

First Tri-Star Modaraba



**UN-AUDITED ACCOUNTS
FOR THE THIRD QUARTER
ENDED 31ST MARCH, 2019**



Board of Directors

Directors of Modaraba Company:

Mr. Ahmed Khizer Khan	Non Executive Chairman/Independent Director
Mr. Asad Ahmad	Chief Executive
Ms. Marium Ahmad	Non Executive Director

Auditors: M/s. Muniff Ziauddin & Co.
Chartered Accountants

Audit Committee:	Mr. Ahmed Khizer Khan	Chairman
	Ms. Marium Ahmad	Member
	Mr. Asad Ahmad	Member

Shariah Advisor: Alhamd Shariah Advisory Services (Pvt) Ltd.

Bankers: Al Baraka Bank (Pakistan) Ltd.
Bank Al-Habib Ltd.
Habib Bank Ltd.
National Bank of Pakistan

Registered Office: A/33, Central Commercial Area,
Block 7/8, KCHSU, Main Shahrah-e-Faisal,
Karachi.

Management Company: A.R.T. Modaraba Management (Pvt) Ltd.



**Report of the Directors
of A.R.T. Modaraba Management (Pvt) Ltd.,
For the quarter ended March 31, 2019**

The un-audited accounts of First Tri-Star Modaraba for the quarter ended March 31, 2019 are presented herewith.

As reported earlier, your Modaraba has established an A-level college during the current financial year. The college has started functioning and has been registered as a Cambridge International School by Cambridge Assessment International Education on 12th February, 2019.

On behalf of the Board

ASAD AHMAD
Chief Executive

Karachi.
April 29, 2019



CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT 31-03-2019

	March 2019 Rupees	June 2018 Rupees
<u>CAPITAL & RESERVES</u>		
Authorised Capital 40,000,000 Modaraba Certificates of Rs. 10/- each	400,000,000	400,000,000
Issued, Subscribed and Paid-up	211,631,040	211,631,040
Reserves	31,744,353	31,744,353
Accumulated loss	(43,802,138)	(34,550,400)
	199,573,254	208,824,993
Unrealized loss on remeasurement of available-for-sale investments	(7,789,841)	(7,598,788)
	191,783,412	201,226,205
<u>CURRENT LIABILITIES</u>		
Trade and Other Payables	6,744,419	3,829,571
Unclaimed Dividend	6,134,956	7,525,416
Provision For Taxation	-	-
Total current liabilities	12,879,376	11,354,987
Contingencies and Commitments	-	-
	204,662,789	212,581,192
<u>NON-CURRENT ASSETS</u>		
Property and Equipments	3,752,984	1,321,950
Investment Property	115,768,629	125,155,275
Long Term Deposit	21,000	21,000
Long Term Investments	46,844,560	64,595,418
Total non-current assets	166,387,174	191,093,643
<u>CURRENT ASSETS</u>		
Trade-Debts, Unsecured, Considered Good	4,500,000	-
Due From Associated Undertakings	30,090,000	18,000,000
Short Term Investments	2,754,387	2,941,582
Advance and Deposits	405,093	302,221
Other Receivables	13,061	13,061
Cash and Bank Balances	513,074	230,685
Total current assets	38,275,615	21,487,549
	204,662,789	212,581,192

The Annexed notes form an integral part of these condensed interim financial information.

Asad Ahmad
Chief Executive

Marium Ahmad
Director

Ahmed Khizer Khan
Director



CONDENSED INTERIM PROFIT & LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER ENDED 31-03-2019

	Quarter Jan - Mar 2019 Rupees	Quarter Jan - Mar 2018 Rupees	Cumulative upto March 31, 2019 Rupees	Cumulative upto March 31, 2018 Rupees
Revenue	5,178,025	4,500,000	18,973,025	13,500,000
Administrative expenses	(9,144,062)	(4,415,031)	(26,111,905)	(11,579,134)
	(3,966,037)	84,969	(7,138,880)	1,920,866
Other income	873	144	12,865	12,595
Financial charges	(1,504)	(25)	(9,414)	(550)
Profit/(Loss) before taxation	(3,966,667)	85,088	(7,135,428)	1,932,911
Taxation	-	-	-	-
Profit/(Loss) for the period	(3,966,667)	85,088	(7,135,428)	1,932,911
Earning/(Loss) per certificate	(0.187)	0.004	(0.337)	0.091

The Annexed notes form an integral part of these condensed interim financial information.

