

QUARTERLY REPORT

September 30, 2014

(Un-audited)



FIRST AL-NOOR MODARABA

(An Islamic Financial Institution)

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المضارب

Corporate Information

Board of Directors

Mr. Ismail H. Zakaria	Chairman (NE*)
Mr. Jalaluddin Ahmed	Chief Executive (E**)
Mr. Yusuf Ayoob	Director (NE*)
Mr. Suleman Ayoob	Director (NE*)
Mr. Aziz Ayoob	Director (NE*)
Mr. Mansoor Alam	Director (NE**)
Mr. Zia Zakaria	Director (NE*)
Mr. Zain Ayoob	Director (NE*)

Bankers

Al-Baraka Bank (Pakistan) Limited
Askari Bank Limited Islamic Banking
Faysal Bank Limited Islamic Banking
Habib Bank Limited, Islamic Banking
MCB Bank Limited, Islamic Banking
Meezan Bank Limited

Auditors

Rahman Sarfaraz Rahim Iqbal Rafiq
Chartered Accountants
Mufti Muhammad Ibrahim Essa

Shariah Advisor

Mufti Muhammad Ibrahim Essa

Legal Advisor

Muhammad Jamshaid Malik
Barrister-at-Law

* Non Executive
** Executive
*** Independent Non Executive

Company Secretary

Mr. Roofi Abdul Razzak

Audit Committee

Mr. Suleman Ayoob -Chairman
Mr. Mansoor Alam -Member
Mr. Zia Zakaria -Member

HR & Remuneration Committee

Mr. Jalaluddin Ahmed -Chairman
Mr. Zain Ayoob -Member
Mr. Roofi Razzak -Member

Share Registrar

M/s Technology Trade (Private) Ltd.
Dagia House, 241-C, Block 2, P.E.C.H.
Society Off. Shahrah-e-Faisal, Karachi
Tel: 34391316-7 & 19 Fax: 3439131

Registered Office

3rd Floor, 96-A, Sindhi Muslim
Cooperative Housing Society, Karachi

Contact Details

Telephone 34558268 ; 34552943
34553067
Fax: 34553137
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Email: info@fanm.co

Report Of The Directors Of Modaraba Company

As at September 30, 2014 (Unaudited)

I, on behalf of Board of Directors of Al-Noor Modaraba Management (Private) Limited, the "mudarib/management company" of First Al-Noor Modaraba (FAM), pleased to present the report together with un-audited accounts for the first quarter ended September 30, 2014.

Financial Results

Financial results are summarized as under

	Quarter ended	
	September 30, 2014	September 30, 2013
	Rupees	
Profit after taxation	20,055	3,717,087
Un-appropriated profit brought forward	1,316,299	225,230
	1,336,354	3,942,317
Add:		
Share of associate's incremental depreciation	4,280	31,977
Un-appropriated profit carried forward	1,340,634	3,974,294
Earning per certificate- basic and diluted	0.00	0.18

Please note that since the closure of the past financial year on June 30, 2014, the commodity market (mainly due to political uncertainty) has slowed down considerably. Obviously, this wholly unexpected dullness in the commodity operations has heavily dented the modarabas profitability in the first quarter of the current financial year. The Modaraba will, however, maintain a vigilant eye on the overall market behavior in the times to come and then if the situation so warrants revisit its entire business strategy. Hopefully, things improve in the near future.

In the end, we are thankful to everyone who have whole heartedly contributed in achieving the above results.

