

Twenty Second Annual Report 2014



UNICAP MODARABA

Managed By
Al-Zāmin Modaraba Management (Pvt) Ltd.

104-106, Kassam Court, BC-9, Block-5, Clifton, Karachi-75600
Telephone: 35876651, 35876652 Fax: 35870408



UNICAP MODARABA

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CONTENTS

CORPORATE INFORMATION	2
DIRECTORS' REPORT	3
REPORT OF SHARIAH ADVISOR	4
STATEMENT OF COMPLIANCE	5
AUDITORS' REPORT TO THE CERTIFICATE HOLDERS	8
BALANCE SHEET	10
PROFIT AND LOSS ACCOUNT	11
CASH FLOW STATEMENT	12
STATEMENT OF CHANGES IN EQUITY	13
NOTES TO THE ACCOUNTS	14
PATTERN OF CERTIFICATE HOLDING	20
KEY FINANCIAL AND OPERATING DATA	23
NOTICE OF ANNUAL REVIEW MEETING	24



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CORPORATE INFORMATION

MODARABA COMPANY

Al-Zamin Modaraba Management (Private) Limited

BOARD OF DIRECTORS

CHAIRMAN

Mr. Syed Manzoor Husain Shah Kazmi

CHIEF EXECUTIVE

Mr. Basheer A. Chowdry

DIRECTORS

Mr. Syed Shahnawaz A. Rizvi

Mr. Shaikh Arshad Farooq

Mr. Mohammad Imranul Haque

Mr. Sohail Ansar

Mrs. Dr. Namoos Baquar

AUDITORS

Muniff Ziauddin Junaidy & Co.

Chartered Accountants

BANKERS

Meezan Bank Limited

REGISTERED OFFICE

104-106, Kassam Court,

BC-9, Block 5, Clifton, Karachi.

Tel : 3587 6651, 3587 6652, 35371725, 3587 3373, 3586 7102, 35374474

Fax : 3587 0408

E-mail : contact@alzamin.com.pk



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DIRECTORS' REPORT

Al-Zamin Modaraba Management (Private) Limited, the management company for Unicap Modaraba presents the annual audited accounts of Unicap Modaraba for the period ended 30th June, 2014.

As reported previously, Unicap Modaraba has not undertaken any business activity during the year due to liquidity constraints. Total income of the Modaraba during the year stood at Rs. 2.25 million. Income from Ijarah amounted to Rs. 1.02 million pertaining to two lease facilities written previously. An amount of Rs. 0.853 million on account of reversal of mark up has also been added to the income of Unicap Modaraba. After accounting for expenses, profit before management fee works out to Rs. 0.521 million as against loss of Rs. 0.592 during the previous year. Matters pertaining to transfer of management rights of the Modaraba are at final stage with Securities and Exchange Commission of Pakistan.

For and on behalf of the Board of Directors

Basheer A. Chowdry
Chief Executive

Karachi
Date: 2 October 2014



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REPORT OF SHARIAH ADVISOR

I have conducted the Shariah Review of UnicapModaraba managed by Al-ZaminModaraba Management (Private) Limited for the year ended 30th June, 2014, in accordance of the requirements of the Shariah Compliance and Shariah Audit Mechanism for Modarabas and report that except the observations as reported hereunder, in my opinion:-

- i. The Modaraba has introduced a mechanism which has strengthened the Shariah compliance, in letter and spirit and the systems, procedures and policies adopted by the Modaraba are in line with the Shariah principles;
- ii. The agreements entered into by the Modaraba are Shariah Compliant and the financing agreements have been executed on the formats as approved by the Religious Board and all the related conditions have been met.
- iii. No fresh business transaction was undertaken by the Modaraba during the year.

In my opinion, the operations of UnicapModaraba are Shariah Compliant.

Stamp of Shariah Advisor

Muhammad Zubair Usman
Jamia Dar Uloom Karachi

Karachi
Date: 2 October 2014



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Statement of Compliance with The Code of Corporate Governance Unicap Modaraba for the year ending 30th June, 2014.

This statement is being presented to comply with the Code of Corporate Governance contained in listing regulations of Karachi, Lahore and Islamabad Stock Exchanges for the purpose of establishing a framework of good governance, whereby a listed company is managed in compliance with the best practices of corporate governance.

