

Modaraba Al-Mali
Managed by:
BankIslami Modaraba Investments Ltd.



**First Quarter
September 30, 2015
Financial Statements (un-audited)**

Shahrah-e-Faisal, Karachi.
Phone : (92-21) 34547521-5 Fax : (92-21) 34547526

CONTENTS

	Page
Corporate Information	1
Directors' Review	2
Balance Sheet	3
Profit and Loss Account	4
Cash Flow Statement	5
Statement of Changes in Equity	6
Notes to the Financial Statements	7

CORPORATE INFORMATION

Board of Directors	Mr. Muhammad Hamid	Chairman
	<u>In Alphabetical Order</u>	
	Mr. Muhammad Faisal Shaikh	Director
	Mr. Rehan Shuja Zaidi	Director
	Mr. Syed Mujtaba Hussain Kazmi	Director
	Mr. Syed Akhtar Ausaf	Director
	Mr. Tariq Usman Bhatti	Director
	Mr. Zahid Ali H. Jamall	Director
	Mr. Aziz Adil	Chief Executive
Audit Committee	Mr. Zahid Ali H. Jamall	Chairman
	Mr. Muhammad Hamid	Member
	Mr. Muhammad Faisal Shaikh	Member
	Mr. Rehan Shuja Zaidi	Member
HR & Remuneration Committee	Mr. Syed Mujtaba Hussain Kazmi	Chairman
	Mr. Muhammad Faisal Shaikh	Member
	Mr. Aziz Adil	Member
Management Team	Mr. Aziz Adil	Chief Executive
	Mr. Zafar Ahmed Khan	CFO & Company Secretary
	Mr. Zeeshan Bin Farrukh	Head Of I.T / Admin
	Mr. Shah Muhammad Abdullah	Head Of CAD
Auditors	Ernst & Young Ford Rhodes Sidat Hyder Chartered Accountants Progressive Plaza Beaumont Road Karachi.	
Bankers & Financiers	BankIslami Pakistan Limited Bank Alfalah Limited Dubai Islamic Bank Ltd. Meezan Bank Limited	
Registrar & Share Registration Office	Technology Trade (Pvt.) Limited Dagia House, 241-C, Block-2, P.E.C.H.S., Karachi.	
Registered Office	10th Floor, Progressive Square, Opposite Nursery, Sharea Faisal, Karachi. Phone: 34547521-25, Fax: 34547526 E-mail: info@modarabaalmali.com URL: http://www.modarabaalmali.com	

Directors' Review

Directors' Review

We are pleased to present un-audited Financial Statements of Modaraba Al-Mali for the period ended September 30, 2015 as required under section 245 of the Companies Ordinance, 1984, presented in accordance with the requirements of the International Accounting Standard-34 "Interim financial Reporting" as applicable in Pakistan.

Operating Results

Modaraba has earned a net profit of Rs. 1.35 million for the quarter ended September 30, 2015 as compared to Rs. 2.89 million earned during the quarter ended September 30, 2014. Higher profitability in corresponding period is attributable to higher recoveries against non performing receivables and investment which accounted for at Rs. 2.22 million as compared to Rs. 1 million during the period under review. Performance of Modaraba remained consistent following 2014-15 results. Gross revenue increased from Rs. 8.32 million in September 2014 to Rs. 10.99 million during period under review. Financing activities remained the focus where the income earned (net of depreciation) by Modaraba registered a growth of 58% over comparative period. Fuel station yet again posted an encouraging result with net income of Rs.0.656 million for the quarter as against Rs.0.387 million earned in comparative period showing an increase of 69%. Our efforts to constantly keep a tighter control over operating expenses rewarded by a decrease of over 24% over September 30, 2014.

Future Prospects

Modaraba is focused on financing business. At the end of period under review, Modaraba has entered into a new phase and booked an Ijara transaction which has been financed through a Musharaka arrangement with its Management Company M/s BankIslami Modaraba Investments Limited where profit will be shared between the two accordingly under the supervision of Shariah Advisor. Our endeavor to book good quality assets continues and we intend to book more such transactions in future. Management is committed and expected to make more recoveries against non performing receivables in the coming periods.

Acknowledgement

We wish to place on record our appreciation and sincere gratitude to the regulators for their guidance, customers for their confidence, certificate-holders for their continued support and to all the members of management and staff for their dedication and hard work.