On behalf of the Board

Jalaluddin Ahmed
Chief Executive

Place: Karachi
Date: October 23, 2014

Condensed Interim Balance Sheet

As at September 30, 2014 (Unaudited)

	Note	(Unaudited) September 30, 2014	(Audited) June 30, 2014
CURRENT ASSETS			
Cash and bank balances	4	28,759,536	22,150,478
Short term investments	5	42,591,523	43,053,177
Musawamah receivables - secured	6	25,000,000	25,000,000
Profit receivable		1,432,026	699,326
Ijarah rental receivable		10,037,516	108,789
Bills receivable		-	1,697,587
Trade Debtors		18,184,300	31,597,750
Stock in trade	7	119,734,393	124,325,994
Advances, deposits, prepayments and other receivables		7,475,087	8,649,419
Taxation		2,370,565	2,314,738
TOTAL CURRENT ASSETS		255,584,946	259,597,259
ASSETS			
NON-CURRENT ASSETS			
Long term deposits		3,846,989	3,839,989
Long term investments	8	23,042,665	15,369,205
Ijarah assets	9	91,168,610	93,036,512
Fixed assets in own use	10	3,881,898	4,243,876
TOTAL NON-CURRENT ASSETS		121,940,162	116,489,582
TOTAL ASSETS		377,525,108	376,086,841
LIABILITIES			
CURRENT LIABILITIES			
Current maturity of security deposits		6,280,250	2,884,950
Creditors, accrued and other liabilities		29,115,258	12,973,390
Provision for custom duty & surcharge		4,398,842	4,398,842
Profit payable		341,404	341,404
TOTAL CURRENT LIABILITIES		40,135,754	20,598,585
NON CURRENT LIABILITIES			
Security deposits		14,080,361	16,668,031
Deferred liability - staff gratuity		5,423,164	5,423,164
TOTAL NON-CURRENT LIABILITIES		19,503,525	22,091,195
TOTAL LIABILITIES		59,639,279	42,689,780
NET ASSETS		317,885,829	333,397,059
REPRESENTED BY:			
CAPITAL AND RESERVES			
Certificate Capital			
Authorised certificates Capital			
40,000,000 (June 2014: 40,000,000) certificates of Rs 10/- each		400,000,000	400,000,000
Issued, subscribed and paid-up capital		210,000,000	210,000,000
Reserves		107,956,604	107,456,604
Unappropriated profit		1,340,634	17,566,299
Unrealised diminution on remeasurement of investment classified as available for sale- net		(1,411,409)	(1,625,844)
Total capital and reserves		317,885,829	333,397,059
CONTINGENCIES AND COMMITMENTS			
The annexed notes 1 to 19 form an integral part of these financial statements.			

For Al-Noor Modaraba Management(Private) Limited
(Management Company)

Place : Karachi
Date : October 23, 2014

Chief Executive

Director

Director

Condensed Interim Profit and Loss Account

As at September 30, 2014 (Un-audited)

	Note	September 30, 2014	September 30, 2013
Rupees			
Profit from trading operations	12	677,765	4,317,883
Income on musawamah receivables		844,385	1,990,969
Income from Ijarah		3,637,522	2,262,391
Income from investments		817,611	1,684,614
		5,977,283	10,255,857
Administrative and operating expenses		6,887,184	5,974,671
Financial and other charges		32,206	20,631
		6,919,390	5,995,302
Operating profit		(942,107)	4,260,555
Other income/(loss)		418,154	1,103,843
		(523,953)	5,364,398
Unrealised gain / (loss) on re-measurement of investments at fair value through profit or loss	5.1.2	731,645	(1,421,135)
Share of profit from associates	8.1	(60,319)	269,435
		147,373	4,212,699
Modaraba management fee		(14,737)	(421,270)
		132,636	3,791,429
Provision for workers welfare fund		(2,601)	(74,342)
Profit before taxation		130,035	3,717,087
Income tax expense	13	(109,980)	-
Profit for the Period		20,055	3,717,087
Earnings per certificate - Basic and Diluted		0.00	0.18

The annexed notes 1 to 19 form an integral part of these financial statements.