Al-Zamin Modaraba Management (Private) Limited the management company for UNICAP Modaraba (Modaraba Company) is not listed, however, Unicap Modaraba (the Modaraba) is listed at Karachi, Lahore and Islamabad Stock Exchanges. The Board of Directors of the Modaraba Company is responsible for management of the affairs of the Modaraba.

The Modaraba Company has applied the principles contained in the Code in the following manner:

1. The Modaraba Company encourages representation of independent/non executive directors and director representing minority interest on its' Board of Directors. At present the Board includes:

Category	Names
Independent Director	Mr. Syed Shahnawaz A. Rizvi
Executive Director	Mr. Basheer A. Chowdry
Non Executive Directors	Mr. Sheikh Mian Arshad Farooq Mr. Syed Manzoor Husain Shah Kazmi Mr. Sohail Ansar Mrs. Dr. Namoos Baquar Mr. Imran ul Haque

The independent director meets the criteria of independence under clause i (b) of the CCG.

2. The Directors have confirmed that none of them is serving as director on more than seven listed companies, including this Modaraba.
3. All the resident directors of the Modaraba Company have confirmed that they are registered as tax payers and have not defaulted in payment of any loan to a banking company, a Modaraba, Development Financial Institution or a Non Banking Financial Institution, Further non of the Director is a member of any stock exchange in Pakistan.
4. No casual vacancy occurred in the Board during the year.



UNICAP MODARABA

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5. The Modaraba Company has prepared a 'Code of Conduct', and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its' supporting policies and procedures.
6. The Board has developed a vision and mission statement, overall corporate strategy and significant policies of the Modaraba. A complete record of particulars of significant policies along with the dates on which they were approved or amended has been maintained in the form of minutes of meetings of the board and internal circulars. The overall corporate strategy of the Modaraba is discussed from time to time in the Board meetings and documented in the minutes.
7. All the powers of the Board have been duly exercised and decisions on material transactions have been taken by the Board including changes in remuneration of the Chief Executive Officer and other executive director.
8. The Board has met once in every quarter. All meetings of the Board were presided over by the Chairman and in his absence by a director elected by the Board for this purpose. Written notices of the Board meetings, along with agenda and working papers were circulated at least seven days before the meetings. The minutes of the meetings were appropriately recorded and circulated.
9. One of its' Director attended Directors Training Programme conducted by Institute of Corporate Governance during the year.
10. Appointment of Internal Auditor was duly approved by the Board.
11. The directors' report for the year has been prepared in compliance with the requirements of the Code and fully describes the salient matters required to be disclosed.
12. The financial statements of the Modaraba were duly endorsed by Chief Executive Officer and Chief Financial Officer before approval of the Board.
13. The Chief Executive Officer, directors and other executives do not hold any interest in the certificates of the Modaraba other than that disclosed in the pattern of certificate holding.
14. The Modaraba Company has complied with all the corporate and financial reporting requirements of the Code with respect to the Modaraba.
15. The Board has formed an Audit Committee. It comprises of three members and secretary to the Audit Committee. The members are non-executive directors. The Chairman of the Committee is an independent director.



UNICAP MODARABA

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16. The meetings of the Audit Committee were held once in every quarter as required by the Code prior to approval of interim and final results of the Modaraba. The terms of reference of the Committee have been framed and advised to the Committee for compliance.
17. The Board has out sourced an Internal Audit function, to a firm of Chartered Accountants.
18. The Board has formed an HR and Remuneration Committee. It comprises of three members who are non executive directors.
18. The statutory auditors of the Modaraba have confirmed that they have been given a satisfactory rating under the quality control review programme of the Institute of Chartered Accountants of Pakistan, that they or any of the partners of the firm, their spouses and minor children do not hold certificates of the Modaraba and that the firm and all its partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by Institute of Chartered Accountants of Pakistan.
19. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the listing regulations and the auditors have confirmed that they have observed IFAC guidelines in this regard.
20. The 'closed period', prior to the announcement of interim/final results, and business decisions, which may materially affect the market price of Modarabas' securities was determined and intimated to directors, employees and stock exchanges.
21. Material/price sensitive information has been disseminated among all market participants at once through stock exchange(s).
22. We confirm that all other material principles contained in the Code have been complied with.

For and on behalf of the Board of Directors

Basheer A. Chowdry
Chief Executive

Karachi
Date: 2 October 2014



AUDITORS' REPORT TO THE CERTIFICATE HOLDERS

We have audited the annexed balance sheet of **UNICAP MODARABA** as at June 30, 2014 and the related profit and loss account, cash flow statement and statement of changes in equity together with the notes forming part thereof (herein after referred to as the financial statements), for the year then ended and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit.

