

# FIRST PARAMOUNT MODARABA

(An Islamic Financial Institution)  
Managed by: Paramount Investments Limited

December 31, 2023



## Half Yearly REPORT



For Long Term 'BBB', For Short Term A-3  
Out Look - Stable  
VIS Credit Rating Company



# *First Paramount Modaraba*

(An Islamic Financial Institution)

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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 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 lasting 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 Frist Paramount Modaraba. We endeavour to the philosophy behind the code of ethics to carry out honestly activities assigned to them. Our aim is to have highest standard of excellence for the product and the betterment for all those involved directly or indirectly with our Modaraba.



*First Paramount Modaraba*  
(An Islamic Financial Institution)

**CORPORATE INFORMATION**  
**FIRST PARAMOUNT MODARABA**  
**MANAGED BY: PARAMOUNT INVESTMENTS LIMITED**

**BOARD OF DIRECTORS**

Mr. Tanveer Ahmed Magoon	Chairman
Mr. Syed Wajih Hasan	Chief Executive Officer
Mr. Nadeem Iqbal	Director
Mr. Pir Muhammad Kalia	Director
Mr. Abrar Ahmed	Director
Mr. Habib Ahmed Navaid	Independent Director
Mr. Humayun Mazhar Qureshi	Independent Director

**AUDIT COMMITTEE**

Mr. Habib Ahmed Navaid	Chairman
Mr. Pir Muhammad Kalia	Member
Mr. Nadeem Iqbal	Member

**HUMAN RESOURCE COMMITTEE**

Mr. Humayun Mazhar Qureshi	Chairman
Mr. Tanveer Ahmed Magoon	Member
Mr. Nadeem Iqbal	Member
Mr. Syed Wajih Hasan	Member

**CHIEF FINANCIAL OFFICER / COMPANY SECRETARY**

Mr. Muhammad Ifham Khan

**SHARIAH ADVISOR**

Mufti Muhammad Farhan Farooq

**SHARIAH CONSULTANT**

Mufti Muhammad Najeeb Khan

**CREDIT RATING**

Long term **BBB** Short Term **A-3**

Out Look **Stable**

**By VIS Credit Rating Company**

**AUDITORS OF THE MODARABA**

M/s Riaz Ahmed & Co  
Chartered Accountants

**AUDITORS OF THE MODARABA MANAGEMENT COMPANY**

M/s Hafizullah & Co.  
Chartered Accountants

**LEGAL ADVISOR**

M/s Raja Qasit Nawaz, Advocates



*First Paramount Modaraba*  
(An Islamic Financial Institution)

## **BANKERS**

Meezan Bank Limited  
Bank Islami Pakistan Limited  
Al Baraka Bank (Pakistan) Limited  
Habib Metropolitan Bank Limited -Islamic Banking  
Habib Bank Limited  
Faysal Bank Limited

## **REGISTERED OFFICE**

Suit # 107, 108, 1st Floor, P.E.C.H.S. Community Office Complex,  
Block-2 PECHS, Shahrah-e-Quaiden, Karachi.  
Phone: 34381037-38-52 & 34381101. Fax: 34534410  
E-mail: [info@fpm.com.pk](mailto:info@fpm.com.pk)  
Web: [www.fpm.com.pk](http://www.fpm.com.pk)

## **SHARE REGISTRAR**

THK ASSOCIATES (PVT) LTD.  
Plot no. 32-C, Jami Commercial  
Street 2, D.H.A Phase VII,  
Karachi, 75500 Pakistan  
Tel: 111-000-322 Fax: 34168271  
Web: [www.thk.com.pk](http://www.thk.com.pk)  
Email: [sfc@thk.com.pk](mailto:sfc@thk.com.pk)

## DIRECTORS REPORT TO THE CERTIFICATE-HOLDERS OF FIRST PARAMOUNT MODARABA

The Directors of Paramount Investment Limited, Management Company of First Paramount Modaraba, are pleased to present the unaudited standalone and consolidated financial statements for the six months period that ended on 31 December 2023.

Modaraba has posted a pre-tax profit of Rs. 20,153,987 for the six months, as compared to pre-tax profit of Rs. 3,956,217 for the same period last year (an increase of 409%). The after-tax profits for the period stood at Rs. 14,736,877, recording an increase of Rs. 12,070,589 from the corresponding period last year. Earnings per certificate for the period is Rs. 1.07 while it was at Rs. 0.19 per certificate in the same period last year.

Modaraba's in-house venture, "FPM Petro Services", continued its enhanced business volumes and posted a record revenue growth in the first six months, an increase of 181% from the same period last year. Realignment of the product portfolio, continuous introduction of new high margin products and relentless efforts for securing high sales volume is translated into healthy results. Due to increased focus of the government on hydrocarbon exploration and related activities, we expect this momentum to continue to the next half of the financial year.

Through its newly established local entity, "Paramount Compliance (Private) Limited", Modaraba is positioning to sell its AML/CFT Screening related services in the Regional markets. In the last quarter of the current financial year, some tangible outcome of this new market shall be witnessed, InshAllah.

Modaraba is committed to fully comply with the "New Modaraba Regulations", especially for the requirements relating to enhancement in Equity and Credit Rating.

### **Acknowledgements:**

Management of the Modaraba and the Board of Directors recognizes the continued patronage and cooperation of the regulators, especially of the offices of Registrar Modaraba, Securities and Exchange Commission of Pakistan, and the State Bank of Pakistan.

Management also appreciates hard-work and dedication of the staff members of Modaraba.

For and on behalf of the Board of Directors of  
Paramount Investments Limited (PIL)  
Managers of First Paramount Modaraba

Karachi  
27 February 2024

**Syed Wajih Hassan**  
Chief Executive Officer

**Riaz Ahmad & Company**  
Chartered Accountants

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P.E.C.H.S., Karachi, Pakistan  
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www.racopk.com

**INDEPENDENT AUDITOR'S REVIEW REPORT**  
**TO THE CERTIFICATE HOLDERS OF FIRST PARAMOUNT MODARABA**  
**Report on Review of Unconsolidated Condensed Interim Financial Statements**

**Introduction**

We have reviewed the accompanying unconsolidated condensed interim balance sheet of **FIRST PARAMOUNT MODARABA** ("the Modaraba") as at 31 December 2023 and the related unconsolidated condensed interim profit and loss account, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim cash flow statement, and unconsolidated condensed interim statement of changes in equity, and notes to the unconsolidated condensed interim financial statements for the six months period then ended (here-in-after referred to as the "unconsolidated condensed interim financial statements"). Management of the Modaraba Management Company (Paramount Investments Limited) is responsible for the preparation and presentation of these unconsolidated condensed interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these unconsolidated condensed interim financial statements based on our review. The figures of the unconsolidated condensed interim profit and loss account and unconsolidated condensed interim statement of comprehensive income for the quarters ended 31 December 2022 and 31 December 2023 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended 31 December 2023.

**Scope of Review**

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of unconsolidated condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying unconsolidated condensed interim financial statements are not prepared, in all material respects, in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting.

**Emphasis of Matter**

We draw attention to Note 13.1 to the accompanying unconsolidated condensed interim financial statements which states that the Modaraba is non-compliant with certain conditions given in Regulation 19 of the Modaraba Regulations, 2021. However, based on legal opinion, the Modaraba understands that compliance period is extended to 3 years for compliance under Regulation 19 via amendments notified during the prior period. Our conclusion is not modified in respect of this matter.

The engagement partner on the engagement resulting in this independent auditor's review report is Junaid Ashraf.



**RIAZ AHMAD & COMPANY**  
Chartered Accountants

**KARACHI**

**DATE: 28 FEBRUARY 2024**  
**UDIN: RR202310045eGp0Qg2fd**

**FIRST PARAMOUNT MODARABA**  
**UNCONSOLIDATED CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)**  
**AS AT 31 DECEMBER 2023**

