

First Paramount Modaraba
Balance Sheet as at March 31,2007 (Un-Audited)

	Un-Audited March 31 2007	Audited June 30 2006
Assets		
Current Assets		
Cash and Bank Balances	13,893,108	22,901,676
Current Portion of Long Term Morabaha Finance	24,206,638	31,482,654
Short Term Morabaha Finance	14,872,613	2,954,829
Stock In Trade	854,675	1,090,050
Trade Debtors	2,069,359	2,824,373
Accrued Profit	268,792	818,782
Advances, Prepayments and Other Receivables	6,781,098	4,712,950
Total Current Assets	62,946,283	66,785,314
Long Term Morabaha Finance	25,051,752	6,783,603
Long Term Deposit	3,028,157	3,063,157
Property, Plant and Equipment	28,691,982	29,347,504
Capital Work in Progress	5,104,231	-
Total Assets	124,822,405	105,979,578
Liabilities		
Current Liabilities		
Creditors, Accrued and Other Liabilities	4,802,097	5,507,886
Current Portion of Long Term Morabaha Finance	13,418,242	8,763,489
Short Term Morabaha Finance	8,618,204	-
Profit Payable on Morabaha Finance	1,064,872	1,140,047
Payable to Modaraba Management Company	698,774	1,119,617
Sales Tax Payable	755,819	316,308
Provision for Taxation	-	30,000
Unclaimed Dividend	3,508,145	2,652,950
Total Current Liabilities	32,866,153	19,530,297
Long Term Morabaha Finance	9,857,601	1,930,021
Security Deposits	380,296	356,246
Deferred Liabilities	479,948	416,351
TOTAL LIABILITIES	43,583,998	22,232,915
NET ASSETS	81,238,407	83,746,663
REPRESENTED BY :		
Certificate Capital	58,633,330	58,633,330
Capital Reserves	16,140,204	16,140,204
Unappropriated Profit	6,464,873	8,973,129
	81,238,407	83,746,663

The annexed notes form an intergral Part of these Financial Statements.

CHIEF EXECUTIVE

DIRECTOR

First Paramount Modaraba

▶▶▶ Profit And Loss Account For the Period Ended March 31, 2007 (Un-Audited)

	9 Months July-March 2007 Rupees	9 Months July-March 2006 Rupees	Quarter Jan-Mar 2007 Rupees	Quarter Jan-Mar 2006 Rupees
Revenue				
Profit on Morabaha Finance	6,087,534	6,267,463	2,444,193	1,772,246
Profit on CNG Project Musharika Finance	7 5,126,475	9,161,699	1,811,265	3,062,735
Profit on Bank Deposits	284,262	98,121	-	
Musharika Management Fee	243,924	435,925	86,182	145,729
Gain on Trading	5 58,262	120,000	58,262	-
Other Income	33,989	-	4,094	-
Gross Profit	11,834,446	16,083,208	4,403,996	4,980,710
Expenses				
Operating Expenses	3,818,139	3,621,233	1,233,141	1,018,327
Profit To Morabaha Investors	861,557	222,904	585,912	140,380
Provision for Doubtful Recoveries	167,015	-	111,943	-
	<u>4,846,711</u>	<u>3,844,137</u>	<u>1,930,996</u>	<u>1,158,707</u>
Operating Profit	6,987,735	12,239,071	2,473,000	3,822,003
Loss on sale of Fixed Assets	(2,218)	(14,993)	(2,218)	(14,993)
Modaraba Company's Management Fee	(698,774)	(1,222,408)	(247,078)	(380,701)
Profit before Taxation	6,286,744	11,001,670	2,223,704	3,426,309
Taxation	-	-	-	-
Profit for the Period	6,286,744	11,001,670	2,223,704	3,426,309
Un appropriated Profit Brought Forward	178,129	-	4,553,610	-
Profit Available for Appropriation	6,464,873	11,001,670	6,777,314	3,426,309
Un appropriated Profit Carried Forward to Balance Sheet	<u>6,464,873</u>	<u>11,001,670</u>	<u>6,777,314</u>	<u>3,426,309</u>
Earnings per Certificate (Basic and diluted)	1.07	1.88	0.38	0.58