These financial statements are the Modaraba Management Company's responsibility [Al-Zamin Modaraba Management (Private) Limited] who is also responsible to establish and maintain a system of internal control, and prepare and present the above said statements in conformity with the requirements of the Modaraba Companies and Modaraba (Floatation and Control) Ordinance 1980 (XXXI of 1980), and the Modaraba Companies and Modaraba Rules, 1981. Our responsibility is to express an opinion on these statements based on our audit.

We conducted our audit in accordance with the auditing standards as applicable in Pakistan. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of any material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting policies and significant estimates made by Trust Modaraba, as well as, evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion and, after due verification, we report that:

- (a) In our opinion, proper books of account have been kept by the Modaraba Management company in respect of Unicap Modaraba as required by the Modaraba Companies and Modaraba (Floatation and control) Ordinance, 1980 (XXXI of 1980), and the Modaraba Companies and Modaraba Rules, 1981;
- (b) In our opinion:
 - (i) the balance sheet and profit and loss account together with the notes thereon have been drawn up in conformity with the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 (XXXI of 1980), and the Modaraba Companies and Modaraba Rules, 1981, and are in agreement with the books of account and are further in accordance with accounting policies consistently applied;
 - (ii) The expenditure incurred during the year was for the purpose of the Modaraba's business; and



UNICAP MODARABA

Managed by : AL-Zāmin Modaraba Management (Private) Limited Since 03-05-2000

- (iii) The business conducted, investments made and the expenditure incurred during the year were in accordance with the objects, terms and conditions of the Modaraba;
- (c) In our opinion and to the best of our information and according to the explanations given to us, the balance sheet, profit and loss account, cash flow statement and statement of changes in equity together with the notes forming part thereof conform with the approved accounting standards as applicable in Pakistan, and give the information required by the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 (XXXI of 1980), and the Modaraba Companies and Modaraba Rules, 1981, in the manner so required and respectively give a true and fair view of the state of the Modaraba's affairs as at June 30, 2014 and of the profit, its cash flow and changes in equity for the year then ended; and
- (d) In our opinion Zakat deductible at source under Zakat and Usher Ordinance, 1980 (XVIII of 1980).

We draw attention to:

- 1) Notes 1 to 3 the financial statements, whereby management has provided the reason for not considering the Modaraba a going concern and also disclosed the basis of preparation based on which the annexed financial statements have been prepared.

Our opinion is not qualified in respect of this matter.

Muniff Ziauddin & Company
Chartered Accountants

Engagement Partner: Mohammad Moin Khan

Date: 2 October 2014
Karachi

**UNICAP MODARABA**

Managed by : AL-Zāmin Modaraba Management (Private) Limited Since 03-05-2000

BALANCE SHEET

As At June 30, 2014

	Note	June 30 2014 Rupees	June 30 2013 Rupees
<u>ASSETS</u>			
Fixed assets	5	1,717,100	2,383,700
Bank balances	6	675,723	1,151,281
Accrued markup / profit		2,528	4,391
Advance tax		10,776	6,630
Investment in marketable securities	7	1,170,590	-
Prepaid insurance		31,796	66,000
Security deposit		37,500	37,500
		3,646,013	3,649,502
<u>LIABILITIES</u>			
Accrued and other liabilities	8	1,981,911	2,454,918
Long term security deposit		1,272,500	1,272,500
Provision for taxation		901,489	879,443
		4,155,900	4,606,861
		(509,887)	(957,359)
REPRESENTED BY:			
CERTIFICATE CAPITAL			
Authorized			
20,000,000 Modaraba Certificates of Rs.10/- each		200,000,000	200,000,000
Issued, subscribed and paid up certificates	9	136,400,000	136,400,000
RESERVES			
Statutory reserve		8,738,973	8,738,973
Accumulated losses		(145,648,860)	(146,096,332)
CONTINGENCIES			
	10	(509,887)	(957,359)

The annexed notes 1 to 16 form an integral part of these financial statements.