For Al-Noor Modaraba Management(Private) Limited
(Management Company)

Place : Karachi
Date : October 23, 2014

Chief Executive

Director

Director

Condensed Interim Statement of Other Comprehensive Income

As at September 30, 2014 (Unaudited)

	September 30, 2014	September 30, 2013
	Rupees	
Profit for the year - after tax	20,055	3,717,087
Others comprehensive income		
Unrealized gain/ (loss) on re-measurement of available for sale investment	214,435	1,906
Shares of other comprehensive income of associate	-	-
	214,435	1,906
Total comprehensive income for the period - after tax	234,490	3,718,994

The annexed notes 1 to 19 form an integral part of these financial statements.

For Al-Noor Modaraba Management(Private) Limited
(Management Company)

Place : Karachi
Date : October 23, 2014

Chief Executive

Director

Director

Condensed Interim Cash Flow Statement

As at September 30, 2014 (Unaudited)

		September 30, 2014	September 30, 2013
	Note	Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash from operations after working capital changes	15	26,018,575	5,049,362
Increase/(Decrease) in long-term security deposits		807,630	205,981
Income on musawamah receivables		-	2,053,395
Income tax paid		(109,980)	-
Net cash from operating activities		26,716,225	7,308,738
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to fixed assets			
- Own		-	(25,506)
- Ijarah		(12,770,300)	(1,884,000)
Sale proceeds on disposal of fixed assets			
- Own		-	-
- Ijarah		-	1,164,296
Dividend received		577,470	704,106
Profit on bank deposit		263,595	760,255
Purchase of sukuk certificates		(5,000,000)	
Purchase of investments in listed securities		(6,986,051)	(15,067,504)
Proceeds from sale of investments in listed securities		3,840,325	8,467,075
Net cash (used in) investing activities		(20,074,961)	(5,881,278)
CASH FLOWS FROM FINANCING ACTIVITIES			
Profit paid to the certificate holders		-	-
Financial charges paid		(32,206)	(20,631)
Net cash (used in) financing activities		(32,206)	(20,631)
Net increase/(decrease) in cash and cash equivalents		6,609,058	1,406,829
Cash and cash equivalents at beginning of the year		22,150,478	29,308,110
Cash and cash equivalents at end of the period	5	28,759,536	30,714,939

The annexed notes 1 to 19 form an integral part of these financial statements.

For Al-Noor Modaraba Management(Private) Limited
(Management Company)

Place : Karachi
Date : October 23, 2014

Chief Executive

Director

Director

Condensed Interim Statement of Changes in Equity

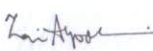
For the period and 1st Quarter Ended September 30, 2014 (Unaudited)

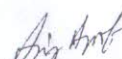
	Certificate Capital	*Statutory Reserve	Reserve General reserve	Unappropriated profit	Unrealized (loss)/Gain on remeasurement of available for sale investment	Total
	Rupees					
Balance as at July 1, 2013 - restated	210,000,000	92,676,625	10,500,000	10,725,230	(1,245,266)	322,656,589
Share of associate's incremental depreciation on account of revaluation of fixed assets	-	-	-	222,110	-	222,110
Total Comprehensive income for the period	-	-	-	21,398,938	(380,578)	21,018,360
Profit distribution in cash	-	-	-	(10,500,000)	-	(10,500,000)
Transfer to general reserve	-	-	-	-	-	-
Transfer to statutory reserve	-	4,279,979	-	(4,279,979)	-	-
Balance as at June 30, 2014	210,000,000	96,956,604	10,500,000	17,566,299	(1,625,844)	333,397,059
Share of associate's incremental depreciation on account of revaluation of fixed assets	-	-	-	4,280	-	4,280
Total Comprehensive income for the year	-	-	-	20,055	214,435	234,490
Profit distribution in cash	-	-	-	(15,750,000)	-	(15,750,000)
Transfer to general reserve	-	-	500,000	(500,000)	-	-
Transfer to statutory reserve	-	-	-	-	-	-
Balance as at September 30, 2014	210,000,000	96,956,604	11,000,000	1,340,634	(1,411,409)	317,885,829

The annexed notes 1 to 19 form an integral part of these financial statements.

