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FIRST PARAMOUNT MODARABA
CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2013

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AUDITORS' REPORT TO THE CERTIFICATE HOLDERS ON REVIEW OF INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim balance sheet of **First Paramount Modaraba** (the Modaraba) as at **31 December 2013** and the related 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, together with the notes forming part thereof (here-in-after referred to as "interim financial statements") for the six-month period then ended. The Management Company is responsible for the preparation and presentation of this 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 this interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410 "Review of Interim Financial Statements Performed by the Independent Auditor of the Entity". A review of 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 interim financial statements is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Emphasis of matter

We draw attention to note 11 to the condensed interim financial statements which describes non-compliance with the requirements of the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 (XXXI of 1980) in respect of advance paid to Modaraba Management Company.

Our opinion is not qualified in respect of the above matter.

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Other matter

The financial statements of the Modaraba for the year and period ended 30 June 2013 and 31 December 2012 were audited and reviewed respectively by another firm of Chartered Accountants, whose report dated 24 October 2013 and 27 February 2013 expressed an unqualified opinion and conclusion on such statements.

Chartered Accountants

ENYA

Engagement Partner: Shabbir Yunus

Date:

Karachi

FIRST PARAMOUNT MODARABA
CONDENSED INTERIM BALANCE SHEET
AS AT DECEMBER 31, 2013

ASSETS	Note	(Un-audited) December 31, 2013	(Audited) June 30, 2013
----- (Rupees) -----			
NON-CURRENT ASSETS			
Property, plant and equipment	5	61,279,127	52,561,369
Long-term murabaha receivable	6	56,400,884	38,198,313
Long-term diminishing musharika financing	7	10,703,047	14,800,000
Long-term deposits		10,428	13,428
		<u>128,393,486</u>	<u>105,573,110</u>
CURRENT ASSETS			
Available-for-sale investments		-	2,235,421
Cash and bank balances	8	11,128,547	37,119,973
Current portion of long-term murabaha receivable		89,294,612	87,348,371
Current portion of long-term diminishing musharika financing		5,075,768	7,400,000
Short-term murabaha receivable	9	23,214,940	14,398,701
Musharika finances	10	19,399,825	7,442,304
Advances against murabaha		2,130,080	663,000
Stores and spares		753,436	683,337
Trade debtors		1,788,305	1,023,974
Accrued profit		37,097	-
Advance to Modaraba Management Company - a related party	11	1,269,333	166,065
Advances, prepayments and other receivables	12	7,105,333	2,899,812
		<u>161,197,276</u>	<u>161,380,958</u>
TOTAL ASSETS		<u><u>289,590,762</u></u>	<u><u>266,954,068</u></u>
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Certificate Capital			
Authorised			
25,000,000 (June 30, 2013: 25,000,000) certificates of Rs.10 each		<u>250,000,000</u>	<u>250,000,000</u>
Issued, subscribed and paid-up		83,845,663	76,223,330
Capital reserves		61,986,065	69,608,398
Unrealised gain on revaluation of available-for-sale investments		-	182,374
Unappropriated profit		<u>28,494,209</u>	<u>29,657,252</u>
		<u>174,325,937</u>	<u>175,671,354</u>
LIABILITIES			
NON-CURRENT LIABILITIES			
Deferred income		27,262,508	28,912,638
Certificates of musharika	13	<u>43,867,788</u>	<u>35,237,144</u>
		<u>71,130,296</u>	<u>64,149,782</u>
CURRENT LIABILITIES			
Creditors, accrued and other liabilities		9,797,811	5,959,455
Current portion of long-term certificates of musharika		4,525,000	5,075,000
Short-term certificates of musharika		11,650,000	5,190,643
Deferred income		1,139,970	1,059,860
Unclaimed profit distribution		<u>17,021,748</u>	<u>9,847,974</u>
		<u>44,134,529</u>	<u>27,132,932</u>
TOTAL EQUITY AND LIABILITIES		<u><u>289,590,762</u></u>	<u><u>266,954,068</u></u>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.