Asad Ahmad
Chief Executive

Marium Ahmad
Director

Ahmed Khizer Khan
Director



**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED 31-03-2019**

	March 2019 Rupees	March 2018 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	(7,135,428)	1,932,911
(Less:) Items not involving movement of cash		
Depreciation	9,697,282	10,497,710
Interest Income	(397)	(144)
Dividend Income	(12,468)	(12,451)
	<u>9,684,417</u>	<u>10,485,115</u>
Operating cash before working capital changes	2,548,989	12,418,026
Changes of Working Capital		
(Increase)/Decrease in current assets	(16,590,000)	(13,500,000)
Increase/(Decrease) in current liabilities	1,524,389	(895,299)
	<u>(15,065,612)</u>	<u>(14,395,299)</u>
Income tax paid	(102,872)	(1,887)
Final Cash Dividend Declared	(2,116,310)	-
Net cash generated from operating activities	<u>(14,735,805)</u>	<u>(1,979,160)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Dividend income	12,468	12,451
Interest Income	397	144
Capital Expenditure Incurred	(2,741,671)	(636,979)
Sale proceeds of investments	17,747,000	2,680,000
Net cash outflow from investing activities	<u>15,018,194</u>	<u>2,055,616</u>
Net Increase/(Decrease) in cash & cash equivalent	282,389	76,456
Cash & cash Equivalent at the beginning of the year	230,685	141,014
Cash & cash equivalent at the end of period	<u>513,074</u>	<u>217,471</u>

The Annexed notes form an integral part of these condensed interim financial information.

Asad Ahmad
Chief Executive

Marium Ahmad
Director

Ahmed Khizer Khan
Director



**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE QUARTER ENDED 31-03-2019**

	Certificate Capital	General Reserve	Statutory Reserve	Re-measurement of Investment classified as available for sale	Accumulated Profit/ (Loss)	Total
	Rupees					
Balance as at June 30, 2017	211,631,040	10,000,000	21,280,446	-	(36,406,025)	206,505,461
Profit for the quarter ended March 31, 2018	-	-	-	-	1,932,911	1,932,911
Other comprehensive income	-	-	-	(829,705)	-	(829,705)
Balance as at March 31, 2018	<u>211,631,040</u>	<u>10,000,000</u>	<u>21,280,446</u>	<u>(829,705)</u>	<u>(34,473,116)</u>	<u>207,608,667</u>
Balance as at June 30, 2018	211,631,040	10,000,000	21,744,353	-	(34,550,400)	208,824,993
Profit for the quarter ended March 31, 2018	-	-	-	-	(7,135,428)	(7,135,428)
Other comprehensive income	-	-	-	-	-	-
Final dividend for the year ended June 30, 2018	-	-	-	-	(2,116,310)	(2,116,310)
Balance as at March 31, 2019	<u>211,631,040</u>	<u>10,000,000</u>	<u>21,744,353</u>	<u>-</u>	<u>(43,802,138)</u>	<u>199,573,254</u>

The Annexed notes form an integral part of these condensed interim financial information.

Asad Ahmad
Chief Executive

Marium Ahmad
Director

Ahmed Khizer Khan
Director



**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2019**

1. LEGAL STATUS AND NATURE OF THE BUSINESS

First Tri-Star Modaraba was formed under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the Rules framed there under and is managed by A.R.T. Modaraba Management (Private) Ltd. The Modaraba is a perpetual Modaraba and is primarily engaged in leasing / Ijarah of plant, machinery, motor vehicles (both commercial and private) and computer equipment, etc. The Modaraba is listed on Pakistan Stock Exchange Limited. The registered office of the Modaraba is situated at A/33, Central Commercial Area, Block 7/8, KCHSU, Main Shahrah-e-Faisal, Karachi.

2. RESERVES

	March 2019	June 2018
General Reserve	10,000,000	10,000,000
Statutory Reserve	<u>21,744,353</u>	<u>21,744,353</u>
	<u>31,744,353</u>	<u>31,744,353</u>

In accordance with the new Prudential Regulations for Modaraba Circular No: 4/2001 dated June 14, 2001 issued by the Registrar Modaraba, the Modaraba is required to transfer not less than 20% of its after tax profit to statutory reserve until the reserve equal the paid - up capital. Thereafter, 5% of the after tax are required to be transferred to the reserve.

3. CREDITOR, ACCRUED AND OTHER LIABILITIES

Accrued expenses	500,000	1,160,194
Management fee	384,672	384,672
Sales tax payable on Management fees	50,007	50,007
Other liabilities	<u>5,809,740</u>	<u>2,234,698</u>
	<u>6,744,419</u>	<u>3,829,571</u>



		Mar 2019	June 2018
4	Long Term Investments	Note	-----Rupees-----
	Available for sale		
	Shares and certificates of listed companies & associated undertaking	4.1	6,560 10,418
	Shares of unlisted subsidiary & associated undertakings	4.2	46,838,000 64,585,000
			<u>46,844,560</u> <u>64,595,418</u>