For Al-Noor Modaraba Management(Private) Limited
(Management Company)


Chief Executive


Director


Director

Place : Karachi
Date : October 23, 2014

Notes to the Condensed Interim Financial Statements

For the Three Months and 1st Quarter Ended September 30, 2014 (Un-audited)

1 LEGAL STATUS AND NATURE OF BUSINESS

The First Al Noor Modaraba was formed under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the rules framed thereunder and is managed by Al Noor Modaraba Management (Private) Limited, a company incorporated in Pakistan. The address of its registered office is 96-A, Sindhi Muslim Housing Society. The Modaraba was floated on October 19, 1992 and commenced its business on November 02, 1992.

The Modaraba is a multipurpose perpetual modaraba and is primarily engaged in ijarah financing, musharikah, murabaha, musawamah, modaraba, equity investment, Ijarah and trading activities. The Modaraba is listed on the Karachi and Lahore Stock Exchanges.

2 STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984, the requirements of the 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). Wherever the requirements of the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 and directives issued by SECP differ with the requirements of IFRS, the requirements of the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 or the directives issued by SECP prevail.

"The figures of the condensed interim profit and loss of account for the quarter ended September 30, 2013 and 2014 are unaudited and the information do not include all the information and disclosures required in the annual financial information, and should be read in conjunction with the Modaraba's annual financial statements for the year ended 30 June 2014.

2.1. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted for the preparation of these condensed interim financial information are consistent with those followed in the preparation of the Modaraba's annual financial statement for the year ended 30 June 2014.

3. ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of the interim financial information conformity with approved accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, income and expenses. It also requires management to exercise judgment in application of the Modaraba's accounting policies. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both the current and future periods.

The preparing the interim financial information, the significant judgments made by management in the applying the company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the preceding published annual financial statements of the Modaraba as at and for the year ended June 2014.

Notes to the Condensed Interim Financial Statements

For the Three Months and 1st Quarter Ended September 30, 2014 (Un-audited)

	Note	September 30, 2014	June 30, 2014
		Rupees	
4. CASH AND BANK BALANCES			
With Cash in Hand		45,074	17,800
With banks in current accounts		156,923	910,830
With banks in PLS account		28,557,539	21,221,848
		28,759,536	22,150,478

5. INVESTMENTS

5.1 Short term Investments

At fair value through profit and loss

- Equity securities - listed	5.1	42,591,523	43,053,177
		42,591,523	43,053,177

5.1 At fair value through profit and loss Equities securities listed

Name of investee company	Number of Shares / Units				Balance as at September 30, 2014			
	As at July 1, 2014	Purchases during the period	Bonus / right issue	Sales / write-offs during the period	As at Sept. 31, 2014	Carrying cost	Market value	Appreciation / (diminution)
Construction and Materials								
Lafarge Pakistan Cement Company Limited	-	35,000	-	35,000	-	-	-	-
Lucky Cement Company Limited	-	2,500	-	2,500	-	-	-	-
D.G.Khan Cement Limited	5,000	5,000	-	-	10,000	900,775	797,215	(103,560)
Kohat Cement Company Limited	5,000	-	-	5,000	-	-	-	-
Sub total	10,000	42,500	-	42,500	10,000	900,775	797,215	(103,560)
Oil & Gas Producers								
Pakistan State Oil Limited	-	500	-	500	-	-	-	-
National Refinery Limited	7,000	-	-	-	7,000	2,146,237	1,358,490	(787,747)
Pakistan Petroleum Limited	18,700	-	3,450	-	22,150	2,952,978	4,227,135	1,274,157
Sub total	25,700	500	3,450	500	29,150	5,099,215	5,585,625	486,410
Gas Water & Multiutilities								
Sui Northern Gas Pipelines Limited	50,500	-	-	-	50,500	1,359,034	1,074,640	(284,394)
Sub total	50,500	-	-	-	50,500	1,359,034	1,074,640	(284,394)
General Industries								
Packages Limited	-	1,000	-	1,000	-	-	-	-
Sub total	-	1,000	-	1,000	-	-	-	-
Electricity								
The Hub Power Company Limited	2,500	2,500	-	2,500	2,500	165,142	159,944	(5,198)
K-Electric Limited	25,000	-	-	-	25,000	212,771	192,875	(19,896)
Pakgen Power Limited	5,000	-	-	-	5,000	112,511	90,425	(22,086)
Kot Addu Power Company Limited	-	2,500	-	-	2,500	161,266	160,725	(541)
Sub total	32,500	5,000	-	2,500	35,000	651,690	603,969	(47,721)
Automobile and Parts								
Agriauto Industries Limited	6,000	-	-	-	6,000	654,736	763,740	109,004
Sub total	6,000	-	-	-	6,000	654,736	763,740	109,004