Chief Executive

Director

Director

FIRST PARAMOUNT MODARABA
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2013

	Note	Half year ended		Quarter ended	
		December 31, 2013	December 31, 2012	December 31, 2013	December 31, 2012
Operating income	14	26,845,665	21,161,511	14,435,214	9,504,142
Operating costs					
(Provision) / reversal of provision for doubtful recoveries		(236,569)	262,027	(276,666)	337,856
Operating expenses		(17,179,552)	(10,514,477)	(9,085,328)	(5,785,188)
		17,416,121	10,252,450	9,361,994	5,447,332
		9,429,544	10,909,061	5,073,220	4,056,810
Other income	15	935,266	3,026,396	771,221	1,635,081
		10,364,810	13,935,457	5,844,441	5,691,891
Financial charges		(2,028,950)	(3,143,749)	(751,586)	(1,319,805)
Provision for Workers' Welfare Fund		(166,717)	(215,835)	(101,857)	(87,443)
		8,169,143	10,575,873	4,990,998	4,284,643
Modaraba Company's management fee		(816,914)	(1,057,587)	(499,100)	(428,464)
Sales tax on Modaraba Company's management fee		(130,707)	(169,214)	(79,856)	(68,554)
Profit for the period		<u>7,221,522</u>	<u>9,349,072</u>	<u>4,412,042</u>	<u>3,787,625</u>
Earnings per certificate - basic and diluted	16	<u>0.95</u>	<u>1.43</u>	<u>0.58</u>	<u>0.55</u>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

Chief Executive

Director

Director

FIRST PARAMOUNT MODARABA
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2013

	Half year ended		Quarter ended	
	December 31, 2013	December 31, 2012	December 31, 2013	December 31, 2012
	----- (Rupees) -----			
Profit for the period	7,221,522	9,349,072	4,412,042	3,787,625
Other comprehensive income				
Surplus on revaluation of available-for-sale investments	-	94,767	-	39,870
Surplus on revaluation of available-for-sale investments transferred to income statement on sale of investments	(182,374)	-	(182,374)	-
	(182,374)	94,767	(182,374)	39,870
Total comprehensive income for the period	<u>7,039,148</u>	<u>9,443,839</u>	<u>4,229,668</u>	<u>3,827,495</u>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

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Chief Executive

Director

Director

FIRST PARAMOUNT MODARABA
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2013

	Half year ended	
	December 31, 2013	December 31, 2012
	----- (Rupees) -----	
Profit for the period	7,221,522	9,349,072
Adjustments for:		
Depreciation on tangible fixed assets	1,566,015	1,986,889
Amortization on intangible assets	28,425	40,606
Reversal of impairment on generator held for sale	(78,881)	-
Provision for Workers' Welfare Fund	166,717	215,835
Provision for doubtful recoveries	236,569	(262,027)
Financial charges	2,028,950	3,143,749
Gain / (loss) on sale of assets in own use	12,079	(327,829)
Operating profit before working capital changes	<u>11,181,396</u>	<u>14,146,295</u>
(Increase) / decrease in assets		
Stores and spares	(70,099)	(70,679)
Trade debtors	(764,332)	232,500
Accrued profit	774	-
Advance to Modaraba Management Company - a related party	(1,103,268)	-
Advances, prepayments and other receivable	(4,293,356)	(182,689)
Increase / (decrease) in liabilities		
Creditors, accrued and other liabilities	2,695,568	1,105,663
Payable to Modaraba Management Company	-	(1,772,318)
Net cash from operations	<u>7,646,683</u>	<u>13,458,772</u>
Financial charges paid	<u>(2,028,950)</u>	<u>(3,266,584)</u>
Net cash (used in) / from operating activities	<u>5,617,733</u>	<u>10,192,188</u>
Cash flows from investing activities		
Murabaha receivable - net	(30,809,510)	6,104,630
Diminishing musharika receivable - net	6,421,185	1,700,436
Musharika finances	(11,957,521)	-
Advance against murabaha	(1,467,080)	15,236,000
Long-term deposits	3,000	(2,479)
Capital expenditure including capital work in progress	(10,557,119)	(7,025,744)
Investment - net	2,053,047	-
Sale proceeds of assets in own use	232,842	415,000
Net cash from investing activities	<u>(46,081,156)</u>	<u>16,427,843</u>
Cash flows from financing activities		
Musharika financing - net	15,682,789	(14,994,515)
Advance against issue of right certificates	-	12,181,151
Profit distributed	(1,210,792)	(10,209,770)
Net cash used in financing activities	<u>14,471,997</u>	<u>(13,023,134)</u>
Net (decrease) / increase in cash and cash equivalents	<u>(25,991,426)</u>	<u>13,596,897</u>
Cash and cash equivalents at beginning of the period	37,119,973	18,953,609
Cash and cash equivalents at end of the period	<u><u>11,128,547</u></u>	<u><u>32,550,506</u></u>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