Basheer A. Chowdry
Chief ExecutiveDr. Namoos Baquar
DirectorSyed Shahnawaz A. Rizvi
Director

**UNICAP MODARABA**

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**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2014**

	Note	June 30 2014 Rupees	June 30 2013 Rupees
<u>INCOME</u>			
Ijara rental income		1,022,000	1,021,200
Un-realised gain on investment		170,590	-
Gain on sale of investment		169,247	-
Reversal of mark-up	11	852,677	-
Profit on PLS account		39,684	66,300
		2,254,198	1,087,500
<u>EXPENDITURE:</u>			
Administrative expenses	12	(1,732,511)	(1,620,573)
Impairment in value of investment		-	(59,691)
Profit for the year before management fee		521,687	(592,764)
Modaraba company's management fee		(52,169)	
Profit for the year before taxation		469,518	(592,764)
Taxation	13	(22,046)	(5,106)
PROFIT/(LOSS) FOR THE YEAR AFTER TAXATION		447,472	597,870)

The annexed notes 1 to 16 form an integral part of these financial statements:

Basheer A. Chowdry
Chief ExecutiveDr. Namoos Baquar
DirectorSyed Shahnawaz A. Rizvi
Director

**UNICAP MODARABA**

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CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2014

	June 30 2014 Rupees	June 30 2013 Rupees
CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) before taxation	469,518	(597,870)
Adjustment for :		
Depreciation	666,600	666,600
Impairment in value of investment	-	59,691
Operating cash flow before working capital changes	666,600	726,291
Changes in working capital		
(Increase)/decrease in current assets:		
Accrued income	1,863	(4,391)
Prepaid Insurance	34,204	6,842
	36,067	2,451
Increase/(decrease) in current liabilities:		
Accrued and other liabilities	(473,007)	350
Changes in working capital	699,178	131,222
Tax paid	(4,146)	(1,412)
Net cash (used in) operating activities	695,032	129,810
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of fixed assets	-	-
Long term security deposits	-	-
Short term investment	(1,170,590)	-
Net cash generated from investing activities	(1,170,590)	-
CASH FLOW FROM FINANCING ACTIVITIES		
Redemption of investments	-	-
Net cash generated from financing activities	-	-
Net (decrease) / increase in cash and cash equivalent	(475,558)	129,810
Cash and cash equivalent at beginning of the year	1,151,281	1,021,471
Cash and cash equivalent at end of the year	675,723	1,151,281

The annexed notes 1 to 16 form an integral part of these financial statements.

Basheer A. Chowdry
Chief ExecutiveDr. Namoos Baquar
DirectorSyed Shahnawaz A. Rizvi
Director

**UNICAP MODARABA**Managed by : Al-Zāmin Modaraba Management (Private) Limited Since 03-05-2000**STATEMENT OF CHANGES IN EQUITY**
FOR THE YEAR ENDED JUNE 30, 2014

	Certificate Capital	Statutory Reserve	Accumulated (Loss)	Total
	-----Rupees-----			
Balance as at June 30, 2012	136,400,000	8,738,973	(145,498,462)	(359,489)
Loss for the year	-	-	(597,870)	(597,870)
Balance as at June 30, 2013	136,400,000	8,738,973	(146,096,332)	(957,359)
Profit for the year	-	-	447,472	447,472
Balance as at June 30, 2014	136,400,000	8,738,973	(145,648,860)	(509,887)

The annexed notes 1 to 16 form an integral part of these financial statements.

Basheer A. Chowdry
Chief ExecutiveDr. Namoos Baquar
DirectorSyed Shahnawaz A. Rizvi
Director



UNICAP MODARABA

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2014

1. LEGAL STATUS AND NATURE OF BUSINESS

"Unicap Modaraba (the Modaraba) is a multipurpose, perpetual Modaraba floated in Pakistan in the year 1991 under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the rules framed there under, having its registered office at 104-106, Kassam Court, BC-9, Block-5, Clifton, Karachi. The Modaraba is listed on the Karachi, Lahore and Islamabad Stock Exchanges. The Modaraba was managed until May 03, 2000, by Chartered Management Services (Private) Limited and thereafter the management was transferred to AL-Zamin Modaraba Management (Private) Limited as the registration of the former was cancelled by the Securities and Exchange Commission of Pakistan in view of the various irregularities committed.

The operations of Modaraba have been reduced to minimal level since the year 2000 and present Modaraba Management Company has no plans to revive the Modaraba and intends to dispose off the management rights of the Modaraba. Further, accumulated losses of the Modaraba at balance sheet date are Rs. 145,648,860/-. Due to aforementioned reasons, the Modaraba is not considered a going concern.

2. STATEMENT OF COMPLIANCE

The Modaraba is not a going concern, therefore, International Financial Reporting Standards (IFRSs) have not been applied in preparation of these financial statements in accordance with the para 25 of IAS - 1, "Presentation of Financial Statements."