	Note	Un-audited 31 December 2023 Rupees	Audited 30 June 2023 Rupees
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Fixed assets	5	11,450,297	12,365,684
Long term investments	6	9,980	-
Murabaha financing - secured	7	32,331,565	41,453,148
Diminishing musharaka financing - secured	8	278,903	400,827
Musharaka financing - secured	9	12,000,000	12,000,000
Loans to employees		481,503	577,501
Long-term deposits		264,500	264,500
		<b>56,816,748</b>	<b>67,061,660</b>
<b>CURRENT ASSETS</b>			
Stock in trade		34,608,976	37,779,122
Trade debtors - unsecured	10	249,346,530	91,409,541
Advances, prepayments and other receivables		29,963,830	36,440,620
Modaraba financing - secured and considered good		1,232,314	1,822,314
Short-term murabaha financing - secured		785,000	15,622,491
Current portion of murabaha financing	7	48,943,155	58,345,881
Current portion of diminishing musharaka financing	8	272,250	282,937
Current portion of musharaka financing	9	13,949,054	16,949,054
Current portion of loans to employees		222,000	192,000
Short-term deposit		3,900,000	3,950,000
Accrued profit		1,223,607	2,494,612
Short term investment		19,604,438	20,776,415
Tax refunds due from government		58,457,329	53,062,929
Receivable against sale of Al-Burq	11	521,554	1,221,554
Cash and bank balances	12	16,276,517	46,413,056
		<b>479,306,554</b>	<b>386,762,526</b>
<b>TOTAL ASSETS</b>		<b>536,123,302</b>	<b>453,824,186</b>
<b>EQUITY AND LIABILITIES</b>			
<b>CERTIFICATE CAPITAL AND RESERVES</b>			
Authorized certificate capital			
25,000,000 (June 2023: 25,000,000) certificates of Rupees 10 each (June 2023: 10 each)		250,000,000	250,000,000
Issued, subscribed and paid-up certificate capital		137,884,193	137,884,193
Capital reserves		75,912,586	61,175,709
Revenue reserves		22,392,468	22,392,468
		<b>236,189,247</b>	<b>221,452,370</b>
<b>LIABILITIES</b>			
<b>NON-CURRENT LIABILITIES</b>			
Deferred income		8,857,606	8,520,320
Certificates of musharaka	13	123,550,000	138,190,000
		<b>132,407,606</b>	<b>146,710,320</b>
<b>CURRENT LIABILITIES</b>			
Creditors, accrued and other liabilities		94,128,006	9,098,069
Current portion of deferred income		5,900,549	10,399,178
Current portion of certificates of musharaka	13	30,900,000	29,310,000
Certificates of musharaka matured parties		5,100,000	9,850,000
Accrued profit on certificates of musharaka	14	3,044,840	3,613,638
Unclaimed profit distributions		18,739,343	19,234,855
Provision for taxation		9,713,711	4,155,756
		<b>167,526,449</b>	<b>85,661,496</b>
<b>TOTAL LIABILITIES</b>		<b>299,934,055</b>	<b>232,371,816</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	15		
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>536,123,302</b>	<b>453,824,186</b>

The annexed notes from 01 to 23 form an integral part of this unconsolidated condensed interim financial statements

For Paramount Investments Limited  
(Management Company)

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

**FIRST PARAMOUNT MODARABA  
UNCONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)  
FOR THE SIX-MONTHS AND THREE-MONTHS PERIOD ENDED 31 DECEMBER 2023**

	Note	Six-Months Period Ended 31 December		Three-Months Period Ended 31 December	
		2023	2022	2023	2022
		Rupees	Rupees	Rupees	Rupees
<b>Continued operations</b>					
Operating income	16	254,647,915	106,918,932	95,058,900	56,213,655
Operating costs					
Operating expenses		(225,769,396)	(96,764,055)	(86,413,234)	(51,256,599)
Allowance for Expected Credit Loss (ECL)		(243,171)	-	(243,171)	-
Reversal of provision against doubtful recoveries of murabaha financing		608,931	37,066	608,931	37,066
		<b>(225,403,636)</b>	<b>(96,726,989)</b>	<b>(86,047,474)</b>	<b>(51,219,533)</b>
		<b>29,244,279</b>	<b>10,191,943</b>	<b>9,011,426</b>	<b>4,994,122</b>
Other income		<b>3,276,198</b>	<b>2,860,515</b>	<b>1,226,360</b>	<b>1,352,767</b>
		<b>32,520,477</b>	<b>13,052,458</b>	<b>10,237,786</b>	<b>6,346,889</b>
Financial charges		<b>(9,670,151)</b>	<b>(8,566,951)</b>	<b>(3,985,866)</b>	<b>(4,093,961)</b>
		<b>22,850,326</b>	<b>4,485,507</b>	<b>6,251,920</b>	<b>2,252,928</b>
Modaraba Company's management fee		<b>(2,285,033)</b>	<b>(448,551)</b>	<b>(625,192)</b>	<b>(225,293)</b>
		<b>20,565,293</b>	<b>4,036,956</b>	<b>5,626,728</b>	<b>2,027,635</b>
Provision for Sindh Workers' Welfare Fund		<b>(411,306)</b>	<b>(80,739)</b>	<b>(112,535)</b>	<b>(40,553)</b>
<b>Profit before tax from continuing operations</b>		<b>20,153,987</b>	<b>3,956,217</b>	<b>5,514,193</b>	<b>1,987,082</b>
Taxation	17	<b>(5,417,110)</b>	<b>(1,289,929)</b>	<b>(1,171,570)</b>	<b>(718,880)</b>
<b>Profit after tax from continuing operations</b>		<b>14,736,877</b>	<b>2,666,288</b>	<b>4,342,623</b>	<b>1,268,202</b>
<b>Profit for the year</b>		<b>14,736,877</b>	<b>2,666,288</b>	<b>4,342,623</b>	<b>1,268,202</b>
<b>Earnings per certificate</b>					
From continuing operations	18	<b>1.07</b>	<b>0.19</b>	<b>0.31</b>	<b>0.09</b>

The annexed notes from 01 to 23 form an integral part of this unconsolidated condensed interim financial statements

**For Paramount Investments Limited  
(Management Company)**

\_\_\_\_\_  
CHIEF FINANCIAL OFFICER

\_\_\_\_\_  
CHIEF EXECUTIVE OFFICE

\_\_\_\_\_  
DIRECTOR

\_\_\_\_\_  
DIRECTOR

**FIRST PARAMOUNT MODARABA  
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE SIX-MONTHS AND THREE-MONTHS PERIOD ENDED 31 DECEMBER 2023**

	Six-Months Period Ended 31 December		Three-Months Period Ended 31 December	
	2023 Rupees	2022 Rupees	2023 Rupees	2022 Rupees
Profit after tax from continuing operations	<b>14,736,877</b>	2,666,288	<b>4,342,623</b>	1,268,202
<b>Other comprehensive income</b>				
Items that will not be reclassified to profit and loss account	-	-	-	-
Items that may be reclassified subsequently to profit and loss account	-	-	-	-
	-	-	-	-
<b>Total comprehensive income for the period</b>	<b><u>14,736,877</u></b>	<u>2,666,288</u>	<b><u>4,342,623</u></b>	<u>1,268,202</u>

The annexed notes from 01 to 23 form an integral part of this unconsolidated condensed interim financial statements

**For Paramount Investments Limited  
(Management Company)**

\_\_\_\_\_  
CHIEF FINANCIAL OFFICER

\_\_\_\_\_  
CHIEF EXECUTIVE OFFICER

\_\_\_\_\_  
DIRECTOR

\_\_\_\_\_  
DIRECTOR

FIRST PARAMOUNT MODARABA  
UNCONSOLIDATED INTERIM CASH FLOW STATEMENT (UN-AUDITED)  
FOR THE SIX-MONTHS AND THREE-MONTHS PERIOD ENDED 31 DECEMBER 2023

	Six-Months Period Ended	
	31 December	
	2023	2022
	Rupees	Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax from continuing operations	20,153,987	3,956,217
<b>Adjustments for non-cash items:</b>		
Depreciation	1,052,159	1,181,768
Amortization	44,126	63,037
Loss on disposal	-	9,078
Provision for Sindh Worker's Welfare Fund	411,306	80,739
Financial charges	9,670,151	8,566,951
(Reversal) / provision of against doubtful debts - net	(365,760)	(37,066)
Deposit set-off against liability	-	60,000
<b>Operating profit before working capital changes</b>	<b>30,965,969</b>	<b>13,880,724</b>
<b>(Increase) / decrease in current assets</b>		
Murabaha financing - net	33,970,731	3,457,231
Diminishing Musharaka financing - net	132,611	2,243,585
Musharaka financing - net	3,000,000	10,050,946
Modaraba financing - net	590,000	101,068
Stores and spares	3,170,146	(31,641,414)
Trade debtors	(158,180,160)	(6,880,660)
Loans to employees	65,998	117,998
Advances, prepayments and other receivables	6,476,790	(24,366,508)
Short-term deposit	50,000	-
Receivable from Al-burq associates	700,000	3,492,000
Short term investment	1,171,977	-
Accrued profit	1,271,005	1,747,980
<b>(Decrease) / increase in current liabilities</b>		
Deferred income	(4,161,343)	(6,051,040)
Creditors, accrued and other liabilities	79,858,651	3,469,997
<b>Net cash generated / (used) from operating activities</b>	<b>(917,625)</b>	<b>(30,378,093)</b>
Bank charges paid	(12,244)	(32,847)
Taxes paid	(5,253,555)	(6,324,203)
<b>Net cash used in operating activities</b>	<b>(6,183,424)</b>	<b>(36,735,143)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of fixed assets	(180,898)	(1,993,054)
Sale proceed on disposals of fixed assets	-	50,000
<b>Net cash used in investing activities</b>	<b>(180,898)</b>	<b>(1,943,054)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Certificate of musharaka - issuance	7,575,000	15,600,000
Certificate of musharaka - redemptions	(20,625,000)	(14,625,000)
Profit paid to certificates of Mushraka (COM) holder	(10,226,705)	(8,487,188)
Profit distribution to certificate holders	(495,512)	(408,544)
<b>Net cash used in financing activities</b>	<b>(23,772,217)</b>	<b>(7,920,732)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(30,136,539)</b>	<b>(46,598,929)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>46,413,056</b>	<b>78,990,927</b>
<b>Cash and cash equivalents at end of the period</b>	<b>16,276,517</b>	<b>32,391,998</b>

The annexed notes from 01 to 23 form an integral part of this unconsolidated condensed interim financial statements