On behalf of the Board

-- Sd --

Aziz Adil

Chief Executive Officer

Karachi: October, 21, 2015

Modaraba Al-Mali

**BALANCE SHEET (UN-AUDITED)
AS AT SEPTEMBER 30, 2015**

		Unaudited September 30 2015	Audited June 30 2015
ASSETS			
Current assets			
Cash and bank balances		13,737,268	12,284,683
Ijarah finance	4	3,755,007	3,755,007
Murabaha finance	5	-	-
Investments	6	-	-
Receivable against operating lease/ijarah rentals and maintenance service	7	439,793	676,379
Advances, deposits, prepayments and other receivables	8	51,868,136	32,286,421
Inventory		488,975	964,102
		<u>70,289,179</u>	<u>49,966,592</u>
Total current assets		70,289,179	49,966,592
Non-current assets			
Property and equipment	9	73,288,704	73,560,861
Property and equipment under ijarah arrangement	10	76,113,832	82,184,500
Total non-current assets		<u>149,402,536</u>	<u>155,745,361</u>
Total assets		<u>219,691,715</u>	<u>205,711,953</u>
LIABILITIES			
Current liabilities			
Creditors, accrued and other liabilities		15,158,212	11,729,957
Current portion of security deposits		19,069,243	16,205,406
Unclaimed profit distribution		6,841,858	6,841,858
Dividend payable -2015		3,684,789	-
Total current liabilities		<u>44,754,102</u>	<u>34,777,221</u>
Non-current liabilities			
Musharaka Finanacing	11	9,126,000	-
Security deposits		9,381,767	12,168,025
Total liabilities		<u>63,261,869</u>	<u>46,945,246</u>
NET ASSETS		<u>156,429,846</u>	<u>158,766,707</u>
REPRESENTED BY CAPITAL AND RESERVES			
Authorized capital			
30,000,000 Modaraba certificates of Rs. 10 each		<u>300,000,000</u>	<u>300,000,000</u>
Issued, subscribed and paid-up			
18,423,945 Modaraba certificates of Rs. 10 each		184,239,450	184,239,450
Reserves		57,523,263	57,523,263
Accumulated loss		(85,332,867)	(82,996,006)
		<u>(27,809,604)</u>	<u>(25,472,743)</u>
Total capital and reserves		<u>156,429,846</u>	<u>158,766,707</u>
Contingencies and commitments	12		

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

*For BankIslami Modaraba Investments Limited
Modaraba Management Company*

Chief Executive

Director

Director

PROFIT AND LOSS ACCOUNT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2015

		Unaudited September 30 2015	Unaudited September 30 2014
	Note	------(Rupees)-----	
INCOME			
Income from ijarah finance - net		9,074,470	4,329,052
Profit from operation of a fuel station - net	13	655,691	387,492
Other income - net		<u>1,265,049</u>	<u>3,604,249</u>
		10,995,210	8,320,793
EXPENDITURE			
Depreciation on property and equipment - ijarah		7,129,673	3,103,080
Operating expenses	14	<u>3,343,818</u>	<u>4,434,365</u>
		10,473,491	7,537,445
		521,719	783,348
Reversal of impairment loss		<u>1,000,000</u>	<u>2,225,830</u>
		1,521,719	3,009,178
Provision for workers welfare fund		(30,434)	-
Modaraba company's management fee		-	-
Profit for the period before taxation		<u>1,491,285</u>	<u>3,009,178</u>
Taxation	15	<u>(143,357)</u>	<u>(109,235)</u>
Profit for the quarter		1,347,928	2,899,943
Other comprehensive income		-	-
Total comprehensive profit for the period		<u>1,347,928</u>	<u>2,899,943</u>
Earning per certificate - basic and diluted			
Continuing operations		<u>0.081</u>	<u>0.163</u>
Earning per certificate - basic and diluted		-	-
Discontinued operations		-	-