Notes to the Condensed Interim Financial Statements

For the Three Months and 1st Quarter Ended September 30, 2014 (Un-audited)

Name of investee company	Number of Shares / Units				Balance as at September 30, 2014			
	As at July 1, 2014	Purchases during the period	Bonus / right issue	Sales / write-offs during the period	As at Sept 30, 2014	Carrying cost	Market value	Appreciation / (diminution)
<i>Fixed Line Telecommunication</i>								
Pakistan Telecommunication Company Limited	-	10,000	-	-	10,000	251,525	233,100	(18,425)
	-	10,000	-	-	10,000	251,525	233,100	(18,425)
<i>Chemicals</i>								
Fauji Fertilizer Bin Qasim Limited	95,000	5,000	-	-	100,000	4,958,616	4,021,105	(937,511)
Fatima Fertilizer Company Limited	5,000	15,000	-	-	20,000	431,993	425,725	(6,268)
Fauji Fertilizer Company Limited	90,000	-	-	-	90,000	10,269,615	10,209,600	(60,015)
Lotte Pakistan PTA Limited	200,000	-	-	-	200,000	2,193,568	1,360,000	(833,568)
Dynea Pakistan Limited	-	15,000	-	-	15,000	721,042	686,175	(34,867)
Sub total	390,000	35,000	-	-	425,000	18,574,834	16,702,605	(1,872,229)
<i>Industrial Transportation</i>								
Pakistan National Shipping Company	2,000	-	-	2,000	-	-	-	-
Sub total	2,000	-	-	2,000	-	-	-	-
<i>Personal Goods(Textiles)</i>								
Nishat Mills Limited	10,000	-	-	-	10,000	1,251,375	1,190,000	(61,375)
Kohinoor Textile Mills Limited	30,000	-	-	-	30,000	803,480	695,650	(107,830)
Sub total	40,000	-	-	-	40,000	2,054,855	1,885,650	(169,205)

Units of Mutual Funds

UBL Bank Limited - Islamic saving fund Class C	24,118	-	-	24,118	-	-	-	-
Meezan Islamic Fund - Growth Units	69,180	-	-	-	69,180	1,521,948	3,533,292	2,011,344
Meezan Sovereign Fund - growth Fund	103,711	-	-	-	103,711	4,200,422	5,346,691	1,146,269
First Habib Islamic Balanced Fund	55,447	-	-	-	55,447	4,673,100	6,064,996	1,391,895
Sub total	252,456	-	-	24,118	228,338	10,395,471	14,944,979	4,549,508

Total Listed securities

- At Fair value through Profit & Loss	809,156	94,000	3,450	72,618	833,988	39,942,135	42,591,523	2,649,388
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5.1.2 Unrealised gain / (loss) on re-measurement of investment at fair value through profit or loss

Market Value as at	42,591,523	44,296,203
Cost of investment	(39,942,135)	(44,189,094)
Unrealised gain/(loss) on investment as at year ended	2,649,389	107,111
Unrealised gain/(loss) on investment at the beginning of the year	107,111	17,632,196
Gain realised on disposal during the period	(2,024,855)	(14,009,180)
Unrealised gain on investment for the period ended	731,645	3,730,127

6 Musawamah Receivables - Secured

Musawamah receivables	6.1	25,000,000	25,000,000
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6.1 This represents principal amount outstanding against musawamah receivable from various customers for the period ranging between 90 to 180 days. These musawamah carry profit ranging upto 14% (June 2014: pto 14.00% per annum. These are secured against hypothecation of stocks and trade receivables, demand promissory notes, personal guarantee of directors/proprietors.