For Paramount Investments Limited  
(Management Company)

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

**FIRST PARAMOUNT MODARABA**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY**  
**FOR THE SIX-MONTHS AND THREE-MONTHS PERIOD ENDED 31 DECEMBER 2023**

	Reserves				Total	Rupees
	Issued, subscribed and paid up certificate capital	Merger reserve	Statutory reserve	Capital		
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees
<b>Balance as at 30 June 2022 (Audited)</b>	137,884,193	1,935,160	52,700,425	54,635,585	22,392,468	214,912,246
<b>Total comprehensive income:</b>	-	-	-	-	2,666,288	2,666,288
Profit after taxation	-	-	-	-	2,666,288	2,666,288
Other comprehensive income	-	-	-	-	(2,666,288)	-
Transferred to statutory reserve @ 100%	-	-	2,666,288	-	-	-
<b>Balance as at 31 December 2022 (Un-audited)</b>	137,884,193	1,935,160	55,366,713	57,301,873	22,392,468	217,578,534
<b>Total comprehensive income:</b>	-	-	-	-	3,873,836	3,873,836
Profit after taxation	-	-	-	-	3,873,836	3,873,836
Other comprehensive income	-	-	-	-	(3,873,836)	-
Transferred to statutory reserve @ 100%	-	-	3,873,836	-	-	-
<b>Balance as at 30 June 2023 (Audited)</b>	137,884,193	1,935,160	59,240,549	61,175,709	22,392,468	221,452,370
<b>Total comprehensive income:</b>	-	-	-	-	14,736,877	14,736,877
Profit after taxation	-	-	-	-	14,736,877	14,736,877
Other comprehensive income	-	-	-	-	(14,736,877)	-
Transferred to statutory reserve @ 100%	-	-	14,736,877	-	-	-
<b>Balance as at 31 December 2023 (Un-audited)</b>	137,884,193	1,935,160	73,977,426	75,912,586	22,392,468	236,189,247

The annexed notes from 01 to 23 form an integral part of this unconsolidated condensed interim financial statements

**CHIEF FINANCIAL OFFICER**

**CHIEF EXECUTIVE OFFICER**

**DIRECTOR**

**DIRECTOR**

**FIRST PARAMOUNT MODARABA  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
(UN-AUDITED)  
FOR THE SIX-MONTHS PERIOD ENDED 31 DECEMBER 2023**

**1. LEGAL STATUS AND NATURE OF BUSINESS**

- 1.1** First Paramount Modaraba ("the Modaraba") is a multipurpose, perpetual and multidimensional Modaraba floated under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the rules framed there under and is managed by Paramount Investments Limited (the Management Company), a company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) on June 26, 1994. The Modaraba is listed on the Pakistan Stock Exchange Limited.

The registered office is situated at Suit No. 107- 108, First Floor, P.E.C.H.S. Community Office Complex, Block 2, Shahr-e-Quaideen, Karachi, in the province of Sindh. The Modaraba has a branch office situated in Islamabad, the Capital territory.

The Modaraba's principal activities include deployment of funds on murabaha, modaraba and musharaka arrangements and its in-house ventures are:

- (a) Electrical maintenance and troubleshooting services under the name of "FPM Solutions";
  - (b) Chemical business under the name of "FPM Petro Services";
  - (c) Engineering products and solutions to upstream service companies under the name of "FPM Geo Dynamics International"; and
  - (d) Consultancy business under the name of "FPM Consulting".
- 1.2** These unconsolidated condensed interim financial statements are separate financial statements of Modaraba in which investment in subsidiary have been accounted for at cost less accumulated impairment losses, if any.
- 1.3** The VIS Credit Rating Company Limited has assigned long term / short term performance ranking of the Modaraba "BBB / A-3" as on 13 December 2023.

**2. BASIS OF PREPARATION**

- 2.1** This unconsolidated condensed interim financial statements of the Modaraba have been prepared in accordance with:
- International Accounting Standard 34 - Interim Financial Reporting issued by the International Accounting Standards Board (IASB);
  - The requirements of the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981, Modaraba Regulation 2021;
  - Directives issued by the Securities and Exchange Commission of Pakistan (SECP), Modaraba Companies and Modaraba (Floatation and Control) Ordinance 1980 & Companies Act 2017; and

- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP).

In case where requirements differ, the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, the Modaraba Companies and Modaraba Rules, 1981, Modaraba Regulations 2021 and directives issued by SECP shall prevail.

- 2.2 These unconsolidated condensed interim financial statements are un-audited. However, limited scope review has been performed by the statutory auditors in accordance with the requirements under Section 237(1) of Companies Act, 2017 and in accordance with requirement of Code of Corporate Governance and is being submitted to the certificate holders as required under Rule 10 of the Modaraba Companies and Modaraba Rules, 1981.
- 2.3 These unconsolidated condensed interim financial statements have been prepared under the historical cost convention.
- 2.4 These unconsolidated condensed interim financial statements are prepared in Pakistani Rupees which is the Modaraba's functional and presentation currency and figures presented in these unconsolidated condensed interim financial statements have been rounded off to the nearest rupee.
- 2.5 These unconsolidated condensed interim financial statements do not include all the information and disclosures required in the annual financial statement, and should be read in conjunction with the annual financial statement of the Modaraba for the year ended 30 June 2023. The comparative balance sheet presented has been extracted from annual financial statement for the year ended 30 June 2023, whereas comparative condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity are stated from the un-audited condensed interim financial information for the six-months period ended 31 December 2022.

### 3. ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS

The accounting policies, estimates, judgments and methods of computation followed in the preparation of this unconsolidated condensed interim financial statements are the same as those applied in the preparation of the published annual financial statement for the year ended 30 June 2023 except for the addition of the following:

#### 3.1 Long term investment

Investment in subsidiary are stated at cost less impairment loss, if any, in accordance with the provisions of IAS 27 'Separate Financial Statements'.

### 4. FINANCIAL RISK MANAGEMENT

There have been no significant changes in the risk management policies since the year end.

The unconsolidated condensed interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements and should be read in conjunction with the Modaraba's audited annual financial statements for the year ended 30 June 2023.

	Note	Un-audited 31 December 2023 Rupees	Audited 30 June 2023 Rupees
<b>5. FIXED ASSETS</b>			
Tangible assets	5.1	<b>11,200,247</b>	12,071,508
Intangible assets	5.2	<b>250,050</b>	294,176
		<b>11,450,297</b>	<b>12,365,684</b>
<b>5.1 Tangible assets</b>			
Opening net book value		<b>12,071,508</b>	11,873,461
Additions during the period / year		<b>180,898</b>	2,717,659
Disposal during the period / year		-	(81,668)
Depreciation charged during the period / year		<b>(1,052,159)</b>	(2,437,944)
Closing net book value		<b>11,200,247</b>	12,071,508
<b>5.2 Intangible assets</b>			
Opening net book value		<b>294,176</b>	420,251
Amortization charged during the period / year		<b>(44,126)</b>	(126,075)
Closing net book value		<b>250,050</b>	294,176
<b>6. LONG TERM INVESTMENTS</b>			
<b>At cost:</b>			
Investment in subsidiary - related party	6.1	<b>9,980</b>	-
<b>6.1</b> During the reporting period, the Modaraba has subscribed 998 ordinary shares of Paramount Compliance (Private) Limited, representing 99.8% of the share capital of Paramount Compliance (Private) Limited.			
<b>7. MURABAHA FINANCING - SECURED</b>			
Considered good		<b>81,274,720</b>	99,799,029
Considered doubtful	7.1	<b>1,779,393</b>	2,388,324
	7.2	<b>83,054,113</b>	102,187,353
Less: Provision for doubtful recoveries		<b>(1,779,393)</b>	(2,388,324)
		<b>81,274,720</b>	99,799,029
Current portion of murabaha financing	7.3	<b>(48,943,155)</b>	(58,345,881)
		<b>32,331,565</b>	41,453,148
<b>7.1 Movement in allowance for expected credit losses</b>			
Opening balance		<b>2,388,324</b>	2,506,985
Charge for the period / year		-	-
Reversal made during the period / year		<b>(608,931)</b>	(118,661)
Closing balance		<b>1,779,393</b>	2,388,324
<b>7.2</b> The Modaraba has sold goods under Murabaha arrangements whereby payment is deferred along with specified profit margin. Murabaha sale is receivable in installments. These arrangements are secured by way of hypothecation / pledge of stocks, mortgage of properties, demand promissory notes, charge on assets and personal guarantees. The combined forced sales value (FSV) of the underlying assets as security amounts to Rupees 474.161 million (30 June 2023: Rupees 505.53 million) in aggregate.			
These facilities have various maturity dates up to 16 May 2027. Effective profit rate on these arrangements ranges from 18% to 26% (30 June 2023: 18% to 24%).			