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

For BankIslami Modaraba Investments Limited
Modaraba Management Company

Chief Executive

Director

Director

Modaraba Al-Mali

**CASH FLOW STATEMENT (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2015**

	<i>Quarter ended</i>	
	<i>September 30, 2015</i>	<i>September 30, 2014</i>
	<i>----- Rupees -----</i>	
(A) CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	1,491,285	3,009,178
Adjustments of non-cash and other items		
Depreciation - property and equipment- owned	274,977	392,158
Depreciation on property and equipment - fuel operations	108,706	134,406
Depreciation on property and equipment - ijarah	7,129,672	3,103,080
(Gain) /Loss on disposal property and equipment	-	(2,077,269)
Reversal of impairment loss	(1,000,000)	(2,225,830)
	<u>6,513,355</u>	<u>(673,455)</u>
	8,004,640	2,335,723
(Increase) / decrease in current assets		
Ijarah finance	-	125,646
Receivable against operating lease rentals and maintenance service	236,586	10,912,449
Advances, deposits, prepayments and other receivables	(19,322,539)	2,321,690
Inventory	475,127	765,327
	<u>(18,610,826)</u>	<u>14,125,112</u>
Increase / (decrease) in current liabilities		
Creditors, accrued and other liabilities	3,428,255	(1,046,101)
Security deposits received/(paid)	77,579	-
	<u>3,505,834</u>	<u>(1,046,101)</u>
	(7,100,352)	15,414,734
Income taxes paid	(402,551)	(427,192)
Net cash flows generated from operating activities	<u>(7,502,903)</u>	<u>14,987,542</u>
(B) CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment- ijarah	(1,059,000)	(7,513,000)
Purchase of property and equipment - own	(111,512)	(128,358)
Disposal of long term investmnets	1,000,000	-
Proceeds from disposal of property and equipment - own	-	4,177,700
Net cash flows used in investing activities	<u>(170,512)</u>	<u>(3,463,658)</u>
(C) CASH FLOWS FROM FINANCING ACTIVITIES		
Musharaka Finance	9,126,000	-
Long term deposits received	-	3,895,200
Net decrease in cash and cash equivalents	<u>1,452,585</u>	<u>15,419,084</u>
Cash and cash equivalents at beginning of the period	<u>12,284,683</u>	<u>29,820,913</u>
Cash and cash equivalents at end of the period	<u>13,737,268</u>	<u>45,239,997</u>

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

*For BankIslami Modaraba Investments Limited
Modaraba Management Company*

Chief Executive

Director

Director

Modaraba Al-Mali

**STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2015**

	Reserves					Total
	Certificate Capital	Capital reserves		Revenue reserves		
		Certificate premium	Statutory reserve*	Accumulated loss	Total Reserves	
	----- (Rupees) -----					
Balance at July 01, 2014	184,239,450	511,409	56,071,470	(86,879,695)	(30,296,816)	153,942,634
Comprehensive income						
Profit for the period ended June 30, 2015	-	-	-	4,701,920	4,701,920	4,701,920
Other comprehensive income				122,153	122,153	122,153
Transfer to statutory reserve	-	-	940,384	(940,384)	-	-
Total comprehensive income for the period	-	-	940,384	3,883,689	4,824,073	4,824,073
				-	-	-
Balance at June 30, 2015	<u>184,239,450</u>	<u>511,409</u>	<u>57,011,854</u>	<u>(82,996,006)</u>	<u>(25,472,743)</u>	<u>158,766,707</u>
Balance at July 01, 2015	184,239,450	511,409	57,011,854	(82,996,006)	(25,472,743)	158,766,707
Comprehensive income						
Profit for the quarter ended September 30, 2015	-	-	-	1,347,928	1,347,928	1,347,928
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	1,347,928	1,347,928	1,347,928
Transactions with owners:						
Final cash dividend of @ Re. 0.20 per certificate for the year ended June 30, 2015.				(3,684,789)		(3,684,789)
Transfer to statutory reserve	-	-	-	-	-	-
Balance at September 30, 2015	<u>184,239,450</u>	<u>511,409</u>	<u>57,011,854</u>	<u>(85,332,867)</u>	<u>(24,124,815)</u>	<u>156,429,846</u>

Statutory reserve represents profit set aside to comply with the Prudential Regulations for Modarabas issued by the SECP. These regulations require the Modaraba to transfer not less than 20% and not more than 50% of its after tax profit till such time that reserves equals 100% of the paid up capital. Thereafter, a sum not less than 5% of the after tax profit is to be transferred.

