

Tri-Star
Mutual Fund Limited



**UNAUDITED ACCOUNTS FOR
3RD QUARTER ENDED
MARCH 31, 2019**



Company Information

Board of Directors:	Ms. Marium Ahmad	Non Executive Chairman
	Mr. Jawed Ahmad Siddiqui	Non Executive Director
	Mr. Tanvir Hasan	Non Executive Director
	Mr. Mohammad Haroon Saeed	Non Executive Director
	Mr. Muhammad Zameer	Non Executive Director
	Mr. Habib Jamal	Independent Director
	Mr. Asad Ahmad	Chief Executive
Investment Adviser:	Tri-Star Investments Ltd. A/33, Central Commercial Area, Block 7/8 Main Shahrah-e-Faisal, KCHSU, Karachi -75350.	
Auditors:	Ghalib & Co. Chartered Accountants	
Audit Committee:	Mr. Habib Jamal	Chairman
	Mr. Muhammad Zameer	Member
	Mr. Mohammad Haroon Saeed	Member
Bankers:	Bank AL Habib Ltd. Habib Metropolitan Bank Ltd.	
Registrar & Certificate Transfer Office:	Hameed Majeed Associates (Pvt) Ltd. 4 th Floor, Karachi Chambers, Hasrat Mohani Road, Karachi.	
Registered Office:	A/33, Central Commercial Area, Block 7/8 Main Shahrah-e-Faisal, KCHSU, Karachi -75350.	



Directors' Report

For the quarter ended March 31, 2019

The Board of Directors of Tri-Star Mutual Fund Ltd., are pleased to present quarterly Accounts for the period ended March 31, 2019.

The Pakistan Stock Exchange 100 Share Price Index decreased by 3,261 points during the quarter from 41,910 points as on June 30, 2018 to 38,649 points as on March 31, 2019.

By order and on behalf of the Board

ASAD AHMAD
Chief Executive

Karachi: April 29, 2019



CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
As at March 31, 2019

	March 2019 Rupees	June 2018 Rupees
ASSETS		
NON CURRENT ASSETS		
Long Term Deposits	12,500	12,500
CURRENT ASSETS		
Investments	70,284,525	76,943,445
Advance Income Tax	201,453	200,193
Other Receivables	8,267	10,953
Balances with Bank	70,366	41,774
	<u>70,564,611</u>	<u>77,196,365</u>
TOTAL ASSETS	<u>70,577,111</u>	<u>77,208,865</u>
LIABILITIES		
CURRENT LIABILITIES		
Payable to Investments Adviser- an associated co	6,865,935	6,322,435
Accrued expenses	3,569,063	3,729,838
Unclaimed Dividend	426,082	426,082
	<u>10,861,080</u>	<u>10,478,355</u>
NET ASSETS	<u>59,716,031</u>	<u>66,730,510</u>
AUTHORISED SHARE CAPITAL		
20,000,000 Certificates of Rs. 10/- each	<u>200,000,000</u>	<u>200,000,000</u>
CERTIFICATE CAPITAL AND RESERVES		
Certificate Capital	50,000,000	50,000,000
Unrealized Profit/(Loss) due to Change in Fair value of Investment	(7,910,615)	(8,561,846)
Unappropriated Profit	17,626,646	25,292,356
TOTAL CERTIFICATE HOLDERS' FUND	<u>59,716,031</u>	<u>66,730,510</u>
Net Assets value per certificate - Rupees	<u>11.94</u>	<u>13.35</u>

CONTINGENCIES & COMMITMENTS

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

Asad Ahmad
Chief Executive

Marium Ahmad
Director

Mohammad Zameer
Chief Financial Officer



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

Quarter	Cummulative	Quarter	Cummulative
Jan-Mar	July-Mar	Jan-Mar	July-Mar
2019	2019	2018	2018
Rupees	Rupees	Rupees	Rupees

INCOME

Income/(Loss) from Operation

(1,863,056) (7,276,533) 12,696,423 (828,360)

OPERATING EXPENSES

Administrative

Financial Charges

-	388,978	106,250	186,500
(0)	200	193	1,056

Profit/(Loss) before taxation

Taxation

Profit/(Loss) after taxation

Other comprehensive income/(Loss) for the year:

Total comprehensive Income/(Loss) for

the year

Earning/(Loss) per certificate (Rupees)

(0)	389,178	106,443	187,556
(1,863,055)	(7,665,710)	12,589,980	(1,015,916)
-	-	-	-
(1,863,055)	(7,665,710)	12,589,980	(1,015,916)
(781,928)	651,231	(612,068)	(1,322,938)
(2,644,983)	(7,014,479)	11,977,911	(2,338,854)
(0.53)	(1.40)	2.40	(0.47)