**7.3 Contractual installments receivables on murabaha financing facilities:**

	Principal Rupees	Profit Rupees	Total Rupees
<b>31 December 2023 - Un-audited</b>			
Due within one year / overdue	40,976,408	7,966,747	48,943,155
Due after one year but within five years	25,254,031	8,856,927	34,110,958
Due after five years	-	-	-
	<b>66,230,439</b>	<b>16,823,674</b>	<b>83,054,113</b>

8

**Contractual receivables from murabaha financing facilities:**

	Principal Rupees	Profit Rupees	Total Rupees
<b>30 June 2023 - Audited</b>			
Due within one year / overdue	48,959,319	9,386,562	58,345,881
Due after one year but within five years	32,542,230	11,299,242	43,841,472
Due after five years	-	-	-
	<b>81,501,549</b>	<b>20,685,804</b>	<b>102,187,353</b>

	Note	Un-audited 31 December 2023 Rupees	Audited 30 June 2023 Rupees
<b>8. DIMINISHING MUSHARAKA FINANCING - SECURED</b>			
Considered good		551,153	683,764
Less: Current portion of diminishing musharaka financing	8.1 & 8.2	<b>(272,250)</b>	<b>(282,937)</b>
		<b>278,903</b>	<b>400,827</b>

- 8.1** This represents financing provided to individual under diminishing musharaka arrangement for purchase of building. The effective profit rate on this arrangement is 22.8% (30 June 2023: 22.8%) per annum and is repayable on monthly basis over a maximum period of 3 years. These facilities have maturity date up to 28 October 2025. The financing is secured by mortgage of properties of the borrower. The combined forced sales value (FSV) of the underlying assets as security amounts to Rupees 5.85 million (30 June 2023: Rupees 5.85 million) in aggregate.

**8.2 Contractual rentals receivable from diminishing musharaka financing facilities:**

Due within one year	272,250	282,937
Due after one year but within five years	278,903	400,827
Due after five years	-	-
	<b>551,153</b>	<b>683,764</b>

- 8.3** The above represents principal receivable by the Modaraba in following year in respect of Diminishing Musharaka financing facilities given under long-term arrangements.

**9. MUSHARAKA FINANCING - SECURED**

**Musharaka agreements for:**

**Considered good:**

Food products	12,000,000	12,000,000
Microsoft power project	-	2,500,000
	<b>12,000,000</b>	<b>14,500,000</b>

**Considered doubtful:**

Books printing - II	13,949,054	14,449,054
Less: Provision for doubtful recoveries	-	-
	<b>13,949,054</b>	<b>14,449,054</b>

Less: Current portion of musharaka financing	9.2	<b>(13,949,054)</b>	<b>(16,949,054)</b>
		<b>12,000,000</b>	<b>12,000,000</b>

- 9.1** The combined forced sales value (FSV) of the underlying assets as security amounts to Rupees 52.6 million (30 June 2023: Rupees 52.6 million) in aggregate.

**9.2 Contractual installments receivable on Musharaka financing facilities:**

Due within one year	<b>13,949,054</b>	16,949,054
Due after one year but within five years	<b>12,000,000</b>	12,000,000
Due after five years	-	-
	<b><u>25,949,054</u></b>	<b><u>28,949,054</u></b>

	Note	Un-audited 31 December 2023 Rupees	Audited 30 June 2023 Rupees
<b>10. TRADE DEBTORS - Unsecured</b>			
Considered good		<b>249,346,530</b>	91,409,541
Considered doubtful		<b>4,684,783</b>	4,441,612
		<b><u>254,031,313</u></b>	<u>95,851,153</u>
Allowance for expected credit losses	10.1	<b><u>(4,684,783)</u></b>	<u>(4,441,612)</u>
		<b><u>249,346,530</u></b>	<u>91,409,541</u>

**10.1 Movement in allowance for expected credit losses:**

Opening balance	<b>4,441,612</b>	4,331,674
Charge for the period / year	<b>243,171</b>	109,938
Closing balance	<b><u>4,684,783</u></b>	<u>4,441,612</u>

**11 RECEIVABLE AGAINST SALE OF AL-BURQ**

This represents the balance receivable from Al-Burq Associates from the expiry and surrender of the Modaraba's share of investment in Advance Trading Corporation (ATC).

**12. CASH AND BANK BALANCES**

Cash in hand		<b>62,496</b>	70,148
Cash at banks			
- Current accounts		<b>8,133,312</b>	11,972,070
- Deposit accounts	12.1 & 12.2	<b><u>8,080,709</u></b>	<u>34,370,838</u>
		<b><u>16,276,517</u></b>	<u>46,413,056</u>

**12.1** This includes Rupees 3.621 million (30 June 2023: Rupees 7.47 million) in respect of Redemption Reserve Fund established on account of certificates of musharaka.

**12.2** Effective profit rate in respect of deposit accounts ranges from 10.00% to 17.95% (30 June 2023: 4.76% to 12.18%) per annum.

**13. CERTIFICATES OF MUSHARAKA**

Opening balance		<b>167,500,000</b>	177,500,000
Issued during the period / year		<b>7,575,000</b>	23,275,000
Redemption made during the period / year		<b><u>(20,625,000)</u></b>	<u>(33,275,000)</u>
		<b>154,450,000</b>	167,500,000
Less: Current portion of certificates of musharaka		<b><u>(30,900,000)</u></b>	<u>(29,310,000)</u>
		<b><u>123,550,000</u></b>	<u>138,190,000</u>

**13.1** As per Prudential Regulations for Modarabas issued by the SECP vide S.R.O. 284(I)/2021 dated 05 March 2021, the permission to issue Certificates of Musharaka by a Modaraba shall automatically stand suspended with the immediate effect, if the Modaraba becomes non-compliant with any or all of conditions prescribed in Regulation 19 of prudential regulations. However, existing Modarabas having valid permission to issue COM which are non-compliant with the conditions shall comply with the requirements within one year of the coming into force of the Regulations. Provided further that during the interim period of one year, the total COM of such modarabas shall be capped at the existing level i.e. the outstanding at the date of coming in to the force of the Regulations. Furthermore, in previous year on 15 August 2022, SECP vide SRO 1547(I)/2022 introduced changes in Regulation 17(1)(a) where in case of non-compliance with the conditions given there-in which are also the subject of Regulation 19, compliance period is enhanced to 03 years. The Company based on the legal opinion understands that the compliance period for Regulation 19 is also considered as extended to 3 years given the conditions of Regulation 19 are that of Regulation 17(1)(a). However, the Modaraba is still non-complaint with certain conditions laid down in Regulation 19 as at reporting period end and believes to ensure compliance with the same within the said interim period.

**13.2** A Redemption Reserve Fund is established on account of Certificate of Musharaka. These certificates have different denominations and are repayable within three months to five years. The expected share of profit on these certificates ranges from 8.5% to 13.5% (30 June 2023: 7% to 12%) per annum (refer Note 12.1).

Note	Un-audited 31 December 2023 Rupees	Audited 30 June 2023 Rupees
<b>14. ACCRUED PROFIT ON CERTIFICATES OF MUSHARIKA</b>		
Opening balance	<b>3,613,638</b>	2,198,270
Add: Accrued during the year	<b>9,657,907</b>	18,334,637
Less: Paid during the year	<b>(10,226,705)</b>	(16,919,269)
Closing balance	<b><u>3,044,840</u></b>	<u>3,613,638</u>

**15. CONTINGENCIES AND COMMITMENTS**

**a) Contingencies**

**15.1** There has been no significant change in the status of contingencies as disclosed in the annual financial statements of the Modaraba for the year ended 30 June 2023.

**b) Commitments**

There were no commitments outstanding as at reporting date.

	Note	Un-audited Six-months period ended 31 December		Un-audited Three-months period ended 31 December	
		2023 Rupees	2022 Rupees	2023 Rupees	2022 Rupees
<b>16. OPERATING INCOME</b>					
Profit on:					
- murabaha financing		<b>8,196,256</b>	11,407,177	<b>4,773,500</b>	6,419,418
- diminishing musharaka financing		<b>70,065</b>	186,414	<b>33,615</b>	82,477
- musharaka financing		<b>1,060,592</b>	1,132,138	<b>460,592</b>	682,138
Income from:					
- FPM Solution	16.1	<b>3,140,626</b>	7,308,098	<b>519,912</b>	2,677,056
- FPM Petro	16.2	<b>242,180,376</b>	86,885,105	<b>89,271,281</b>	46,352,566
		<b>254,647,915</b>	106,918,932	<b>95,058,900</b>	56,213,655

**16.1** This represents income generated from project power solutions business of FPM Solutions. This includes income from Service Level Agreements (SLA) entered into by FPM Solutions with various clients to provide services in respect of stand by generators, UPS and other power back up solutions.

**16.2** This represents income generated from chemical business of FPM Petro Services.

	Note	Un-audited 31 December 2023 Rupees	Un-audited 31 December 2022 Rupees
<b>17. TAXATION</b>			
Current	17.1	<b>5,417,110</b>	1,337,112
Prior		-	(47,183)
Deferred	17.2	-	-
		<b>5,417,110</b>	1,289,929

**17.1** The charge for current taxation is based on corporate tax payable at the current rate of taxation after taking into account applicable tax credit, rebates and exemption available if any.

**17.2** Deferred tax asset as at 31 December 2023 to the extent of Rupees 0.138 million (30 June 2023: Rupees 0.47 million) has not been recognized as the Modaraba is uncertain about the timing and extent of future taxable profits against which such benefits can be utilized.