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

*For BankIslami Modaraba Investments Limited
Modaraba Management Company*

Chief Executive

Director

Director

**SELECTED EXPLANATORY NOTES TO THE CONDENSED
INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2015**

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 Modaraba Al-Mali ("the Modaraba") is a multipurpose and perpetual Modaraba floated in Pakistan on July 8, 1987 under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, and Modaraba Companies and Modaraba Rules, 1981 and is managed by BankIslami Modaraba Investments Limited, a company registered under the Companies Ordinance, 1984. It is engaged in the business of leasing, murabaha, musharaka financing, construction and renting of mobile towers, maintenance services, operation of petrol and diesel filling / service station. The Modaraba is listed on the Karachi, Lahore and Islamabad Stock Exchanges Limited. Registered office is situated at Progressive Square, Shahrae Faisal, Karachi, in the province of Sindh.

2. BASIS OF PREPARATION

2.1 This condensed interim financial information has been prepared under the historical cost convention except that staff retirement benefits are carried at present value.

2.2 The condensed interim financial information is presented in Pak Rupees, which is the Modaraba's functional and presentation currency and figures presented in this condensed interim financial information has been rounded off to the nearest rupee.

3. SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGMENTS

3.1 The accounting policies, estimates, judgements and the methods of computation adopted for the preparation of this condensed interim financial information are the same as those applied in the preparation of the annual audited financial statements for the year ended June 30, 2015.

4. IJARAH FINANCE

	Unaudited September 30 2015	Audited June 30 2015
<i>Note</i>	----- <i>(Rupees)</i> -----	
Ijarah contracts commencing up to June 30, 2008 - accounted for as finance leases		
Minimum lease payments due	40,512,309	40,512,309
Residual value of leased assets	3,755,007	3,755,007
Total receivable	44,267,316	44,267,316
Suspended lease income	(7,498,652)	(7,498,652)
Provision for Impairment against potential lease losses	(33,013,657)	(33,013,657)
4.1	(40,512,309)	(40,512,309)
	3,755,007	3,755,007

4.1 These ijarah finances are fully provided and the remaining amount represents amount of security deposits to be adjusted at the time of final settlement. Since the finance is non-performing and no income is accrued on it in accordance with the Prudential Regulations for Modarabas.

5. MURABAHA

Considered doubtful	2,517,068	2,517,068
Provision for impairment loss against doubtful recoveries	(2,517,068)	(2,517,068)
	-	-

5.1 These represent amount receivable against Murabaha transactions i.e. sale of goods on a deferred payment basis at a specified profit margin ranging from 10% to 24% per annum. Since the finance is non-performing and no income is accrued on it in accordance with the Prudential Regulations for Modarabas.

Modaraba Al-Mali

6. INVESTMENTS

	Unaudited September 30 2015	Audited June 30 2015
New Allied Electronics Industries (Private) Limited - Sukuk Certificates	<i>Note</i> -----(Rupees)-----	
Cost	1,000,000	4,000,000
Disposed	<u>(1,000,000)</u>	<u>(3,000,000)</u>
	-	1,000,000
Provision for impairment loss against doubtful recovery	<u>-</u>	<u>(1,000,000)</u>
	<u>-</u>	<u>-</u>

The Modaraba held 2,000 Sukuk Certificates of Rs.. 5,000/- each. These certificates carried profit at 3 months KIBOR + 220 bps with floor of 7% and cap of 20% payable semi annually. The tenure of the instrument was for five years including a grace period of two years and was repayable in six equal consecutive semi annual installments from May 29, 2010 to November 29, 2012. These certificates were secured against first pari passu charge over all present and future fixed assets of the company, first pari passu charge over all present and future current assets of the company and personal guarantee of the sponsoring directors.

7. RECEIVABLE AGAINST OPERATING LEASE RENTALS AND MAINTENANCE SERVICE

	Unaudited September 31 2015	Audited June 30, 2015
<i>Note</i> -----(Rupees)-----		
Unsecured		
Considered good		
- Maintenance & refuelling	233,740	233,740
- Operating lease rental from assets under IFAS-2	206,053	442,639
Considered doubtful		
- Maintenance fee	4,275,537	4,275,537
- Operating lease rentals	<u>10,194,320</u>	<u>10,194,320</u>
	14,909,650	15,146,236
Provision for impairment loss against doubtful recoveries	<u>(14,469,857)</u>	<u>(14,469,857)</u>
	<u>439,793</u>	<u>676,379</u>