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

Asad Ahmad
Chief Executive

Marium Ahmad
Director

Mohammad Zameer
Chief Financial Officer



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

	March 2019	March 2018
	Rupees	
CASH FLOW FROM OPERATING ACTIVITIES		
(Loss) before Taxation	(7,014,479)	(2,338,854)
Adjustment for non-cash changes and other items:		
Unrealized loss on 'Available for sale' Investments	(651,231)	688,942
Unrealized diminution on re-measurement of investments classified as 'Financial Assets at fair value through profit or loss' - net	7,310,152	1,322,938
	6,658,920	2,011,880
Operating cash (outflow)/inflow before working capital changes	(355,559)	(326,974)
Decrease/(Increase) in assets		
Other receivables	2,686	(4,139)
(Decrease)/Increase in liabilities		
Due to Investment Advisor	543,500	(342,799)
Accrued Expenses and other Liabilities	(160,775)	(250,870)
Net cash (outflow) from operating activities	29,852	(924,782)
CASH FLOW FROM INVESTING ACTIVITIES		
Sale proceed of Investment	-	921,500
Net cash (outflow)/inflow from investing activities	29,852	(3,282)
CASH FLOW FROM FINANCING ACTIVITIES		
Taxes Paid	(1,260)	-
Net cash used in financing activities	28,592	(3,282)
Net increase/(decrease) in Cash and Cash Equivalent	28,592	(3,282)
Cash and Cash Equivalent at the beginning of the year	41,775	40,809
Cash and Cash Equivalent at the end of the year	70,366	37,528

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

Asad Ahmad
Chief Executive

Marium Ahmad
Director

Mohammad Zameer
Chief Financial Officer



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

Particulars	Certificate Capital	Unrealized Gain/(Loss) due to Change in the value of Investments	Accumulated (Loss)/ Unappropriated Profit	Total
(Rupees).....			
Balance as at June 30, 2017	50,000,000	(5,939,985)	35,224,445	79,284,460
Total Comprehensive income for the year	-	(2,621,861)	(9,932,089)	(12,553,950)
Balance as at June 30, 2018	50,000,000	(8,561,846)	25,292,356	66,730,510
Total Comprehensive (Loss) for the year		651,231	(7,665,710)	(7,014,479)
Balance as at March 31, 2019	50,000,000	(7,910,615)	17,626,646	59,716,031

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

Asad Ahmad
Chief Executive

Marium Ahmad
Director

Mohammad Zameer
Chief Financial Officer



March
2019
Rupees
June
2018

INVESTMENTS**"Financial assets at fair value through profit and loss" - held for trading**

- Quoted equity securities - regular market trade

63,532,139 70,842,290

Available for sale

- Quoted equity securities - associated companies

6,752,387 6,101,155
70,284,525 76,943,445

Investments - financial assets at fair value through profit or loss - held for trading

Unless stated otherwise, the holdings are in ordinary shares / certificates of Rs.10/- each.