**18. EARNINGS PER CERTIFICATE**

Profit for the period attributable to certificate holders - Rupees	<b>14,736,877</b>	2,666,288	<b>4,342,623</b>	1,268,202
Weighted average number of certificates - Number	<b>13,788,420</b>	13,788,420	<b>13,788,420</b>	13,788,420
Earnings per certificate - Rupees	<b>1.07</b>	0.19	<b>0.31</b>	0.09

**18.1** There is no dilutive effect on the basic earnings per certificate of the Modaraba, since there are no convertible instruments in issue as at 31 December 2023 and 31 December 2022 which would have any effect on the earnings per certificate if the option to convert is exercised.



## 20. INFORMATION ABOUT BUSINESS SEGMENTS

Information regarding the Modaraba's reportable segments are presented below:

### a) Segment assets and liabilities

	As at 31 December 2023 (Un-audited)				
	Financing Rupees	FPM Solutions Rupees	FPM Petro Rupees	Others Rupees	Total Rupees
Segment assets	182,600,703	8,533,865	344,798,952	189,782	536,123,302
Segment liabilities	(92,982,923)	(15,826,267)	(191,148,673)	23,808	(299,934,055)
	As at 30 June 2023 (Audited)				
	Financing Rupees	FPM Solutions Rupees	FPM Petro Rupees	Others Rupees	Total Rupees
Segment assets	295,974,612	4,466,544	153,192,339	190,691	453,824,186
Segment liabilities	(186,476,360)	(11,218,119)	(34,700,325)	22,988	(232,371,816)

### b) Segment results

	For the six-months period ended 31 December 2023 (Un-audited)				
	Financing Rupees	FPM Solutions Rupees	FPM Petro Rupees	Others Rupees	Total Rupees
Revenue	9,326,913	3,140,626	242,180,376	-	254,647,915
Profit / (loss) before tax	(14,513,367)	(490,827)	35,158,263	(82)	20,153,987
	For the six-months period ended 31 December 2022 (Un-audited)				
	Financing Rupees	FPM Solutions Rupees	FPM Petro Rupees	Others Rupees	Total Rupees
Revenue	12,725,729	7,308,098	86,885,105	-	106,918,932
Profit / (loss) before tax	(6,421,744)	940,076	9,421,249	16,636	3,956,217



*First Paramount Modaraba*  
(An Islamic Financial Institution)

**21. CAPITAL RISK MANAGEMENT**

The Modaraba's objective when managing capital is to safe guard its ability to continue as a going concern so that it can continue to provide returns for certificate holders and benefits for other stakeholders; and to maintain a strong capital base to support the sustained development of its business.

The Modaraba manages its capital structure by monitoring return on net assets and makes adjustments to it in the light of changes in economic conditions. In order to maintain or adjust the capital structure, the Modaraba may adjust the amount of profit distribution to certificate holders.

**22. DATE OF AUTHORISATION FOR ISSUE**

This condensed interim financial information were authorized for issue on \_\_\_\_\_ by the Board of Directors of the Modaraba's Management Company.

**23. GENERAL**

**23.1** No significant reclassification or rearrangement of the corresponding figures has been made during the period in this condensed interim financial information.

**23.2** Figures have been rounded off to the nearest Rupee unless otherwise stated.

**For Paramount Investments Limited  
(Management Company)**

\_\_\_\_\_  
CHIEF FINANCIAL OFFICER

\_\_\_\_\_  
CHIEF EXECUTIVE OFFICER

\_\_\_\_\_  
DIRECTOR

\_\_\_\_\_  
DIRECTOR



*First Paramount Modaraba*  
(An Islamic Financial Institution)

# Consolidated Condensed Interim Financial Statements

31 December 2023

**FIRST PARAMOUNT MODARABA**  
**CONSOLIDATED CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)**  
**AS AT 31 DECEMBER 2023**

	Note	Un-audited 31 December 2023 Rupees	Audited 30 June 2023 Rupees
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Fixed assets	5	11,450,297	12,365,684
Murabaha financing - secured	6	32,331,565	41,453,148
Diminishing musharaka financing - secured	7	278,903	400,827
Musharaka financing - secured	8	12,000,000	12,000,000
Loans to employees		481,503	577,501
Long-term deposits		264,500	264,500
		<b>56,806,768</b>	<b>67,061,660</b>
<b>CURRENT ASSETS</b>			
Stock in trade		34,608,976	37,779,122
Trade debtors - unsecured	9	249,346,530	91,409,541
Advances, prepayments and other receivables		29,958,945	36,440,620
Modaraba financing - secured and considered good		1,232,314	1,822,314
Short-term murabaha financing - secured		785,000	15,622,491
Current portion of murabaha financing	6	48,943,155	58,345,881
Current portion of diminishing musharaka financing	7	272,250	282,937
Current portion of musharaka financing	8	13,949,054	16,949,054
Current portion of loans to employees		222,000	192,000
Short-term deposit		3,900,000	3,950,000
Accrued profit		1,223,607	2,494,612
Short term investment		19,604,438	20,776,415
Tax refunds due from government		58,457,329	53,062,929
Receivable against sale of Al-Burq	10	521,554	1,221,554
Cash and bank balances	11	16,272,632	46,413,056
		<b>479,297,784</b>	<b>386,762,526</b>
<b>TOTAL ASSETS</b>		<b>536,104,552</b>	<b>453,824,186</b>
<b>EQUITY AND LIABILITIES</b>			
<b>CERTIFICATE CAPITAL AND RESERVES</b>			
Authorized certificate capital		25,000,000	25,000,000
25,000,000 (June 2023: 25,000,000) certificates of Rupees 10 each (June 2023: 10 each)		137,884,193	137,884,193
Issued, subscribed and paid-up certificate capital		75,908,701	61,175,709
Capital reserves		22,392,468	22,392,468
Revenue reserves		236,185,362	221,452,370
<b>LIABILITIES</b>			
<b>NON-CURRENT LIABILITIES</b>			
Deferred income		8,857,606	8,520,320
Certificates of musharaka	12	123,550,000	138,190,000
		132,407,606	146,710,320
<b>CURRENT LIABILITIES</b>			
Creditors, accrued and other liabilities		94,113,141	9,098,069
Current portion of deferred income		5,900,549	10,399,178
Current portion of certificates of musharaka	12	30,900,000	29,310,000
Certificates of musharaka matured parties		5,100,000	9,850,000
Accrued profit on certificates of musharaka	13	3,044,840	3,613,638
Unclaimed profit distributions		18,739,343	19,234,855
Provision for taxation		9,713,711	4,155,756
		167,511,584	85,661,496
<b>TOTAL LIABILITIES</b>		<b>299,919,190</b>	<b>232,371,816</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	14		
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>536,104,552</b>	<b>453,824,186</b>

The annexed notes from 01 to 22 form an integral part of this consolidated condensed interim financial statements

For Paramount Investments Limited  
(Management Company)

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE OFFICER

DIRECTOR

DIRECTOR

**FIRST PARAMOUNT MODARABA  
CONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)  
FOR THE SIX-MONTHS AND THREE-MONTHS PERIOD ENDED 31 DECEMBER 2023**

	Note	Six-Months Period Ended 31 December		Three-Months Period Ended 31 December	
		2023 Rupees	2022 Rupees	2023 Rupees	2022 Rupees
<b>Continued operations</b>					
Operating income	15	<b>254,647,915</b>	106,918,932	<b>95,058,900</b>	56,213,655
Operating costs					
Operating expenses		<b>(225,773,281)</b>	(96,764,055)	<b>(86,417,119)</b>	(51,256,599)
Allowance for Expected Credit Loss (ECL)		<b>(243,171)</b>	-	<b>(243,171)</b>	-
Reversal of provision against doubtful recoveries of murabaha financing		<b>608,931</b>	37,066	<b>608,931</b>	37,066
		<b>(225,407,521)</b>	(96,726,989)	<b>(86,051,359)</b>	(51,219,533)
		<b>29,240,394</b>	10,191,943	<b>9,007,541</b>	4,994,122
Other income		<b>3,276,198</b>	2,860,515	<b>1,226,360</b>	1,352,767
		<b>32,516,592</b>	13,052,458	<b>10,233,901</b>	6,346,889
Financial charges		<b>(9,670,151)</b>	(8,566,951)	<b>(3,985,866)</b>	(4,093,961)
		<b>22,846,441</b>	4,485,507	<b>6,248,035</b>	2,252,928
Modaraba Company's management fee		<b>(2,285,033)</b>	(448,551)	<b>(625,192)</b>	(225,293)
		<b>20,561,408</b>	4,036,956	<b>5,622,843</b>	2,027,635
Provision for Sindh Workers' Welfare Fund		<b>(411,306)</b>	(80,739)	<b>(112,535)</b>	(40,553)
<b>Profit before tax from continuing operations</b>		<b>20,150,102</b>	3,956,217	<b>5,510,308</b>	1,987,082
Taxation	16	<b>(5,417,110)</b>	(1,289,929)	<b>(1,171,570)</b>	(718,880)
<b>Profit after tax from continuing operations</b>		<b>14,732,992</b>	2,666,288	<b>4,338,738</b>	1,268,202
<b>Profit for the year</b>		<b>14,732,992</b>	<b>2,666,288</b>	<b>4,338,738</b>	<b>1,268,202</b>
<b>Earnings per certificate</b>					
From continuing operations	17	<b>1.07</b>	0.19	<b>0.31</b>	0.09