"These financial statements have been prepared in accordance with the requirements of the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, the Modaraba Companies & Modaraba Rules, 1981 and directives issued by the Securities and Exchange Commission of Pakistan (SECP) [the Modaraba Regulations]."

3. BASIS OF PRESENTATION

As stated in note 1 the Modaraba is not considered a going concern, therefore, these financial statements have been prepared on a basis other than going concern, which is as follows:

- All the assets are stated at their realizable values; and
- All liabilities are stated at amounts payable.

4. SIGNIFICANT ACCOUNTING POLICIES

4.1 Fixed assets

Fixed assets are stated at cost less accumulated depreciation. Subsequent cost are included in assets' carrying amount or recognized as separate assets, as appropriate. Only when it is probable that future economic benefits associated with the item will flow to the company and the cost of item can be measured reliably. All other repair and maintenance costs are charged to income during the period in which they are incurred.



UNICAP MODARABA

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Depreciation is provided on a straight-line basis and charged to profit and loss account to write off the depreciable amount of each asset over its estimated useful life at the rates specified in note 5. Depreciation on addition in property, plant and equipment is charged on assets from the month of acquisition/purchase while no depreciation is charged in the month of disposal.

Impairment

The carrying amounts of the company's assets are reviewed at each balance sheet date to determine whether there is any objective evidence that an asset or group of assets may be impaired. If any such evidence exists, the assets or group of assets' recoverable amount is estimated. An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses are recognized in the profit and loss account immediately.

4.2 Revenue recognition

Rental income

Rentals on Ijarah contracts written are recognised as income on accrual basis.

Interest income

Markup / profit is recorded on time proportion basis.

4.3 Financing

Ijarah

In Ijarah, Unicap Modarba provides the asset on pre-agreed rentals for specific tenors to the customers.

4.4 Taxation

Provision for current taxation is based on taxable income at current rates of taxation after taking into account tax credits available, if any. The change for current tax also includes adjustments where necessary relating to prior years, which arise from assessment revised / finalized during the year.

4.5 Related party transactions

Transactions with related parties are duly authorized by the management and are recognized in accordance with the pricing method approved by the Board of Directors.



UNICAP MODARABA

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5. FIXED ASSETS

Particulars	Cost			Rate %	Depreciation			W.D.V.
	As at July 1, 2013	Additions / (Deletions)	As at June 30, 2014		As at July 1, 2013	For the Period	As at June 30, 2014	As at June 30, 2014
Generator	1,500,000	-	1,500,000	33%	444,400	333,300	777,700	722,300
Motor Vehicle	1,772,500	-	1,772,500	33%	444,400	333,300	777,700	994,800
30/Jun/14	3,272,500	-	3,272,500		888,800	666,600	1,555,400	1,717,100
30/Jun/13	3,272,500	-	3,272,500		722,200	666,600	888,800	2,383,700

Ijarah (lease) agreement with Sabs the Salon for generator and motor vehicle on February 23, 2012 for a period of three years against fixed monthly rentals.

6. BANK BALANCES

- Current account
- PLS deposit account

June 30 2014	June 30 2013
Rupees	Rupees
12,079	12,079
663,644	1,139,202
675,723	1,151,281

7. INVESTMENT IN MARKETABLE SECURITIES

7.1 Investment in listed companies and mutual fund *

* The face value of these shares / certificates is Rs. 10/-, unless stated otherwise

June 30, 2014	June 30, 2013			
No of shares / certificates				
		Open end Mutual Fund		
23,300	-	Al Meezan Investment Management Limited	1,170,590	-
		Closed end Mutual Fund		
-	400	First Capital Mutual Fund	-	1,776
		Investment Banks and Companies		
-	17,438	First Dawood Investment Bank Limited	-	25,983
-	4,820	First Capital Security Corporation Limited	-	13,062
600,000	600,000	International Investment & Finance Services Limited (note 10.1)	-	-
		Leasing Companies		
1,268	1,268	Pakistan Industrial & Commercial Leasing Limited	-	-
250,000	250,000	Universal Leasing Corporation Limited (note 10.2)	-	-
		Textile Composite		
10,200	10,200	Colony Thal Textile Mills Limited	18,870	18,870
			1,189,460	59,691