Chief Executive

Director

Director

FIRST PARAMOUNT MODARABA
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2013

	Certificate capital		Reserves				Total
	Issued, subscribed and paid-up	Advance against issue of right certificates	Capital reserve		Revenue reserves		
			Merger reserve	Statutory reserve	Unrealised gain on revaluation of available- for-sale investments	Unappropriated profit	
----- (Rupees) -----							
Balance as at June 30, 2012	58,633,330	-	1,935,160	59,467,527	4,392	33,764,541	153,804,950
Profit distribution for the year ended June 30, 2012 @ Rs.2.1 per certificate	-	-	-	-	-	(12,312,999)	(12,312,999)
Advance against issue of right certificates	-	12,181,151	-	-	-	-	12,181,151
Profit for the period ended December 31, 2012	-	-	-	-	-	9,349,072	9,349,072
Other comprehensive income	-	-	-	-	94,767	-	94,767
Total comprehensive income for the period	-	-	-	-	94,767	9,349,072	9,443,839
Transfer to statutory reserve @ 20%	-	-	-	1,869,814	-	(1,869,814)	-
Balance as at December 31, 2012	<u>58,633,330</u>	<u>12,181,151</u>	<u>1,935,160</u>	<u>61,337,341</u>	<u>99,159</u>	<u>28,930,800</u>	<u>163,116,941</u>
Balance as at June 30, 2013	76,223,330	-	1,935,160	67,673,238	182,374	29,657,252	175,671,354
Profit distribution for the year ended June 30, 2013 @ Rs.1.10 per certificate	-	-	-	-	-	(8,384,565)	(8,384,565)
Issuance of bonus certificates @ 1 certificate for every 10 certificates (10%) for the period ended December 31, 2013 (2012: Nil)	7,622,333	-	-	(7,622,333)	-	-	-
Profit for the period ended December 31, 2013	-	-	-	-	-	7,221,522	7,221,522
Other comprehensive income	-	-	-	-	(182,374)	-	(182,374)
Total comprehensive income for the period	-	-	-	-	(182,374)	7,221,522	7,039,148
Balance as at December 31, 2013	<u>83,845,663</u>	<u>-</u>	<u>1,935,160</u>	<u>60,050,905</u>	<u>-</u>	<u>28,494,209</u>	<u>174,325,937</u>

The annexed notes from 1 to 20 form an integral part of these condensed interim financial statements.

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Chief Executive

Director

Director

FIRST PARAMOUNT MODARABA
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2013

1. LEGAL STATUS AND OPERATIONS

First Paramount Modaraba (the Modaraba) is a multi-purpose, perpetual and multi-dimensional 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, a company incorporated in Pakistan. The Modaraba is listed on the Karachi and Islamabad Stock Exchanges. The registered office of the Modaraba is situated at Karachi. Modaraba's principal activities includes deployment of funds on murabaha and musharika arrangements and generator rental and sale project under the name "Advance Trading Corporation", weaving business under the name of "FPM Weaving" and electrical maintenance and troubleshooting services' business under the name of "FPM Solutions".

The financial statements are presented in Pakistan rupees, which is the Modaraba's functional and presentation currency. Figures have been rounded off to the nearest rupee, otherwise stated.

2. STATEMENT OF COMPLIANCE

This condensed interim financial statements have been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Ordinance, 1984, Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 and directives issued by the Securities and Exchange Commission of Pakistan (SECP). In case where requirements differ, the provisions of / or directives issued under the Companies Ordinance, 1984, Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 and directives issued by the SECP have been followed.

The condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should therefore be read in conjunction with the financial statements of the Modaraba for the year ended June 30, 2013.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those of the previous financial year except as follows:

New, Amended and Revised Standards and Interpretations of IFRSs

The Modaraba has adopted the following revised standard, amendments and interpretation of IFRSs which became effective for the current period:

IAS 19 – Employee Benefits – (Revised)

IFRIC 20 – Stripping Costs in the Production Phase of a Surface Mine

Improvements to Accounting Standards Issued by the IASB

IAS 1 – Presentation of Financial Statements - Clarification of the requirements for comparative information

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Improvements to Accounting Standards Issued by the IASB

IAS 16 – Property, Plant and Equipment – Clarification of Servicing Equipment

IAS 32 – Financial Instruments: Presentation – Tax Effects of Distribution to Holders of Equity Instruments

IAS 34 – Interim Financial Reporting – Interim Financial Reporting and Segment Information for Total Assets and Liabilities

The adoption of the above amendments, revisions, improvements to accounting standards and interpretations did not have any effect on the condensed interim financial statements.

4. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies are consistent with those disclosed in the annual financial statements of the Modaraba for the year ended June 30, 2013.

	Note	(Un-audited) December 31, 2013	(Audited) June 30, 2013
		----- (Rupees) -----	
5. PROPERTY, PLANT AND EQUIPMENT			
Property, plant and equipment	5.1	60,306,610	51,390,705
Capital work-in-progress - advance to suppliers		639,647	564,448
Intangible assets		161,071	189,496
Generator held for sale		171,799	416,720
		<u>61,279,127</u>	<u>52,561,369</u>
5.1 Cost			
Opening balance		61,042,854	39,002,662
Additions / (disposal) - net		10,481,920	22,040,192
		<u>71,524,774</u>	<u>61,042,854</u>
Accumulated depreciation			
Opening balance		9,652,149	8,114,692
For the period - net of disposal		1,566,015	1,537,457
		<u>11,218,164</u>	<u>9,652,149</u>
Written down value		<u>60,306,610</u>	<u>51,390,705</u>
6. LONG-TERM MURABAHA RECEIVABLE - secured			
Considered good - secured		145,695,496	125,546,684
Considered doubtful		2,935,012	2,683,081
		<u>148,630,508</u>	<u>128,229,765</u>
Provision for doubtful recoveries		(2,935,012)	(2,683,081)
		<u>145,695,496</u>	<u>125,546,684</u>
Current portion of long-term murabaha receivable		(89,294,612)	(87,348,371)
		<u>56,400,884</u>	<u>38,198,313</u>

		(Un-audited) December 31, 2013	(Audited) June 30, 2013
	Note	----- (Rupees) -----	
7. LONG-TERM DIMINISHING MUSHARIKA FINANCING - secured			
Considered good - secured		15,778,815	22,200,000
Current portion of long-term diminishing musharika financing		<u>(5,075,768)</u>	<u>(7,400,000)</u>
		<u>10,703,047</u>	<u>14,800,000</u>
8. CASH AND BANK BALANCES			
Cash in hand		9,666	143,542
Cash at banks			
- Current accounts	8.1	7,794,818	7,065,972
- Deposit accounts	8.2	<u>3,324,063</u>	<u>29,910,459</u>
		<u>11,128,547</u>	<u>37,119,973</u>
8.1	This includes Rs.788,927 (June 30, 2013: Rs.105,500) in respect of Redemption Reserve Fund established on account of Certificates of Musharika.		
8.2	Effective profit rate in respect of deposit accounts is 6% (June 30, 2013: 3.50% to 7.00%) per annum.		
9. SHORT-TERM MURABAHA RECEIVABLE			
This represents receivable under Murabaha arrangement on deferred payment basis at a specified profit margin of 12% per annum for a period of 1 year representing IRR ranging between 17.92% to 21.20% per annum. This is secured against charge over murabaha assets, personal guarantees of directors and demand promissory note. Profit on Murabaha arrangement amounting to Rs.1.1 million is deferred over the period of Murabaha arrangement. The Murabaha transactions are conducted by appointing customer as an agent and all the invoices / purchase orders are issued in the name of customer.			
Considered good - secured		23,214,940	14,398,701
Considered doubtful		<u>101,876</u>	<u>121,774</u>
		23,316,816	14,520,475
Provision for doubtful recoveries		<u>(101,876)</u>	<u>(121,774)</u>
		<u>23,214,940</u>	<u>14,398,701</u>
10. MUSHARIKA FINANCES			
Musharika for garments	10.1	9,355,825	4,340,054
Musharika for fabric	10.2	1,044,000	1,800,000
Musharika for generators		-	1,302,250
Musharika for machinery	10.3	3,000,000	-
Musharika for food items	10.4	<u>6,000,000</u>	<u>-</u>
		<u>19,399,825</u>	<u>7,442,304</u>