4.1 Investments in listed companies

No. of Shares/Certificates		Name of Company/ Associated Undertaking	Mar-19		Jun-18	
			Cost	Fair Value	Cost	Fair Value
Mar-19	Jun 2018		Rupees	Rupees	Rupees	Rupees
476	476	Tri-Star Polyester Limited	5,821	5,260	5,821	7,906
400	400	Tri-Star Power Limited	8,634	1,300	8,634	2,512
			<u>14,455</u>	<u>6,560</u>	<u>14,455</u>	<u>10,418</u>
		Less: Fair Value Adjustment	<u>7,895</u>		<u>4,037</u>	
		Fair Value	<u>6,560</u>		<u>10,418</u>	

4.2 Investment of Unlisted companies

No. of Shares/Certificates		Name of Company/ Associated Undertaking	Mar-19	Jun-18
			Cost	Cost
Mar-19	Jun 2018		Rupees	Rupees
			Cost	Cost
4,683,800	6,458,500	Tri-Star Energy Limited	46,838,000	64,585,000
(Percentage Holding)				
15%	21%			
		Less: Fair Value Adjustment	-	-

5 Short Term Investments

No. of Shares/Certificates		Name of Company	Mar-19		Jun-18	
			Cost	Fair Value	Cost	Fair Value
Mar-19	Jun-18		Rupees	Rupees	Rupees	Rupees
437	437	Orix Modaraba	7,305	7,254	7,305	7,259
70	70	First IBL Modaraba	1,860	210	1,860	306
434	362	Orix Leasing Pakistan Limited	9,938	10,893	9,938	15,736
132	132	Saudi Pak Leasing Limited	2,349	-	2,349	-
12	12	Bank AL Habib Limited	23	1,028	23	946
86	86	Soneri Bank Limited	315	945	315	1,115
28	28	Samba Bank Limited	500	151	500	214



No. of Shares/Certificates		Name of Company	Mar 19		Jun 18	
			Cost	Fair Value	Cost	Fair Value
Mar-19	Jun-18		Rupees	Rupees	Rupees	Rupees
851	851	Saritow Spinning Mills Ltd (Azam Tex)	12,375	3,072	12,375	6,765
100	100	Faisal Spinning Mills Limited	3,115	25,000	3,115	30,000
171	171	Sana Industries Limited	11,499	7,524	11,499	6,498
242	242	Nishat Chunian Limited	2,882	12,521	2,882	11,490
140	140	Nishat Mills Limited	3,533	18,845	3,533	19,729
120	-	Din Textile Mills Ltd.	-	9,300	-	-
127	127	Jubilee Spinning & Weaving Mills Limited	2,004	419	2,004	747
301	301	Kohinoor Industries Limited	11,264	1,105	11,264	1,093
230	230	Mohammad Farooq Textile Mills Ltd.	7,743	-	7,743	-
20	20	Hinopak Motors Limited	1,660	7,902	1,660	16,154
6,000	6,000	Engro Corporation Limited	246,032	1,963,380	246,032	1,883,160
100	100	Sanofi-Aventis (Aventis) Limited	16,064	83,300	16,064	107,000
259	259	Packages Limited	7,816	98,358	7,816	126,837
2,000	2,000	Cherat Cement Limited	83,600	125,640	83,600	194,460
613	613	Shell Pakistan Limited	1,280	161,360	1,280	193,763
1,000	1,000	Pakistan State Oil Company limited	415,215	216,180	415,215	318,310
264	264	Dewan Salman Fibre Limited	6,622	-	6,622	-
			854,994	2,754,387	854,994	2,941,582
Fair Value Adjustment			1,899,393		2,086,588	
Fair Value			2,754,387		2,941,582	

Companies delisted/Trading suspended

No. of Shares/Certificates		Name of Company	Mar-19		Jun-18	
			Cost	Fair Value	Cost	Fair Value
Mar-19	Jun 2018		Rupees	Rupees	Rupees	Rupees
400	400	Islamic Investment Bank Limited	2,757	-	2,757	-
5	5	Innovative Investment Bank Limited	4,545	-	4,545	-
102,350	102,350	Mohib Exports Limited	2,436,070	-	2,436,070	-
500	500	Company Limited	5,000	-	5,000	-
600	600	Mian Mohd. Sugar Mills Limited	6,000	-	6,000	-
17,671	17,671	Mohib Textile Mills Limited	897,530	-	897,530	-
10,000	10,000	Sunshine Cloth Limited	160,900	-	160,900	-
			3,512,802	-	3,512,802	-
			3,512,802	-	3,512,802	-

The fair value of investments of companies which are under suspension and delisted by Pakistan Stock Exchange Limited is taken as nil.

6 Cash and Bank Balances

Cash in hand	517,180	172,703
Bank balances		
- Profit and loss account	8,119	7,761
- Current accounts	(12,225)	50,220
	(4,106)	57,982
	513,074	230,685