7 STOCK IN TRADE

Finished goods	120,002,183	124,583,191
In transit	-	10,593
less: Provision for slow moving stock	(267,790)	(267,790)
	119,734,393	124,325,994

Notes to the Condensed Interim Financial Statements

For the Three Months and 1st Quarter Ended September 30, 2014 (Un-audited)

	Note	September 30, 2014	June 30, 2014
8 LONG TERM INVESTMENTS			
Investment in Associates	8.1	7,437,415	7,493,454
Available for Sale			
- Equity securities - listed		10,615,062	7,875,751
Held to maturity			
- Investment in sukuk (ABPL)		4,990,188	-
		<u>23,042,665</u>	<u>15,369,205</u>

8.1 This represents investment of modaraba in its associate group company's i.e. Al Noor Sugar Mills Limited on the basis of its common directorship.

9 IJARAH ASSETS

Machinery	4,880,566	4,233,372
Vehicles	60,409,599	52,690,320
Others	25,878,445	36,112,820
	<u>91,168,610</u>	<u>93,036,512</u>

10 FIXED ASSETS IN USE

Tangible assets	3,856,670	4,212,048
Intangible assets	25,228	31,828
	<u>3,881,898</u>	<u>4,243,876</u>

10.1 Details of additions / (disposals) during the period are as follows:

Costs of additions to fixed assets in use:

Computer equipments	-	25,506
Office equipments and appliances	-	25,000
Furniture and Fixtures	-	-
Motor Vehicles	-	-
	-	<u>50,506</u>

Written down values of disposals of fixed assets:

Computer equipments	-	9,100
Office equipments	-	259,365
Motor vehicles	-	1,295,965
	-	<u>1,564,430</u>

11 CONTINGENCIES AND COMMITMENTS

- Contingencies

Contingencies are same as disclosed in the financial statements for the year ended June 30, 2014

- Commitments

There are no commitments as on balance sheet date.

Notes to the Condensed Interim Financial Statements

For the Three Months and 1st Quarter Ended September 30, 2014 (Un-audited)

	Note	September 30, 2014	September 30, 2013
12 PROFIT FROM TRADING OPERATIONS			
Local		21,712,061	83,363,513
Export		-	-
Sales - Net		21,712,061	83,363,513
Cost of Sales		(21,034,296)	(79,045,630)
		<u>677,765</u>	<u>4,317,883</u>

13 TAXATION

13.1 The income of the Modaraba, not being trading income, is exempt from tax subject to the condition that not less than ninety per cent of its total profits in the year as reduced by the amount transferred to a mandatory reserve, required under the provisions of Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 (XXXI of 1980) are distributed amongst the shareholders.

As per section 148 of the income tax ordinance, 2001, the Collector of Customs shall collect advance tax from every importer of goods on the value of the goods at the rate specified in Part II of the First Schedule of the income tax ordinance, 2001. The tax collected under this section shall be a final tax on the income of the importer arising from the imports.

As per section 154 of the income tax ordinance, 2001, every authorised dealer in foreign exchange shall, at the time of realisation of foreign exchange proceeds on account of the export of goods by an exporter, deduct tax from the proceeds at the rates specified in Division IV of Part III of the First Schedule. The tax deducted under this section shall be a final tax on the income arising from the transaction.

No provision for current taxation has been made in these financial statements as the Modaraba intends to distribute at least 90 percent of its total income for the year after transfer to mandatory reserve. Income tax expense during the period amounting to Rs. 109,980 (September 2013: Rs. nil) are the tax deducted as final on the remittance received from the import/export of goods.