- 10.1 This musharika arrangement carries a profit sharing ratio between Modaraba and musharika partner of 40:60 respectively.
- 10.2 This musharika arrangement carries a profit sharing ratio between Modaraba and musharika partner of 40:60 and loss sharing ratio of 72:28 respectively.
- 10.3 This musharika arrangement carries a profit sharing ratio between Modaraba and musharika partner of 65:35 and loss sharing ratio of 86:14 respectively.
- 10.4 This musharika arrangement carries a profit sharing ratio between Modaraba and musharika partner of 30:70 respectively.

11. ADVANCE TO MODARABA MANAGEMENT COMPANY - A RELATED PARTY

This represents amount paid to Modaraba Management Company as advance against the management fee in contravention of section 17(2) of the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 (XXXI of 1980). As per the above referred provision, no Modaraba company or any of its directors or officers or their relatives shall obtain loan, advance or credit from the funds of the Modaraba or on the security of the assets of the Modaraba.

	(Un-audited) December 31, 2013	(Audited) June 30, 2013
	----- (Rupees) -----	
12. ADVANCES, PREPAYMENTS AND OTHER RECEIVABLES		
Advance against expenses	2,169,578	958,897
Advance against salaries	20,817	14,954
Advance income tax	291,379	271,108
Prepayments	714,195	337,961
Security deposit	195,000	195,000
Accrued profit on bank accounts	169,288	146,252
Receivable from weaving project	2,912,293	938,865
Other receivables	632,783	36,775
	<u>7,105,333</u>	<u>2,899,812</u>
13. CERTIFICATES OF MUSHARIKA		
Certificates of musharika	48,392,788	40,312,144
Current portion of certificates of musharika	(4,525,000)	(5,075,000)
	<u>43,867,788</u>	<u>35,237,144</u>

- 13.1 These certificates have different denominations and are repayable within six months to three years. The estimated share of profit on these certificates ranges from 9.75% to 10.5% (June 30, 2013: from 8.00% to 11.25%) per annum.

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Note	(Un-audited)			
	Half year ended		Quarter ended	
	December 31, 2013	December 31, 2012	December 31, 2013	December 31, 2012
	(Rupees)			
14. OPERATING INCOME				
Profit on murabaha receivable	12,409,748	12,685,856	6,139,141	5,299,746
Profit on diminishing musharika	1,715,197	1,999,566	880,456	1,022,133
Income from musharika projects	629,144	-	629,144	-
Income from generator project	14.1 7,255,331	6,476,089	3,889,431	3,182,263
Income from weaving project	14.2 4,154,631	-	2,215,428	-
Income from solutions project	14.3 681,614	-	681,614	-
	26,845,665	21,161,511	14,435,214	9,504,142

14.1 This represents income generated from rental business of Al-Burq Associates representing Modaraba's Share of 52.09%.

14.2 This represents income generated from weaving business of FPM Weaving representing Modaraba's Share of 55.00%.

14.3 This represents income generated from electrical maintenance and troubleshooting services of FPM Solutions representing Modaraba's Share of 70.00%.

15. OTHER INCOME

(Loss) / gain on sale of fixed assets	(12,079)	327,829	(12,079)	327,829
Profit on bank deposits	228,897	503,714	187,507	83,116
Income on modaraba certificates	-	237,446	-	237,446
Income on sale of investments	233,710	-	233,710	-
Modaraba management fee	15.1 190,490	150,874	109,248	69,908
Rental income from Patel Hospital	-	1,767,000	-	883,500
Other income	294,248	39,533	252,835	33,282
	935,266	3,026,396	771,221	1,635,081

15.1 This represents musharika management fee. As per the arrangement, the Modaraba has contributed 52.09% of the required fund and Al Burq Associates has contributed 47.91%. The investors' group is responsible for the management of Generator project (renting out and sale of generators) for which a management fee of 15% of net profit of generator project after deducting 5% charity and 3% modaraba management fee will be charged by them.