UNICAP MODARABA

Managed by : AL-Zāmin Modaraba Management (Private) Limited Since 03-05-2000

	June 30 2014 Rupees	June 30 2013 Rupees
7.2 Less: Impairment in value of investment		
Opening Balance as at July 01, 2013	(59,691)	-
Impairment in value of investment	40,821	(59,691)
	(18,870)	(59,691)
	1,170,590	-
8. ACCRUED AND OTHER LIABILITIES		
Accrued expenses	636,669	1,109,676
Other liabilities	1,000,000	1,000,000
Unclaimed dividend	345,242	345,242
	1,981,911	2,454,918
9. ISSUED, SUBSCRIBED AND PAID UP CERTIFICATES		
10,000,000 Modaraba Certificates of Rs.10/- each fully paid in cash	100,000,000	100,000,000
3,640,000 Modaraba Certificates of Rs.10/- each as fully paid bonus certificates	36,400,000	36,400,000
	136,400,000	136,400,000
10. CONTINGENCIES		
10.1 Shares as disclosed in note 7.1 of International Investment and Finance Services Limited were pledged against an advance obtained from Universal Leasing Corporation Limited. The lender has illegally transferred these shares in its name. The matter is disputed and a legal suit had been filed by the Modaraba against Universal Leasing Corporation Limited. This suit is likely to be decreed as most of the issues have been settled by the Court.		
10.2 An Ex-Director and Sponsor of Chartered Management Services (Private) Limited (Ex-Modaraba Management Company) obtained financing from a bank against an un-authorized and illegal pledge of shares as disclosed in note 7.1 of Universal Leasing Corporation Limited belonging to the Modaraba. After failing to recover the shares from the lender bank, the Modaraba has filed a legal suit against the bank. A counter case has been filed by the lender seeking recovery of Rs. 1,894,524/-. However, in this regard the management does not foresee any liability to materialize.		
The above mentioned cases as indicated in note 10.1 & 10.2 are likely to take some time to conclude particularly due to the fact that the respective shares have reportedly been disposed off by the aforesaid counterparties. Necessary provisioning has been made in the books and accordingly the same appear at nil values in these financial statement as disclosed in Note 7.		
10.3 In the assessment years 2002-2003, 2001-2002, and 2000-2001, appeals were preferred before the Honorable Income Tax Appellate Tribunal against the appellate orders of the Commissioner of Income Tax - Appeals which have been dismissed by the Tribunal resulting in a principal liability of tax of Rs. 1,322,543/- against which tax payment of Rs. 443,352/- had already been made.		



UNICAP MODARABA

Managed by : AL-Zāmin Modaraba Management (Private) Limited Since 03-05-2000

The set aside proceedings for the assessment year 2000-2001, were concluded in the month of June 2006 wherein the tax authorities has agreed to the contention raised in respect with the depreciation allowance and has passed the order, accordingly. The tax officer has, however, omitted to give the credit of taxes deducted and paid against the tax demand. The Modaraba has applied for the rectification under Section 221 of the Ordinance, for the purpose.

The set aside proceedings for the assessment year 2000-2001, were concluded in the month of June 2006 wherein the tax authorities has agreed to the contention with respect to the disallowance of reversal of the provision for diminution in value of investments and has passed the order, accordingly. Consequence to the set aside orders, the department has accepted a loss of the Modaraba at Rs. 804,062/- This implies that the latent exposure of the additional tax under Section 205 of the Ordinance on the non payment of tax demand is also dispelled along with the above set aside assessment order. The taxation officer has erroneously charged the surcharge on the Dividend income of the Modaraba, which is a full and final discharge of income tax liability. The Modaraba has applied for the rectification under Section 221 of the Ordinance for the purpose.

The assessment year 1998-1999 has duly been finalized. A show cause for recovery of arrears demand of Rs. 703,756/- and Rs. 52,945/- has been served on Modaraba in the above assessment year on account of additional income tax and rectification, respectively. The Modaraba has deposited a sum of Rs. 703,756/- against the aforesaid demand.

REVERSAL OF MARK-UP

852,677

-

11. This represents the reversal of accrued mark-up on advance obtained from Universal Leasing Corporation Limited as disclosed in note 10.1.