The annexed notes from 01 to 22 form an integral part of this consolidated condensed interim financial statements

**For Paramount Investments Limited  
(Management Company)**

\_\_\_\_\_  
CHIEF FINANCIAL OFFICER

\_\_\_\_\_  
CHIEF EXECUTIVE OFFICE

\_\_\_\_\_  
DIRECTOR

\_\_\_\_\_  
DIRECTOR

**FIRST PARAMOUNT MODARABA**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**  
**FOR THE SIX-MONTHS AND THREE-MONTHS PERIOD ENDED 31 DECEMBER 2023**

	Six-Months Period Ended		Three-Months Period Ended	
	31 December		31 December	
	2023	2022	2023	2022
	Rupees	Rupees	Rupees	Rupees
Profit after tax from continuing operations	14,732,992	2,666,288	4,338,738	1,268,202
<b>Other comprehensive income</b>				
Items that will not be reclassified to profit and loss account	-	-	-	-
Items that may be reclassified subsequently to profit and loss account	-	-	-	-
	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>14,732,992</b>	<b>2,666,288</b>	<b>4,338,738</b>	<b>1,268,202</b>

The annexed notes from 01 to 22 form an integral part of this consolidated condensed interim financial statements

**For Paramount Investments Limited**  
**(Management Company)**

\_\_\_\_\_  
CHIEF FINANCIAL OFFICER

\_\_\_\_\_  
CHIEF EXECUTIVE OFFICER

\_\_\_\_\_  
DIRECTOR

\_\_\_\_\_  
DIRECTOR

**FIRST PARAMOUNT MODARABA  
CONSOLIDATED INTERIM CASH FLOW STATEMENT (UN-AUDITED)  
FOR THE SIX-MONTHS AND THREE-MONTHS PERIOD ENDED 31 DECEMBER 2023**

	Six-Months Period Ended 31 December	
	2023 Rupees	2022 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax from continuing operations	20,150,102	3,956,217
<b>Adjustments for non-cash items:</b>		
Depreciation	1,052,159	1,181,768
Amortization	44,126	63,037
Loss on disposal	-	9,078
Provision for Sindh Worker's Welfare Fund	411,306	80,739
Financial charges	9,670,151	8,566,951
(Reversal) / provision of against doubtful debts - net	(365,760)	(37,066)
Deposit set-off against liability	-	60,000
<b>Operating profit before working capital changes</b>	<b>30,962,084</b>	<b>13,880,724</b>
<b>(Increase) / decrease in current assets</b>		
Murabaha financing - net	33,970,731	3,457,231
Diminishing Musharaka financing - net	132,611	2,243,585
Musharaka financing - net	3,000,000	10,050,946
Modaraba financing - net	590,000	101,068
Stock in trade	3,170,146	(31,641,414)
Trade debtors	(158,180,160)	(6,880,660)
Loans to employees	65,998	117,998
Advances, prepayments and other receivables	6,481,675	(24,366,508)
Short-term deposit	50,000	-
Receivable from Al-burq associates	700,000	3,492,000
Short term investment	1,171,977	-
Accrued profit	1,271,005	1,747,980
<b>(Decrease) / increase in current liabilities</b>		
Deferred income	(4,161,343)	(6,051,040)
Creditors, accrued and other liabilities	79,853,766	3,469,997
<b>Net cash generated / (used) from operating activities</b>	<b>(921,510)</b>	<b>(30,378,093)</b>
Bank charges paid	(12,244)	(32,847)
Taxes paid	(5,253,555)	(6,324,203)
<b>Net cash used in operating activities</b>	<b>(6,187,309)</b>	<b>(36,735,143)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of fixed assets	(180,898)	(1,993,054)
Sale proceed on disposals of fixed assets	-	50,000
<b>Net cash used in investing activities</b>	<b>(180,898)</b>	<b>(1,943,054)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Certificate of musharaka - issuance	7,575,000	15,600,000
Certificate of musharaka - redemptions	(20,625,000)	(14,625,000)
Profit paid to certificates of Mushraka (COM) holder	(10,226,705)	(8,487,188)
Profit distribution to certificate holders	(495,512)	(408,544)
<b>Net cash used in financing activities</b>	<b>(23,772,217)</b>	<b>(7,920,732)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(30,140,424)</b>	<b>(46,598,929)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>46,413,056</b>	<b>78,990,927</b>
<b>Cash and cash equivalents at end of the period</b>	<b>16,272,632</b>	<b>32,391,998</b>

The annexed notes from 01 to 22 form an integral part of this consolidated condensed interim financial statements

**For Paramount Investments Limited  
(Management Company)**

\_\_\_\_\_  
CHIEF FINANCIAL OFFICER

\_\_\_\_\_  
CHIEF EXECUTIVE OFFICER

\_\_\_\_\_  
DIRECTOR

\_\_\_\_\_  
DIRECTOR

**FIRST PARAMOUNT MODARABA  
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY  
FOR THE SIX-MONTHS AND THREE-MONTHS PERIOD ENDED 31 DECEMBER 2023**

	Issued, subscribed and paid up certificate capital Rupees	Reserves			Total Rupees	Revenue Unappropriated profit Rupees	Total Rupees
		Merger reserve Rupees	Statutory reserve Rupees	Total Rupees			
<b>Balance as at 30 June 2022 (Audited)</b>	137,884,193	1,935,160	52,700,425	54,635,585	22,392,468	214,912,246	
<b>Total comprehensive income:</b>	-	-	-	-	2,666,288	2,666,288	
Profit after taxation	-	-	-	-	2,666,288	2,666,288	
Other comprehensive income	-	-	-	-	(2,666,288)	-	
Transferred to statutory reserve @ 100%	-	-	2,666,288	2,666,288	-	2,666,288	
<b>Balance as at 31 December 2022 (Un-audited)</b>	137,884,193	1,935,160	55,366,713	57,301,873	22,392,468	217,578,534	
<b>Total comprehensive income:</b>	-	-	-	-	3,873,836	3,873,836	
Profit after taxation	-	-	-	-	3,873,836	3,873,836	
Other comprehensive income	-	-	-	-	(3,873,836)	-	
Transferred to statutory reserve @ 100%	-	-	3,873,836	3,873,836	-	3,873,836	
<b>Balance as at 30 June 2023 (Audited)</b>	137,884,193	1,935,160	59,240,549	61,175,709	22,392,468	221,452,370	
<b>Total comprehensive income:</b>	-	-	-	-	14,732,992	14,732,992	
Profit after taxation	-	-	-	-	14,732,992	14,732,992	
Other comprehensive income	-	-	-	-	(14,732,992)	-	
Transferred to statutory reserve @ 100%	-	-	14,732,992	14,732,992	-	14,732,992	
<b>Balance as at 31 December 2023 (Un-audited)</b>	137,884,193	1,935,160	73,973,541	75,908,701	22,392,468	236,185,362	

The annexed notes from 01 to 22 form an integral part of this consolidated condensed interim financial statements

\_\_\_\_\_  
CHIEF FINANCIAL OFFICER

\_\_\_\_\_  
CHIEF EXECUTIVE OFFICER

\_\_\_\_\_  
DIRECTOR

\_\_\_\_\_  
DIRECTOR

**FIRST PARAMOUNT MODARABA  
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS  
(UN-AUDITED)  
FOR THE SIX-MONTHS PERIOD ENDED 31 DECEMBER 2023**

**1. LEGAL STATUS AND NATURE OF BUSINESS**

**Holding Company**

First Paramount Modaraba ("the Modaraba") is a multipurpose, perpetual and multidimensional Modaraba floated under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the rules framed there under and is managed by Paramount Investments Limited (the Management Company), a company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) on June 26, 1994. The Modaraba is listed on the Pakistan Stock Exchange Limited.

The registered office is situated at Suit No. 107- 108, First Floor, P.E.C.H.S. Community Office Complex, Block 2, Shahrah-e-Quaideen, Karachi, in the province of Sindh. The Modaraba has a branch office situated in Islamabad, the Capital territory.

The Modaraba's principal activities include deployment of funds on murabaha, modaraba and musharaka arrangements and its in-house ventures are:

- (a) Electrical maintenance and troubleshooting services under the name of "FPM Solutions";
- (b) Chemical business under the name of "FPM Petro Services";
- (c) Engineering products and solutions to upstream service companies under the name of "FPM Geo Dynamics International"; and
- (d) Consultancy business under the name of "FPM Consulting".

**Subsidiary Company**

A subsidiary, Paramount Compliance (Private) Limited, has been incorporated on 24 August 2023. The Modaraba has subscribed 998 ordinary shares, representing 99.8% of the share capital of the Subsidiary.

**2. BASIS OF PREPARATION**

**2.1 Statement of Compliance**

These consolidated condensed interim financial statements of the Modaraba for the six months period ended December 31, 2023 are unaudited and being submitted to the certificate holders as required under Modaraba Companies and Modaraba Rules, 1981 and have been prepared in accordance with the requirements of the International Accounting Standard 34 - "Interim Financial Reporting", Companies Act 2017, Modaraba Companies and Modarabas (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 and Prudential Regulations for Modarabas (hereinafter referred to as the relevant laws).