7.1 This receivable are related to discontinued operations.

8. ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES

Considered good

- Income tax refundable	24,924,615	24,665,422
- Advance against property and equipment under Ijarah arrangement	21,035,000	1,059,000
- Current portion of security deposits	-	-
- Advances to Supplier	45,146	1,972,381
- Advances to employees	322,785	243,304
- Prepayments	1,287,349	274,794
- Defined benefit plan - staff gratuity	2,087,176	2,087,176
- Others deposits	57,899	57,899

Other receivables

- Premises rent receivable	376,280	354,746
- Receivable against common group expenses	245,328	140,952
- Receivable against sale of fuel	289,486	524,911
- Receivable against sale of scrap	-	-
- Receivable from management company	479,976	-
- Others	717,096	905,836

Modaraba Al-Mali

<i>Considered doubtful</i>	Unaudited September 30 2015	Audited June 30 2015
Other receivables	----- (Rupees) -----	
- Terminated leases	6,242,260	6,242,260
- Miscellaneous amount recoverable from the lessees	1,188,872	1,188,872
- Dividend receivable	16,275	16,275
- Receivable from brokers	22,422	22,422
- Receivable against sale of fuel	355,102	355,102
- Others	228,732	228,732
	8,053,663	8,053,663
Provision for impairment loss against doubtful recoveries	(8,053,663)	(8,053,663)
	<u>51,868,136</u>	<u>32,286,421</u>

9. PROPERTY AND EQUIPMENT- OWN USE

Operating property and equipment - in own use	72,938,704	73,210,861
Towers and allied equipment-held for operating lease/ijarah	350,000	350,000
	<u>73,288,704</u>	<u>73,560,861</u>

9.1 Following additions and disposals, at cost, were made during the period/year:

	Additions / (transfers) *		Disposals /(transfers) *	
	Unaudited September 30 2015	Audited June 30, 2015	Unaudited September 30 2015	Audited June 30, 2015
	----- (Rupees) -----		----- (Rupees) -----	
Office premises		330,000		
Vehicles	-	-	-	(7,812,092)
Furniture and fixtures	-	237,168	-	(269,722)
Office and computer equipment	111,512	47,829	-	(354,480)
	<u>111,512</u>	<u>614,997</u>	<u>-</u>	<u>(8,436,294)</u>

10. PROPERTY AND EQUIPMENT- OWN USE IJARAH ARRANGEMENT

Following additions and disposals in ijarah leased out assets, at cost, were made during the period: -

	Additions/(transfers) *		Disposals	
	Unaudited September 30 2015	Audited June 30, 2015	Unaudited September 30 2015	Audited June 30, 2015
	----- (Rupees) -----		----- (Rupees) -----	
Machinery	-	44,503,603	-	-
Vehicles	1,059,000	22,927,801	-	1,673,000
	<u>1,059,000</u>	<u>67,431,404</u>	<u>-</u>	<u>1,673,000</u>

11. MUSHARAKA FINANCE

The total facility for musharaka finance availed from BankIslami Modaraba Investments Ltd., (the management company) amounts to Rs. 9.12 million (June 2015: Rs Nil) wherein the profit will be shared between modaraba and management company in an overall agreed ratio of 35.25% and 64.75% respectively. Financing facility will be secured against specific charge over moveable assets once registration of vehicles is completed.

Modaraba Al-Mali

12. CONTINGENCIES AND COMMITMENTS

The Additional Commissioner of Income Tax (ACIT) amended the assessment for the tax year 2007, dismissing the exemption claimed by the Modaraba on the contention of non distribution of profit as per the provisions of the respective tax laws and created tax demand of Rs. 1.93 million. The Modaraba filed an appeal against the said order to the Commissioner of Income Tax (CIT) who in his order maintained the treatment of the ACIT. The second appeal filed against the said order with the Appellate Tribunal Inland Revenue (the Tribunal) was also decided against the Modaraba. The Modaraba has filed a reference in the High Court and application for review to (the Tribunal) against the said order. The management is hopeful for a favorable outcome and therefore, no provision is made in these financial statements.