14 RELATED PARTIES TRANSACTIONS

The related parties of the Modaraba comprise of its Management Company, associated companies, directors of the Management Company and key management personnel. 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 are as follows:

September 30, 2014	September 30, 2013
----- (Rupees) -----	

14.1 Balance outstanding at period end

Modaraba Management Company		
- Management fee	14,737	691,077
Associated undertakings		
- Guarantee commission accrued to MCB Bank Limited	829,937	685,620
- Sharing of common expense charged during the year with Al-Noor Sugar Mills Limited	150,000	150,000

Other related parties (other than key management personnel)		
- Contribution to staff gratuity fund	5,423,164	3,311,401

14.2 Transactions during the period

Modaraba Management Company		
- Management fee	14,737	421,270
Associated undertakings		
- Guarantee commission accrued to MCB Bank Limited	20,416	20,416
- Sharing of common expense charged during the year with Al-Noor Sugar Mills Limited	150,000	150,000
Other related parties (other than key management personnel)		
- Contribution to staff gratuity fund	-	227,351

Notes to the Condensed Interim Financial Statements

For the Three Months and 1st Quarter Ended September 30, 2014 (Un-audited)

15. CASH FROM OPERATIONS AFTER WORKING CAPITAL CHANGES

	September 30, 2014	September 30, 2013
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(Rupees)

Profit before taxation	130,035	3,717,087
Adjustments for:		
Gain on sale of investment in listed securities	(174,650)	(780,633)
Dividend income	(635,063)	(903,981)
Gain on Sukuk Certificates	(7,898)	-
Income on musawamah investment	(844,385)	(1,990,969)
Profit on bank deposits	(388,500)	-
Financial Charges	32,206	20,631
Depreciation - owned assets	355,378	445,782
Depreciation - Ijarah assets	17,608,764	7,658,113
Amortisation of intangible assets	6,600	6,600
Provision for gratuity	-	227,351
Share of profit/(loss) of associate	60,319	(269,435)
Unrealized loss/(gain) on re measurement of investments in listed securities	(731,645)	1,421,135
	15,281,127	5,834,593

Operating profit before working capital changes	15,411,162	9,551,680
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(Increase)/Decrease in current assets

Stock in trade	4,591,601	22,793,797
Bills receivable	1,697,587	-
Musawamah receivables - secured	-	194,600
Profit receivable	(732,701)	(68,130)
Ijarah Rental receivable	(9,928,727)	(144,854)
Trade Debtors	13,413,450	(22,091,847)
Advances, deposits, prepayments and other receivables	1,174,332	(3,503,115)
	10,215,544	(2,819,550)

Increase/(Decrease) in current liabilities

Creditors, accrued and other liabilities	391,867	(1,642,873)
Profit payable	-	(39,895)
	391,868	(1,682,768)

Cash flow from operating activities	26,018,575	5,049,362
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16 CASH AND CASH EQUIVALENTS

Cash and bank balances	4	28,759,536	22,150,478
		28,759,536	22,150,478

16 FINANCIAL RISK MANAGEMENT

The Modaraba's financial risk management objectives and policies are consistent with those disclosed in the preceding annual published financial statements of the Modaraba for the year ended June 30, 2014

Notes to the Condensed Interim Financial Statements

For the Three Months and 1st Quarter Ended September 30, 2014 (Un-audited)

17 Date of Authorization

These condensed interim financial statements were authorised for issue on October 23, 2014 by the Board of Directors of the Modaraba Management Company.

18 General

Figures have been rounded off to the nearest rupee.

For Al-Noor Modaraba Management(Private) Limited
(Management Company)

Place : Karachi
Date : October 23, 2014

Chief Executive

Director

Director

Book Post



If undelivered, please return to:

FIRST AL-NOOR MODARABA

(An Islamic Financial Institution)

96-A, Sindhi Muslim Co-operative Housing Society, Karachi-74400.

Tel.: 3455 8268, 3455 3067, 3455 2974 & 3455 2943