These consolidated condensed interim financial statements do not include all the information and disclosures required in the annual financial statement, and should be read in conjunction with the annual financial statement of the Modaraba for the year ended 30 June 2023. The comparative balance sheet presented has been extracted from annual financial statement for the year ended 30 June 2023, whereas comparative condensed interim profit and loss account, condensed interim statement of comprehensive income,

condensed interim cash flow statement and condensed interim statement of changes in equity are stated from the un-audited condensed interim financial information for the six-months period ended 31 December 2022.

## **2.2 Functional and presentation currency**

These consolidated condensed interim financial statements are prepared in Pakistani Rupees which is the Modaraba's functional and presentation currency and figures presented in these consolidated condensed interim financial statements have been rounded off to the nearest rupee.

## **3. SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS**

The accounting policies, estimates, judgments and methods of computation followed in the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of the published annual financial statements for the year ended 30 June 2023.

## **4. FINANCIAL RISK MANAGEMENT**

The consolidated condensed interim financial statements do not include all financial risk management information and disclosures required in the annual financial statements and should be read in conjunction with the Modaraba's audited annual financial statements for the year ended 30 June 2023.

	Note	Un-audited 31 December 2023 Rupees	Audited 30 June 2023 Rupees	
<b>5. FIXED ASSETS</b>				
Tangible assets	5.1	<b>11,200,247</b>	12,071,508	
Intangible assets	5.2	<b>250,050</b>	294,176	
		<b>11,450,297</b>	12,365,684	
<b>5.1 Tangible assets</b>				
Opening net book value		<b>12,071,508</b>	11,873,461	
Additions during the period / year		<b>180,898</b>	2,717,659	
Disposal during the period / year		-	(81,668)	
Depreciation charged during the period / year		<b>(1,052,159)</b>	(2,437,944)	
Closing net book value		<b>11,200,247</b>	12,071,508	
<b>5.2 Intangible assets</b>				
Opening net book value		<b>294,176</b>	420,251	
Amortization charged during the period / year		<b>(44,126)</b>	(126,075)	
Closing net book value		<b>250,050</b>	294,176	
<b>6. MURABAHA FINANCING - SECURED</b>				
Considered good		<b>81,274,720</b>	99,799,029	
Considered doubtful	6.1	<b>1,779,393</b>	2,388,324	
	6.2	<b>83,054,113</b>	102,187,353	
Less: Provision for doubtful recoveries		<b>(1,779,393)</b>	(2,388,324)	
		<b>81,274,720</b>	99,799,029	
Current portion of murabaha financing	6.3	<b>(48,943,155)</b>	(58,345,881)	
		<b>32,331,565</b>	41,453,148	
<b>6.1 Movement in allowance for expected credit losses</b>				
Opening balance		<b>2,388,324</b>	2,506,985	
Charge for the period / year		-	-	
Reversal made during the period / year		<b>(608,931)</b>	(118,661)	
Closing balance		<b>1,779,393</b>	2,388,324	
<b>6.2</b>				
The Modaraba has sold goods under Murabaha arrangements whereby payment is deferred along with specified profit margin. Murabaha sale is receivable in installments. These arrangements are secured by way of hypothecation / pledge of stocks, mortgage of properties, demand promissory notes, charge on assets and personal guarantees. The combined forced sales value (FSV) of the underlying assets as security amounts to Rupees 474.161 million (30 June 2023: Rupees 505.53 million) in aggregate.				
These facilities have various maturity dates up to 16 May 2027. Effective profit rate on these arrangements ranges from 18% to 26% (30 June 2023: 18% to 24%).				
<b>6.3 Contractual installments receivables on murabaha financing facilities:</b>				
		<b>Principal</b>	<b>Profit</b>	<b>Total</b>
<b>31 December 2023 - Un-audited</b>		<b>Rupees</b>	<b>Rupees</b>	<b>Rupees</b>
Due within one year / overdue		<b>40,976,408</b>	<b>7,966,747</b>	<b>48,943,155</b>
Due after one year but within five years		<b>25,254,031</b>	<b>8,856,927</b>	<b>34,110,958</b>
Due after five years		-	-	-

<b>66,230,439</b>	<b>16,823,674</b>	<b>83,054,113</b>
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**Contractual receivables from murabaha financing facilities:**

<b>30 June 2023 - Audited</b>	<b>Principal Rupees</b>	<b>Profit Rupees</b>	<b>Total Rupees</b>
Due within one year / overdue	48,959,319	9,386,562	58,345,881
Due after one year but within five years	32,542,230	11,299,242	43,841,472
Due after five years	-	-	-
	<u>81,501,549</u>	<u>20,685,804</u>	<u>102,187,353</u>

<b>7. DIMINISHING MUSHARAKA FINANCING - SECURED</b>	<b>Note</b>	<b>Un-audited 31 December 2023 Rupees</b>	<b>Audited 30 June 2023 Rupees</b>
Considered good		<b>551,153</b>	683,764
Less: Current portion of diminishing musharaka financing	7.1 & 7.2	<u>(272,250)</u>	<u>(282,937)</u>
		<u><b>278,903</b></u>	<u>400,827</u>

**7.1** This represents financing provided to individual under diminishing musharaka arrangement for purchase of building. The effective profit rate on this arrangement is 22.8% (30 June 2023: 22.8%) per annum and is repayable on monthly basis over a maximum period of 3 years. These facilities have maturity date up to 28 October 2025. The financing is secured by mortgage of properties of the borrower. The combined forced sales value (FSV) of the underlying assets as security amounts to Rupees 5.85 million (30 June 2023: Rupees 5.85 million) in aggregate.

<b>7.2 Contractual rentals receivable from diminishing musharaka financing facilities:</b>		<b>272,250</b>	282,937
Due within one year		<b>272,250</b>	282,937
Due after one year but within five years		<b>278,903</b>	400,827
Due after five years		-	-
		<u><b>551,153</b></u>	<u>683,764</u>

**7.3** The above represents principal receivable by the Modaraba in following year in respect of Diminishing Musharaka financing facilities given under long-term arrangements.

**8. MUSHARAKA FINANCING - SECURED**

**Musharaka agreements for:**

**Considered good:**

Food products		<b>12,000,000</b>	12,000,000
Microsoft power project		-	2,500,000
		<u><b>12,000,000</b></u>	<u>14,500,000</u>

**Considered doubtful:**

Books printing - II		<b>13,949,054</b>	14,449,054
Less: Provision for doubtful recoveries		-	-
		<u><b>13,949,054</b></u>	<u>14,449,054</u>
		<u><b>25,949,054</b></u>	<u>28,949,054</u>
Less: Current portion of musharaka financing	8.2	<u>(13,949,054)</u>	<u>(16,949,054)</u>
		<u><b>12,000,000</b></u>	<u>12,000,000</u>

**8.1** The combined forced sales value (FSV) of the underlying assets as security amounts to Rupees 52.6 million (30 June 2023: Rupees 52.6 million) in aggregate.

**8.2 Contractual installments receivable on Musharaka financing facilities:**

Due within one year		<b>13,949,054</b>	16,949,054
Due after one year but within five years		<b>12,000,000</b>	12,000,000
Due after five years		-	-
		<u><b>25,949,054</b></u>	<u>28,949,054</u>

	Note	Un-audited 31 December 2023 Rupees	Audited 30 June 2023 Rupees
<b>9 TRADE DEBTORS - Unsecured</b>			
Considered good		249,346,530	91,409,541
Considered doubtful		4,684,783	4,441,612
		<u>254,031,313</u>	<u>95,851,153</u>
Allowance for expected credit losses	9.1	<u>(4,684,783)</u>	<u>(4,441,612)</u>
		<u><u>249,346,530</u></u>	<u><u>91,409,541</u></u>
<b>9.1 Movement in allowance for expected credit losses:</b>			
Opening balance		4,441,612	4,331,674
Charge for the period / year		243,171	109,938
Closing balance		<u>4,684,783</u>	<u>4,441,612</u>
<b>10 RECEIVABLE AGAINST SALE OF AL-BURQ</b>			
This represents the balance receivable from Al-Burq Associates from the expiry and surrender of the Modaraba's share of investment in Advance Trading Corporation (ATC).			
<b>11. CASH AND BANK BALANCES</b>			
Cash in hand		62,496	70,148
Cash at banks			
- Current accounts		8,133,312	11,972,070
- Deposit accounts	11.1 & 11.2	8,076,824	34,370,838
		<u>16,272,632</u>	<u>46,413,056</u>
<b>11.1</b>	This includes Rupees 3.621 million (30 June 2023: Rupees 7.47 million) in respect of Redemption Reserve Fund established on account of certificates of musharaka.		
<b>11.2</b>	Effective profit rate in respect of deposit accounts ranges from 10.00% to 17.95% (30 June 2023: 4.76% to 12.18%) per annum.		
<b>12. CERTIFICATES OF MUSHARAKA</b>			
Opening balance		167,500,000	177,500,000
Issued during the period / year		7,575,000	23,275,000
Redemption made during the period / year		<u>(20,625,000)</u>	<u>(33,275,000)</u>
		154,450,000	167,500,000
Less: Current portion of certificates of musharaka		<u>(30,900,000)</u>	<u>(29,310,000)</u>
		<u><u>123,550,000</u></u>	<u><u>138,190,000</u></u>

**12.1** As per Prudential Regulations for Modarabas issued by the SECP vide S.R.O. 284(I)/2021 dated 05 March 2021, the permission to issue Certificates of Musharaka by a Modaraba shall automatically stand suspended with the immediate effect, if the Modaraba becomes non-compliant with any or all of conditions prescribed in Regulation 19 of prudential regulations. However, existing Modarabas having valid permission to issue COM which are non-compliant with the conditions shall comply with the requirements within one year of the coming into force of the Regulations. Provided further that during the interim period of one year, the total COM of such modarabas shall be capped at the existing level i.e. the outstanding at the date of coming in to the force of the Regulations. Furthermore, in previous year on 15 August 2022, SECP vide SRO 1547(I)/2022 introduced changes in Regulation 17(1)(a) where in case of non-compliance with the conditions given there-in which are also the subject of Regulation 19, compliance period is enhanced to 03 years. The Company based on the legal opinion understands that the compliance period for Regulation 19 is also considered as extended to 3 years given the conditions of Regulation 19 are that of Regulation 17(1)(a). However, the Modaraba is still non-complaint with certain conditions laid down in Regulation 19 as at reporting period end and believes to ensure compliance with the same within the said interim period.