The annexed notes form an integral part of these Financial Statements

CHIEF EXECUTIVE

DIRECTOR

DIRECTOR

**FIRST PARAMOUNT MODARABA
CASH FLOW STATEMENT
FOR THE PERIOD ENDED MARCH, 2007 (Un-Audited)**

	Un-Audited Mar-07	Audited Jun-06
	----- Rupees -----	
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	6,286,744	11,761,435
Adjustments for:		
Profit on morabaha finance	864,557	384,410
Depreciation	2,188,745	2,085,303
Provision for gratuity	161,672	192,118
Gain on sale of property, plant and equipment	(2,218)	(137,927)
Provision for doubtful recoveries	167,015	739,588
Gain on Trading		
	9,666,515	15,024,927
(Increase) / decrease in current assets		
Stock in trade	235,375	156,715
Trade debtors	755,014	(390,930)
Accrued profit	549,990	(729,842)
Advances, prepayments and other receivables	(2,068,148)	1,084,718
	(527,769)	120,661
(Decrease) / increase in current liabilities		
Creditors, accrued and other liabilities	(419,828)	2,356,966
Payable to modaraba management company	(420,843)	30,189
	(840,671)	2,387,155
Cash generated from operations	8,298,075	17,532,743
Staff gratuity paid	(98,075)	(217,063)
Net cash flow from operating activities	8,200,000	17,315,680
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(4,448,709)	(10,844,462)
Proceeds from sale of property, plant and equipment	-	254,000
Long term morabaha finance	(10,992,133)	16,500,641
Long-term deposits	35,000	(698,457)
Short-term morabaha finance	(11,917,784)	3,716,325
Net cash flow from / (used in) investing activities	(27,323,626)	8,928,048
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Profit paid on morabaha financing	(936,732)	(1,105,723)
Long term morabaha finance	10,925,627	(5,187,108)
Short-term morabaha finance	8,065,969	(3,818,825)
Dividend paid	(7,939,805)	(6,811,057)
Net cash used in financing activities	10,115,059	(16,922,713)
Net increase in cash and cash equivalents (A+B+C)	(9,008,567)	9,321,016
Cash and cash equivalents at the beginning of the year	22,901,676	13,580,660
Cash and cash equivalents at the end of the year	13,893,108	22,901,676

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

CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

STATEMENT OF CHANGES IN EQUITY
for the Period Ended March 31, 2007 (Un-Audited)

	Share Capital	Merger Reserve	Statutory Reserve	Unappropriated Profit	Total
BALANCES AS AT JUNE 30 2005	58,633,330	1,935,160	11,272,185	8,090,052	79,930,727
Profit Distribution Declared for the year ended June 30 2005	-	-	-	(7,915,500)	(7,915,500)
Profit for the year	-	-	-	11,731,435	11,731,435
Transferred to Statutory Reserve	-	-	2,932,859	(2,932,859)	-
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BALANCES AS AT JUNE 30 2006	58,633,330	1,935,160	14,205,044	8,973,129	83,746,662
Profit Distribution Declared for the Year ended June 30 2005	-	-	-	(8,973,129)	(8,973,129)
Profit for the the quarter ended March 31 2007	-	-	-	6,464,873	6,464,873
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	58,633,330	1,935,160	14,205,044	6,464,873	81,238,406

CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

Notes to the Accounts

FOR THE PERIOD ENDED MARCH 31 2007- (UN-AUDITED)

1 a 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 Paramounts Investments Limited, a Modaraba Management company incorporated in Pakistan. The Modaraba is Listed on the Karachi and Islamabad stock Exchanges.

b The Modaraba obtained CNG operators license in January 1999 from Director General Gas Government of Pakistan. It had started operating two CNG Stations in year 2001 and third station commenced operations in Aug 2003.