		June 30, 2014	June 30, 2013
12. ADMINISTRATIVE EXPENSES	Note	Rupees	Rupees
Fees and subscription		646,203	502,405
Auditors' remuneration	12.1	111,800	107,500
Advertisement		80,640	27,300
Printing and stationery		35,050	59,159
Depreciation	5	666,600	666,600
Bank charges		1,113	258
Insurance		99,005	105,841
Professional Tax		75,000	150,000
Miscellaneous		17,100	1,510
		1,732,511	1,620,573

12.1 Auditors' remuneration

Statutory audit fee	75,000	75,000
Half yearly review fee	28,000	28,000
Out of pocket expenses	8,800	4,500
	111,800	107,500



UNICAP MODARABA

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13. TAXATION

Provision for the current year mainly represents alternative corporate tax payable under section 113C of the Income Tax Ordinance, 2001 (the Ordinance) and tax deducted under sections 154 of the Ordinance.

Provision for taxation

- current year

22,046

5,106

Return of total income for Tax Years 2006 to 2013 corresponding with the financial year ended from June 30, 2006 to June 30, 2013 respectively, have been filed with the department. According to Income Tax Ordinance 2001, the return filed is deemed to be an assessment order unless modified by Commissioner of Income Tax.

The tax year 2003, corresponding with the Financial Year ended June 30, 2003, was selected for tax audit under section 177 of the Income Tax Ordinance, 2001 (the Ordinance). The Tax Audit is still pending to be finalized on the part of the Taxation Officer as the final show cause was duly been complied with.

14. TRANSACTIONS WITH RELATED PARTIES

Related parties include Al-Zamin Modaraba Management (Private) Limited being the Modaraba Management Company and Al Zamin Invest Bank Limited (formerly Invest Capital Investment Bank Limited).

Invest Capital Investment Bank Limited
(Previously Al-Zamin Leasing Modaraba) - an associated undertaking

Profit earned on Musharakah investment

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15. GENERAL

Figures have been rounded off to the nearest rupee.

16. DATE OF AUTHORIZATION FOR ISSUE

"These financial statements were authorized for issue on October 2, 2014 by the Board of Directors of the Management Company.

Basheer A. Chowdry
Chief Executive

Dr. Namoos Baquar
Director

Syed Shahnawaz A. Rizvi
Director



UNICAP MODARABA

Managed by : AL-Zāmin Modaraba Management (Private) Limited Since 03-05-2000

PATTERN OF CERTIFICATE HOLDING

As On June 30, 2014

Number of Shareholders	Shareholders		Total Shares Held
	From	To	
941	1	100	51,870
1237	101	500	378,756
1277	501	1000	1,009,231
1072	1001	5000	2,681,150
181	5001	10000	1,364,690
64	10001	15000	803,963
26	15001	20000	476,958
19	20001	25000	432,646
14	25001	30000	384,994
8	30001	35000	266,340
4	35001	40000	157,200
6	40001	45000	260,220
4	45001	50000	195,800
3	50001	55000	154,140
2	55001	60000	114,200
2	60001	65000	129,500
1	65001	70000	70,000
1	80001	85000	85,000
1	85001	90000	86,300
1	90001	95000	183,348
1	105001	110000	107,500
2	110001	115000	224,400
1	120001	125000	121,794
2	130001	135000	131,600
1	145001	150000	150,000
1	165001	170000	168,000
1	180001	185000	182,900
1	190001	195000	190,500
1	260001	265000	261,700
1	360001	365000	362,500
1	380001	385000	384,400
1	700001	705000	704,400
1	1360001	1365000	1,364,000
4,879			13,640,000



UNICAP MODARABA

Managed by : AL-Zāmin Modaraba Management (Private) Limited Since 03-05-2000

CATEGORIES OF SHAREHOLDERS

As On June 30, 2014

Categories of Shareholdres	Share held	Percentage %
BANKS, DEVELOPMENT FINANCIAL INSTITUTION, NON BANKING FINANCIAL INSTITUTIONS.		
National Development Finance Coporation	4,550	
Allied Bank of Pakistan Limited	4,950	
Pakistan Industrial Credit & Investment	27,800	
Saudi Pak Industrial & Agricultural Investment Co (Pvt) Ltd.	182,900	
Crescent Investment Bank Ltd.	8,300	
National Development Finance	1,500	
Al-Towfeek Investment Bank Limited	8,000	
National Development Finance Coporation	51,900	
National Development Leasing Corporation	29,000	
Sub Total	318,900	2.34
INSURANCE COMPANIES		
Delta Insurance Company Ltd.	3,700	
EFU Life Assurance Ltd.	2,900	
Gulf Insurance Company Ltd.	5,000	
Orient Insurance Company Ltd.	3,000	
Sub Total	14,600	0.11
MODARABAS AND MUTUAL FUNDS		
Industrial Capital Modaraba	344	
First Allied Bank Modaraba	172	
First Confidence Modaraba	56	
First General Leasing Modaraba	34,540	
First UDL Modaraba	3,900	
Second Prudential Modaraba	6,800	
Growth Mutual Fund Limited	704,400	
Modaraba Al-Tijarah	3,940	
Sub Total	754,152	5.53