**12.2** A Redemption Reserve Fund is established on account of Certificate of Musharaka. These certificates have different denominations and are repayable within three months to five years. The expected share of profit on these certificates ranges from 8.5% to 13.5% (30 June 2023: 7% to 12%) per annum (refer Note 12.1).

	Note	Un-audited 31 December 2023 Rupees	Audited 30 June 2023 Rupees
<b>13. ACCRUED PROFIT ON CERTIFICATES OF MUSHARIKA</b>			
Opening balance		3,613,638	2,198,270
Add: Accrued during the year		9,657,907	18,334,637
Less: Paid during the year		<u>(10,226,705)</u>	<u>(16,919,269)</u>
Closing balance		<u>3,044,840</u>	<u>3,613,638</u>

**14. CONTINGENCIES AND COMMITMENTS**

**a) Contingencies**

**14.1** There has been no significant change in the status of contingencies as disclosed in the annual financial statements of the Modaraba for the year ended 30 June 2023.

**b) Commitments**

There were no commitments outstanding as at reporting date.

Note	Un-audited Six-months period ended 31 December		Un-audited Three-months period ended 31 December	
	2023	2022	2023	2022
	Rupees	Rupees	Rupees	Rupees
<b>15. OPERATING INCOME</b>				
Profit on:				
- murabaha financing	<b>8,196,256</b>	11,407,177	<b>4,773,500</b>	6,419,418
- diminishing musharaka financing	<b>70,065</b>	186,414	<b>33,615</b>	82,477
- musharaka financing	<b>1,060,592</b>	1,132,138	<b>460,592</b>	682,138
Income from:				
- FPM Solution	15.1 <b>3,140,626</b>	7,308,098	<b>519,912</b>	2,677,056
- FPM Petro	15.2 <b>242,180,376</b>	86,885,105	<b>89,271,281</b>	46,352,566
	<b>254,647,915</b>	106,918,932	<b>95,058,900</b>	56,213,655

**15.1** This represents income generated from project power solutions business of FPM Solutions. This includes income from Service Level Agreements (SLA) entered into by FPM Solutions with various clients to provide services in respect of stand by generators, UPS and other power back up solutions.

**15.2** This represents income generated from chemical business of FPM Petro Services.

Note	Un-audited 31 December 2023	Un-audited 31 December 2022
	Rupees	Rupees
<b>16. TAXATION</b>		
Current	16.1 <b>5,417,110</b>	1,337,112
Prior	-	(47,183)
Deferred	16.2 -	-
	<b>5,417,110</b>	1,289,929

**16.1** The charge for current taxation is based on corporate tax payable at the current rate of taxation after taking into account applicable tax credit, rebates and exemption available if any.

**16.2** Deferred tax asset as at 31 December 2023 to the extent of Rupees 0.138 million (30 June 2023: Rupees 0.47 million) has not been recognized as the Modaraba is uncertain about the timing and extent of future taxable profits against which such benefits can be utilized.

**17. EARNINGS PER CERTIFICATE**

Profit for the period attributable to certificate holders - Rupees	<b>14,732,992</b>	2,666,288	<b>4,338,738</b>	1,268,202
Weighted average number of certificates - Number	<b>13,788,420</b>	13,788,420	<b>13,788,420</b>	13,788,420
Earnings per certificate - Rupees	<b>1.07</b>	0.19	<b>0.31</b>	0.09

**17.1** There is no dilutive effect on the basic earnings per certificate of the Modaraba, since there are no convertible instruments in issue as at 31 December 2023 and 31 December 2022 which would have any effect on the earnings per certificate if the option to convert is exercised.

**18. TRANSACTIONS WITH RELATED PARTIES**

The related parties of the Modaraba comprise of the Management Company, musharaka arrangements, directors, key management personnel, associated company and retirement benefit funds. The transactions between the Modaraba and the related parties are carried out as agreed terms. Transactions with related parties other than remuneration and benefits to key management personnel (which are employed by the Management Company) under the terms of their employment and those which have been disclosed elsewhere are as follows:

	Transactions during the period		Un-audited		Un-audited	
	Relationship with the Modaraba	Name of related party	Basis of relationship	Nature of transactions	Six-months period ended 31 December 2023 Rupees	31 December 2022 Rupees
a)						
i.	Management Company	Paramount Investments Limited	14.26% certificate holding	Management fee Expense allocated	2,285,033 -	448,551 -
				Payments made during the period Profit distributed	1,814,471 -	1,422,071 -
ii.	Directors	-	-	Rent paid Profit distribution	539,928 -	466,878 -
iii.	Staff retirement funds	Paramount Investments Limited - Employees' Provident Fund	Funded provident fund scheme	Contribution to the Fund Profit paid on certificates of musharaka	295,526 -	299,878 71,419
b)						
					Un-audited 31 December 2023 Rupees	Audited 30 June 2023 Rupees
i.	Management Company	Paramount Investments Limited	14.26% certificate holding	Other receivables	6,126,534	6,893,714
ii.	Directors	-	-	Security deposit	217,800	217,800
iii.	Staff retirement benefit funds	Paramount Investment Limited - Employees Provident Fund	Funded provident fund scheme	Certificates of musharaka Accrued profit on certificate of musharaka	(1,400,000) (4,290)	(1,400,000) (3,353)

**19. INFORMATION ABOUT BUSINESS SEGMENTS**

Information regarding the Modaraba's reportable segments are presented below:

**a) Segment assets and liabilities**

	As at 31 December 2023 (Un-audited)				
	Financing Rupees	FPM Solutions Rupees	FPM Petro Rupees	Others Rupees	Total Rupees
Segment assets	182,601,092	8,533,865	344,798,952	189,782	536,123,691
Segment liabilities	(92,982,845)	(15,826,267)	(191,148,673)	23,808	(299,933,977)
	As at 30 June 2023 (Audited)				
	Financing Rupees	FPM Solutions Rupees	FPM Petro Rupees	Others Rupees	Total Rupees
Segment assets	295,974,612	4,466,544	153,192,339	190,691	453,824,186
Segment liabilities	(186,476,360)	(11,218,119)	(34,700,325)	22,988	(232,371,816)

**b) Segment results**

	For the six-months period ended 31 December 2023 (Un-audited)				
	Financing Rupees	FPM Solutions Rupees	FPM Petro Rupees	Others Rupees	Total Rupees
Revenue	9,326,913	3,140,626	242,180,376	-	254,647,915
Profit / (loss) before tax	(14,512,900)	(490,827)	35,158,263	(82)	20,154,454
	For the six-months period ended 31 December 2022 (Un-audited)				
	Financing Rupees	FPM Solutions Rupees	FPM Petro Rupees	Others Rupees	Total Rupees
Revenue	12,725,729	7,308,098	86,885,105	-	106,918,932
Profit / (loss) before tax	(6,421,744)	940,076	9,421,249	16,636	3,956,217

**20. CAPITAL RISK MANAGEMENT**

The Modaraba's objective when managing capital is to safe guard its ability to continue as a going concern so that it can continue to provide returns for certificate holders and benefits for other stakeholders; and to maintain a strong capital base to support the sustained development of its business.

The Modaraba manages its capital structure by monitoring return on net assets and makes adjustments to it in the light of changes in economic conditions. In order to maintain or adjust the capital structure, the Modaraba may adjust the amount of profit distribution to certificate holders.

**21. DATE OF AUTHORISATION FOR ISSUE**

This condensed interim financial information were authorized for issue on \_\_\_\_\_ by the Board of Directors of the Modaraba's Management Company.

**22. GENERAL**

- 22.1** No significant reclassification or rearrangement of the corresponding figures has been made during the period in this condensed interim financial information.
- 22.2** Figures have been rounded off to the nearest Rupee unless otherwise stated.

**For Paramount Investments Limited  
(Management Company)**

\_\_\_\_\_  
CHIEF FINANCIAL OFFICER

\_\_\_\_\_  
CHIEF EXECUTIVE OFFICER

\_\_\_\_\_  
DIRECTOR








\_\_\_\_\_  
DIRECTOR










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