	Unaudited September 30 2015	Audited June 30 2015
Commitments	<i>----- (Rupees) -----</i>	
Future rentals of Ijarah finance under IFAS 2 "Ijarah Finance"	-	-

13. PROFIT FROM OPERATIONS OF FUEL STATION - NET

		Quarter ended	
		September 30, 2015	September 30, 2014
	<i>Note</i>	<i>----- (Rupees) -----</i>	
Income		<i>----- Unaudited -----</i>	
Sale of fuel	13.1	32,654,712	38,178,538
Cost of sales		(31,253,161)	(37,060,084)
		1,401,551	1,118,454
Rental income	13.2	285,000	285,000
		1,686,551	1,403,454
Expenses			
Salaries and allowances		385,935	349,096
Generator fuel		109,736	158,535
Depreciation		108,706	134,406
Electricity		108,927	80,496
Repairs and maintenance		89,179	22,213
Printing and stationery		6,930	5,850
Security guards		85,800	171,600
Insurance		24,048	11,199
Telephone		5,731	6,040
Marketing		-	3,000
Miscellaneous		105,868	73,527
		1,030,860	1,015,962
		655,691	387,492

13.1 Income relates to the operation of petrol filling / service station from October 03, 2010 under a retailer agreement with an oil marketing company (the company). In accordance with the agreement the company has granted the right to the Modaraba to operate the fuel station and deal exclusively in petroleum product of the company on a predetermined margin.

13.2 Rent is received in respect of the plot of land used for fuel station under an agreement dated August 13, 2009 with the oil marketing company. Initial term of the rent agreement is for fifteen years.

Modaraba Al-Mali

	Quarter ended	
	September 30, 2015	September 30, 2014
	------(Rupees)-----	
14. OPERATING EXPENSES		
Salaries, allowances and other benefits	1,550,683	1,663,567
Rent, rates and taxes	75,073	89,352
Depreciation	274,977	392,158
Fuel and conveyance	61,259	214,667
Repairs and maintenance	322,093	224,293
Legal and professional	271,923	653,001
Electricity	88,626	390,793
Telephone	51,144	95,774
Entertainment	20,942	17,171
Insurance	43,794	81,277
Printing and stationery	130,491	316,345
Gratuity	15,974	21,045
Auditors' remuneration	106,314	-
Subscription	108,606	102,015
Registrar services	73,917	56,490
Postage	17,487	54,726
Advertisement	45,600	18,789
Others	84,915	42,902
	<u>3,343,818</u>	<u>4,434,365</u>

15. TAXATION

Non-trading income of Modaraba is exempt from tax provided that not less than 90% of the profits are distributed to the certificate-holders. Current tax charge represents tax on income under presumptive tax regime.

16. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of BankIslami Modaraba Investments Limited being the Modaraba management company, BankIslami Pakistan Limited (being the parent company of the management company), major certificate holders and their family members, directors of the Modaraba management company and their close family members, key management personnel of the Modaraba and the management company and their close family members, the provident and gratuity funds and entities with common directors or under common management.

The remuneration of the key management employees (executives) are determined in accordance with their terms of appointment. Contribution to the provident and gratuity funds are made in accordance with the services rules and actuarial advise respectively. Modaraba management fee payable in accordance with the provision of Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980. Other transactions are in accordance with the agreed terms.

Details of transactions with related parties and balances with them as at the period / year end, if not mentioned elsewhere, are as follows:

Modaraba Al-Mali

16.1 Balances outstanding at year end

<i>Relationship</i>	<i>Nature of transaction</i>	Unaudited September 30, 2015 Rupees	Audited June 30, 2015 Rupees
BankIslami Modaraba Investments Limited the management company)	Amount receivable in respect of fuel & insurance premium	479,976	-
	Dividend Payable	468,435	-
BankIslami Pakistan Limited (parent company of the management company)	Bank deposits	5,625,433	2,489,424
	Amount receivable in respect of maintenance services	233,740	233,740
	Amount receivable in respect of genset and premises rent income and others	621,608	495,698

16.2 Transactions during the period

	September 30, 2015 Rupees	September 30, 2014 Rupees
BankIslami Pakistan Limited (holding company of the management company)		
Profit on Islamic profit and loss sharing account	30,422	506,641
Rental income	1,149,183	966,723
Bank charges	406	2,038
Ijarah lease rentals	-	1,970,026
Key management personnel remunerations		
Salaries and allowances	776,280	747,948
Others		
Contributions to staff provident fund	43,710	34,455
Contribution to staff gratuity fund	15,974	22,788

17. DATE OF AUTHORISATION

This condensed interim financial information was authorised for issue by the board of directors of the management company in their meeting held on October 21, 2015

For **BankIslami Modaraba Investment Limited**
Modaraba Management Company

Chief Executive

Director

Director