- 2 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 in accordance with the requirements of the International Accounting Standard 34 "Interim Financial Reporting" as applicable in Pakistan.
- 3 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 2006
- 4 These interim financial statements are Unaudited and prepared as required under clause (xxi) of code of Corporate Governance.
- 5 Income from Trading of (2) Nos Suzuki Bolan

Purchase	808,000
Sale	866,262
Net Income	<u>58,262</u>

6 Figures have been rounded off nearest to rupee.

**(7) -Profit on CNG Filling & Conversion
CNG Project Musharika**

	9 Months Ended		Quarter Ended	
	July-March 2007	July-March 2006	Jan-March 2007	Jan-March 2006
Gas Filling	79,826,444	69,015,921	26,173,857	23,747,505
Conversion / Trading	2,778,640	6,366,442	939,600	2,188,502
Others	301,181	104,515	2,400	-
Total Income	82,906,264	75,486,878	27,115,857	25,936,007
Less:				
Electricity Charges	6,111,625	4,040,472	1,984,599	1,392,298
Diesel & Oil	7,849,609	6,348,891	2,410,831	2,042,692
Gas	37,753,821	29,465,219	11,981,454	10,603,330
Franchise Fee	1,412,080	1,078,863	529,563	305,555
Kit Installation Parts & Others	196,113	449,530	101,259	238,376
Consumption-Kits & Cylinders	2,529,015	5,560,932	843,668	1,740,576
	55,852,263	46,943,907	17,851,374	16,322,827
Gross Profit	27,054,001	28,542,971	9,264,483	9,613,180
Less: Operating Expenses				
Salaries & Allowances/Other Benefits	4,393,286	3,378,991	1,540,402	1,128,867
Rent, Rates & Taxes	3,376,792	647,777	1,094,920	215,655
Traveling & Conveyance	139,023	97,061	37,751	44,191
Transportation & Loading Charges	18,345	64,341	700	24,129
Printing & Stationery	269,775	294,087	103,234	100,248
Equipment Maintenance	8,945	18,330	3,250	4,305
Vehicle Running Expenses	38,966	81,647	10,759	29,546
Insurance	274,301	97,306	91,434	32,358
Office Maintenance	53,332	152,850	47,484	4,278
Staff Welfare	347,329	309,279	122,342	76,015
Lease Rental/Morabaha Installments	1,992,151	1,387,475	671,498	499,057
Bank Charges	26,493	94,210	2,309	2,000
Repairs & Maintenance	2,001,435	1,181,623	756,483	576,059
Advertisement & Publicity	111,968	15,524	13,400	10,709
Fee & Subscription	249,428	98,193	99,568	42,180
Telephone & Postage	118,134	137,986	39,702	40,027
Depreciation	2,849,589	2,100,268	919,992	609,383
Security Charges	173,893	158,703	58,576	84,702
Entertainment	9,918	2,446	1,020	2,446
Books, Newspaper & Periodicals	3,840	3,703	1,228	1,237
Soft Ware Development Charges	-	15,400	-	-
Legal & Professional Charges	222,470	10,815	-	-
Labour Charges	88,318	80,452	24,650	35,622
Water Charges	83,572	30,670	34,848	14,810
Office Supplies	68,695	31,558	24,625	14,137
Miscellaneous	47,890	32,019	6,726	14,202
Incentive on Kit Conversion	17,000	25,400	-	9,000
Total Operating Expenses	16,984,888	10,548,114	5,706,901	3,615,163
Net Operating Profit	10,069,113	17,994,857	3,557,582	5,998,017
Less:				
5% charity	503,456	899,743	177,879	299,901
15% Management Fee (CNG)	1,434,849	2,564,267	506,955	854,717
3% Management Fee (FPM)	243,924	435,925	86,182	145,302
	2,182,229	3,899,935	771,017	1,299,920
Net Profit	7,886,885	14,094,922	2,786,565	4,698,097
Share of Profit of Investor @ 35%	2,760,410	4,933,223	975,298	1,644,334
Share of Profit of Modaraba @ 65%	5,126,475	9,161,699	1,811,267	3,053,763