Name of Company	Number of Shares as on June 30, 2018	Cost of Shares as on June 30, 2018	Market value of Shares as on June 30, 2018	Shares received during the period	Bonus Shares Received during the period	Shares sold during the period	Balance as at March 31, 2019			Percentage in relation to Investee Companies	
							Number of Shares	At Cost (Rupees)	At Market Value (Rupees)	Paid-up Capital	Number of Shares
COMMERCIAL BANKS, FINANCIAL SERVICES ETC.											
Askari Bank Ltd.	4,565	57,382	99,837	-	-	-	4,565	57,382	93,354	0.0009	0.0101
Bank Al-Habib Ltd.	104,619	50,255	8,247,116	-	-	-	104,619	50,255	8,961,664	0.0007	0.0143
JS Bank Ltd.	47,334	959,549	394,766	-	-	-	47,334	959,549	273,117	0.0157	0.0077
Foreign Exchange Bearer Certificates 6.1.1	36,000	3,933,000	3,636,000	-	-	-	36,000	3,933,000	3,636,000		
MCB Bank Ltd.	61,564	821,488	12,175,512	-	-	-	61,564	821,488	12,099,173	0.0108	0.0098
Soneri Bank Ltd.	8,655	27,994	112,255	-	-	-	8,655	27,994	95,118	0.0005	0.0021
Orix Leasing Pakistan Ltd Formerly Standard Chartered Leasing Ltd.	6,545	98,975	284,511	-	-	-	6,545	98,975	164,280	0.0101	0.0167
NONLIFE INSURANCE											
Adamjee Insurance Co.Ltd.	17,117	1,891,417	834,111	-	-	-	17,117	1,891,417	685,536	0.1529	0.0138
PERSONAL GOODS (TEXTILES)											
Faisal Spinning Mills Ltd.	74,000	2,206,265	22,200,000	-	-	-	74,000	2,206,265	18,500,000	2.2063	0.7400
Crescent Textile Mills Ltd.	383	14,119	9,652	-	-	-	383	14,119	8,667	0.0029	0.0008
Mian Textile Industries Ltd.	90,000	701,170	314,100	-	-	-	90,000	701,170	405,000	0.3172	0.4071
CONSTRUCTION AND MATERIALS											
Lucky Cement Ltd.	15,000	2,083,824	7,618,950	-	-	-	15,000	2,083,824	6,423,600	0.0644	0.0046
OIL & GAS											
Oil & Gas Development Co. Ltd.	15,000	2,012,403	2,334,300	-	-	-	15,000	2,012,403	2,213,250	0.0047	0.0003
Pakistan State Oil Ltd.	5,702	1,525,057	1,815,004	-	-	-	5,702	1,525,057	1,232,658	0.0889	0.0033
Shell Pakistan Ltd.	158	11,889	49,942	-	-	-	158	11,889	41,590	0.0017	0.0003
TELECOMMUNICATION											
Pakistan Telecommunication Co.Ltd.	50,000	2,280,683	572,000	-	-	-	50,000	2,280,683	454,500	0.0060	0.0013
MULTI UTILITIES											
Sui Northern Gas Co. Ltd.	36,748	566,649	3,682,885	-	-	-	36,748	566,649	2,760,142	0.0103	0.0067
Sui Southern Gas Ltd.	1,312	26,150	43,060	-	-	-	1,312	26,150	28,667	0.0004	0.0002
CHEMICAL											
Dewan Salman Fibre Ltd. 6.1.2.	33,639	1,750,708	29,602	-	-	-	33,639	1,750,708	29,602	0.0478	0.0092
Engro Corporation Ltd.	2,887	153,917	906,114	-	-	-	2,887	153,917	944,713	0.0047	0.0015
Engro Fertilizer	288		21,574	-	-	-	288		20,606		0.0001
Fauji Fert Bin Qasim Ltd.	50,000	1,980,593	1,930,000	-	-	-	50,000	1,980,593	1,712,000	0.0212	0.0054
PHARMA AND BIOTECH											
Sanoofi-Avantis Ltd.	3,300	469,937	3,531,000	-	-	-	3,300	469,937	2,748,900	0.4872	0.0342
		23,623,424	70,842,290					23,623,424	63,532,139		
Reversal of provision for Diminution in value of Investments		47,218,866						39,908,715			
		70,842,290						63,532,139			



6.1.1 In September 1996, the Income Tax Authorities raided the Company's premises and took away by force, all the records, documents, and valuable securities, including FEBC's/Bearer NIT units of all the Group companies, which included the FEBC's of the Fund; without lawful authority and without making any inventory. This raid caused a serious disruption in the company's business. The company filed a suit against the Income Tax Authorities in the Honorable High Court of Sind, challenging the said act as being illegal. The Honorable High Court of Sind, vide its Order dated July 31, 1998, held that the presence of irregularities and malafides in the act of the Income Tax Department cannot be ruled out. Further, the remaining two ingredients namely balance of convenience and causing irreparable loss and injury, also exists in favour of the company. Further, the Income Tax Department was directed to submit their report keeping in view the provisions of Section 146(C) of The Income Tax Ordinance, 1979, declaring how much more time they would need to return the impounded documents and records. In spite of the orders of the Hon'able High Court of Sindh, the Income Tax Department has neither returned the records nor any of the FEBC's/valuables. The Fund has filed a contempt application against the Department and the matter is now in evidence stage.

6.1.2. Dewan Salman Fibre Limited's aggregate market value of investment based on last available quoted price as of February, 19 2018 sfater the same same date the transactions of the same company has been suspended till reporting date.

Available for sale - Quoted equity securities
Shares/ Certificates of associated companies

Name of Company	Number of Shares as on June 30, 2018	Cost of Shares as on June 30, 2018	Market value of Shares as on June 30, 2018	Shares Purchased during the year	Bonus Shares Received during the year	Shares sold during the year	Balance as at March 31, 2019			Percentage in relation to	
							Investee Companies				
							Number of Shares	At Cost (Rupees)	At Market Value (Rupees)	Paid-up Capital	No. of shares
EQUITY INVESTMENTS											
INSTRUMENTS											
First Tri-Star Modaraba	670,067	9,698,250	5,353,835	-	-	-	670,067	9,698,250	6,365,637	4.58	3.17
ELECTRICITY											
Tri-Star Power Ltd.	119,000	4,964,750	747,320	-	-	-	119,000	4,964,750	386,750	3.31	0.79
		14,663,000	6,101,155					14,663,000	6,752,387		
		(8,561,845)						(7,910,614)			
Provision for Diminution in value of Investments		6,101,155						6,752,387			