16. EARNINGS PER CERTIFICATE - BASIC AND DILUTED

Profit for the period	7,221,522	9,349,072	4,412,042	3,787,625
Weighted average number of certificates	7,622,334	6,558,996	7,622,334	6,932,176
Earnings per certificate - basic and diluted	0.95	1.43	0.58	0.55

16.1 No figure for diluted earnings per certificates has been presented as the Modaraba has not issued any instrument which would have an impact on earnings per certificate.

17. TRANSACTIONS WITH RELATED PARTIES

Related parties of the Modaraba comprise the Modaraba management company [Paramount Investments Limited] and their directors and executives / officers. Details of transactions with related parties other than those which have been disclosed elsewhere in the condensed interim financial statements are given below:

Relationship	Nature of transactions	(Un-audited)	
		Half year ended	
		December 31, 2013	December 31, 2012
Management Company	Management fee	962,587	1,226,801
Management Company	Advance against management fee	1,753,850	2,999,119
Musharika investor - Generator project	Share of profit	2,727,073	2,159,926
Musharika investor - Generator project	Management fee	190,490	150,874
Musharika investor - Weaving project	Share of profit	118,427	-
Musharika investor - Weaving project	Management fee	-	-
Musharika investor - Solutions project	Share of profit	122,342	-
Musharika investor - Solutions project	Management fee	-	-

18. TAXATION

As per the current tax law, income of non-trading modarabas is exempt from income tax provided they distribute ninety percent of their profit to certificate holders out of current year's total profit after appropriating statutory reserves. As the management intends to follow the aforesaid policy for profit distribution for the current year, no provision with respect to current and deferred taxation has been made in this condensed interim financial statements.

19. INFORMATION ABOUT BUSINESS SEGMENTS

SEGMENT ASSETS AND LIABILITIES

	December 31, 2013 (Un-audited)							
	Generator project		Weaving project		Solutions project			
	Total	Modaraba share	Total	Modaraba share	Total	Modaraba share		
Total assets	68,676,062	35,773,361	30,703,102	19,957,016	1,063,136	1,063,136	232,797,249	289,590,762
Total liabilities	2,822,970	1,470,485	3,147,522	2,045,889	888,362	888,362	110,860,089	115,264,825
	June 30, 2013 (Audited)							
	Generator project		Weaving project		Solutions project			
	Total	Modaraba share	Total	Modaraba share	Total	Modaraba share		
	(Rupees)							
Total assets	61,407,146	31,986,982	26,212,340	17,038,021	-	-	217,929,065	266,954,068
Total liabilities	2,757,973	1,436,628	110,435	71,783	-	-	89,774,303	91,282,714

SEGMENT RESULTS

	Quarter ended December 31, 2013 (Un-audited)							
	Generator project		Weaving project		Solutions project			
	Total	Modaraba share	Total	Modaraba share	Total	Modaraba share		
External revenue	7,466,752	3,889,431	4,028,052	2,215,429	973,734	681,614	7,648,740	14,435,214
Profit before tax	3,002,486	1,563,995	87,494	48,122	212,435	148,705	2,651,220	4,412,042



	Quarter ended December 31, 2012 (Un-audited)					
	Generator project		Weaving project		Solutions project	
	Total	Modaraba share	Total	Modaraba share	Total	Modaraba share
External revenue	6,097,163	3,176,012	-	-	6,328,130	9,504,142
Profit before tax	1,366,993	712,067	-	-	3,075,558	3,787,625

	Half year ended December 31, 2013 (Un-audited)					
	Generator project		Weaving project		Solutions project	
	Total	Modaraba share	Total	Modaraba share	Total	Modaraba share
External revenue	13,928,453	7,255,331	7,553,875	4,154,631	973,734	681,614
Profit before tax	5,235,310	2,727,073	222,250	122,237	174,774	122,342

	Half year ended December 31, 2012 (Un-audited)					
	Generator project		Weaving project		Solutions project	
	Total	Modaraba share	Total	Modaraba share	Total	Modaraba share
External revenue	12,432,499	6,476,089	-	-	14,685,422	21,161,511
Profit before tax	3,592,220	1,871,187	-	-	7,477,885	9,349,072

20. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue on _____ by the Board of Directors of the Modaraba Management Company.

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Chief Executive

Director

Director