annexed notes from 1 to 8 form an integral part of these financial statements.

Chief Executive

Director

Director



Statement of Changes in Equity
for the period ended September 30, 2008 (Un-Audited)

	Share Capital	Merger Reserve	Statutory Reserve	Revaluation Reserve	Unappropriated Profit	Total
BALANCES AS AT JUNE 30 2007	58,633,330	1,935,160	15,883,835	19,701,591	6,893,294	103,047,210
Profit Distribution Declared for the year ended June 30 2007	-	-	-	-	(6,449,666)	(6,449,666)
Profit for the year 2007-08	-	-	-	-	12,359,399	12,359,399
Transferred to Statutory Reserve	-	-	3,707,820	-	(3,707,820)	-
BALANCES AS AT JUNE 30 2008	58,633,330	1,935,160	19,591,655	19,701,591	9,095,208	108,956,943
Profit Distribution Declared for the Year ended June 30 2008	-	-	-	-	(8,208,666)	(8,208,666)
Profit for the quarter ended 30th September 2008	-	-	-	-	8,330,647	8,330,647
	58,633,330	1,935,160	19,591,655	19,701,591	9,217,190	109,078,924

The annexed notes from 1 to 8 form an integral part of these financial statements.

Chief Executive

Director

Director



Notes to the Accounts
for the period ended September 30, 2008 (Un-Audited)

1. Legal Status and Nature of Business

First Paramount Modaraba is a multipurpose, perpetual and multidimensional modaraba registered under the modaraba companies (Flotation and Control) Ordinance 1980 and the rules framed thereunder and is managed by Paramount Investments Limited, a Modaraba Management company incorporated in Pakistan. The Modaraba is Listed on the Karachi and Islamabad Stock Exchanges.

2. The Modaraba obtained CNG operators license in January 1999 from Director General Gas Government of Pakistan. It had started perorating two CNG Stations in year 2001 and third station commenced operations in Aug 2003.
3. These accounts have been prepared under 'Historical Cost Convention'. These are being submitted to the certificate holders as required under rule 10 of the Modaraba Companies and Modaraba Rules 1981, and have been prepared accordingly.
4. The accounting policies and methods of computation followed in the preparation of the quarterly financial statements are the same as those applied in preparing the financial statements for the year ended June 30, 2008.
5. These interim financial statements are Unaudited and prepared as required under clause (xxi) of code of Corporate Governance.
6. Represents gain on sale of CNG Assets of Banaras Chowk CNG Station at Caltex outlet sold on 1st August, 2008.

First Paramount Modaraba
(An Islamic Financial Institution)



7. OPERATING ASSETS SCHEDULE
First Paramount Modaraba
For the Period July 2008 to September 2008

PARTICULARS	Cost at 1-Jul-08	Disposal during the Period	Additions during the Period	Cost at 30-Sep-08	Accumulated Depreciation 1-Jul-08	Depreciation		Accumulated Depreciation 30-Sep-08	Written Down Value at 30-Sep-08
						on Disposal	For the year		
Land	22,926,476	-	-	22,926,476	-	-	-	-	22,926,476
Building	5,137,169	-	-	5,137,169	1,731,147	-	85,151	1,816,297	3,320,872
Plant & Machinery	31,920,666	7,909,239	117,000	24,128,427	10,847,108	(2,480,959)	527,229	8,893,378	15,235,049
Computer	960,709	-	17,000	977,709	702,895	-	20,515	723,410	254,299
Office Equipment	624,643	(7,540)	-	617,103	213,907	(1,820)	10,268	222,355	394,748
Furniture & Fixture	903,440	4,615	-	898,825	276,879	(551)	15,664	291,993	606,832
Vehicle	2,184,358	-	728,497	2,912,855	1,018,356	-	81,755	1,100,111	1,812,743
	64,657,460	7,906,314	862,497	57,598,563	14,790,293	(2,483,330)	740,582	13,047,545	44,551,018

Detail of Depreciation

The depreciation of Modaraba including share in Musharika	740,582
Less: On Modaraba's owned assets.	(106,375)
Modaraba's share in musharika depreciation.	634,207
Add: Investor's group share of Musharika depreciation.	341,496
Total Musharika depreciation.	<u>975,703</u>

CWIP	13,189,071
TOTAL	<u>57,740,089</u>

First Paramount Modaraba
(An Islamic Financial Institution)



8. Profit on CNG Project Musharika

	Gas Filling	Kit Conversion	July to Sept 2008	July to Sept 2007
Gas Filling	36,221,770		36,221,770	32,759,902
Conversion / Trading		1,684,500	1,684,500	800,450
Profit on Bank Deposits				
Others		5,500	5,500	5,350
Total Income	36,221,770	1,690,000	37,911,770	33,565,702
Less:				
Electricity Charges	1,693,578		1,693,578	2,070,710
Diesel & Oil	3,400,884		3,400,884	3,070,071
Gas	18,066,980		18,066,980	15,622,888
Franchise Fee				630,582
Kit Installation Parts & Others		54,400	54,400	67,550
Consumption-Kits & Cylinders		1,317,570	1,317,570	683,915
	23,161,442	1,371,970	24,533,412	22,145,716
	13,060,328	318,030	13,378,358	11,419,986
Gross Profit				
Less: Operating Expenses				
Salaries & Allowances/Other Benefits	1,253,666		1,253,666	1,324,898
Rent, Rates & Taxes	1,266,756		1,266,756	1,240,218
Traveling & Conveyance	30,417		30,417	37,346
Transportation & Loading Charges	5,500		5,500	1,500
Printing & Stationery	5,680		5,680	130,311
Equipment Maintenance	59,745		59,745	380
Vehicle Running Expenses	23,525		23,525	14,998
Insurance	107,845		107,845	27,828
Office Maintenance	18,365		18,365	23,656
Staff Welfare	510,650		510,650	155,303
Lease Rental/Morabaha Installments	284,062		284,062	469,891
Bank Charges	44,830		44,830	19,288
Repairs & Maintenance	274,811		274,811	787,619
Advertisement & Publicity	10,750		10,750	1,600
Fee & Subscription	45,814		45,814	13,000
Telephone & Postage	25,735		25,735	29,799
Depreciation	975,703		975,703	1,030,214
Security Charges	97,933		97,933	66,867
Entertainment	3,035		3,035	520
Books, Newspaper & Periodicals	1,862		1,862	1,812
Legal & Professional Charges	25,000		25,000	3,400
Labour Charges	1,000		1,000	13,150
Water Charges	42,165		42,165	34,200
Charity & Donation	5,635		5,635	15,345
Office Supplies	23,954		23,954	3,742
Sales Discount	52,367		52,367	-
Miscellaneous	36,171		36,171	6,748
Incentive on Kit Conversion	-	8,400	8,400	5,600
5% charity	380,055		380,055	298,038
15% Pak CNG Management Fee	1,083,156		1,083,156	849,407
3% Modaraba's Management Fee	184,137		184,137	144,399
	6,880,323	8,400	6,888,723	6,751,077
	6,180,005	309,630	6,489,635	4,668,909
Net Profit before Tax				
Less: Withholding Tax			(535,888)	-
Net Profit after Tax			5,953,747	4,668,909
License fee @ 35%			2,083,811	1,634,118
Net Profit of the Modaraba			3,869,935	3,034,791

Chief Executive

Director

Director

Quarterly Report 2008