UNICAP MODARABA

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NIT AND ICP

National Bank of Pakistan	261,700	
Investment Corp. of Pakistan	21,376	
Investment Corporation of Pakistan	121,794	
Sub Total	404,870	2.97

OTHERS

Global Network (Pvt) Ltd.	1,000	
Capital Vision Securities (pvt) Limited	5,000	
Allied Investment Services (Pvt) Ltd.	19,500	
Darson Securities (Pvt) Limited	8,862	
Taurus Securities Limited	3,300	
Bankers Equity Limited	1,974	
Spencer Securities (Pvt) Ltd.	4,000	
Al-Zamin Modaraba Management (Pvt) Ltd.	1,364,000	
NH Securities (Pvt) Ltd.	10	
Sarfaraz Mehmood (Pvt) Ltd.	24	
Al-Zamin Modaraba Management (Pvt) Ltd.	10,000	
Saao Capital (Pvt) Ltd	35,000	
Allies Fabrics (Pvt) Ltd	300	
N.H. Holdings (Pvt) Ltd.	11,400	
United Executors and Trustees Co. Ltd	2,200	
Al-Mall Securites and Services Ltd	100	
Fikree's (SMC - (Pvt) Ltd.	510	
Sub Total	1,467,180	10.76

INDIVIDUALS

Local -Individuals	Sub Total	10,680,298	78.30
Grand Total		13,640,000	100

**UNICAP MODARABA**

Managed by : AL-Zāmin Modaraba Management (Private) Limited Since 03-05-2000

KEY FINANCIAL AND OPERATING DATA

PARTICULARS	(Rupees in Millions)					
	June 2014	June 2013	June 2012	June 2011	June 2010	June 2009
Total Assets	3.646	3.650	4.242	3.152	3.517	3.583
Current Assets	1.929	1.266	1.192	3.152	3.517	2.935
Current Liabilities	1.982	3.344	3.329	3.326	3.334	2.943
Certificate Holder's Equity	(0.510)	(0.957)	(0.359)	(0.174)	0.184	0.640
Paid up Capital	136.400	136.400	136.400	136.400	136.400	136.400
Breakup Value (Rs.)	(0.037)	(0.070)	(0.026)	(0.012)	0.013	0.046
Total Revenue	2.254	1.088	0.521	0.375	0.455	0.480
Operating Expenses	1.785	1.621	0.705	0.720	0.481	0.372
After Tax Profits/(Losses)	0.447	(0.598)	(0.186)	(0.357)	0.457	(1.313)
Earning per Certificates (Rs.)	0.033	(0.044)	(0.014)	(0.026)	(0.033)	(0.009)



UNICAP MODARABA

Managed by : Al-Zāmin Modaraba Management (Private) Limited Since 03.05.2000

Notice Of Annual Review Meeting

The Annual Review Meeting of the Certificate Holders of Unicap Modaraba will be held on Friday October 24, 2014 at 12:00 a.m. at The Institute of Chartered Accountants of Pakistan, Chartered Accountants Avenue, Clifton, Karachi, to review the performance of the Modaraba for the year ended June 30, 2014. The Certificate Transfer books of the Modaraba will remain closed from Friday October 17, 2014 to Friday October 24, 2014 (both days inclusive), for Modaraba Certificate transfers Messrs Technology Trade (Pvt) Ltd. Dagia House, 241-C, Block 2, P.E.C.H.S off Shahrah-e-Quaideen, Karachi. Tel: 021-34391316-7 Fax: 021-34391318

Karachi:
2 October, 2014

Hamida Aqeel
Company Secretary

NOTE :

The Certificate Holders are advised to notify to the Registrar of Unicap Modaraba, any change in their addresses. Certificates for transfer should also be lodged with the Registrar, Messers Technology Trade (Pvt.) Limited may be contacted at Dagia House, 241-C, Block-2, P.E.C.H.S., Off: Shahrah-e-Quaideen, Karachi. (Tel: 021-34391316-7 Fax: 021-34391318).

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Clifton, Karachi. Tel : 5876651, 5876652