

# First Tri-Star Modaraba



**UN-AUDITED ACCOUNTS  
FOR THE FIRST QUARTER  
ENDED 30TH SEPTEMBER, 2022**

Managed by:  
A.R.T. Modaraba Management (Pvt) Ltd.

## Company Information

**Board of Directors:** Mr. Ahmed Khizer Khan Non-Executive Chairman / Independent Director  
Mr. Asad Ahmad Chief Executive  
Ms. Marium Ahmad Non-Executive Director

**Auditors:** M/s. Crowe Hussain Chaudhury & Co.  
Chartered Accountants

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

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

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

**Registered Office:** A/33, Central Commercial Area,  
Block 7/8, KCHSU,  
Karachi.

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

**Report of the Directors  
of A.R.T. Modaraba Management (Pvt) Ltd.  
For the quarter ended September 30, 2022**

The un-audited accounts of First Tri-Star Modaraba for the quarter ended September 30, 2022 are presented herewith.

Alhamdulillah, Modaraba continued generating revenue through rental income as well as income from running an educational institution which has established itself well with a short time. We are optimistic of achieving continued good results in years to come.

On behalf of the Board

**Asad Ahmad**  
Chief Executive

**Marium Ahmad**  
Director

Place: Karachi, October 28, 2022.

## CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2022

	(Un-audited) September 2022	(Audited) June 2022
-----Rupees-----		
<b>CAPITAL AND RESERVES</b>		
Authorised Capital 40,000,000 (2021: 40,000,000) Modaraba Certificates of Rs. 10 each	<b>400,000,000</b>	400,000,000
Issued, subscribed and paid-up certificate capital	<b>211,631,040</b>	211,631,040
Reserves	<b>(21,854,413)</b>	(29,749,542)
<b>Certificate holders' equity</b>	<b>189,776,627</b>	181,881,498
Deficit on revaluation of investments	<b>(3,366,021)</b>	(3,377,952)
<b>NON CURRENT LIABILITIES</b>		
Security deposits	<b>2,770,000</b>	2,280,000
<b>CURRENT LIABILITIES</b>		
Creditors, accrued and other liabilities	<b>12,902,079</b>	13,809,053
Unclaimed dividend	<b>8,054,502</b>	13,682,766
Provision for taxation	<b>540,469</b>	-
<b>Total current liabilities</b>	<b>21,497,051</b>	27,491,819
<b>Contingencies and commitments</b>	-	-
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>210,677,657</b>	208,275,365
<b>NON-CURRENT ASSETS</b>		
Fixed assets - tangible	<b>7,871,484</b>	8,209,942
Investment property	<b>80,602,057</b>	82,668,776
Long term deposit	<b>58,500</b>	58,500
Long term investments	<b>35,899,106</b>	35,898,870
<b>Total non-current assets</b>	<b>124,431,147</b>	126,836,088
<b>CURRENT ASSETS</b>		
Short term investments	<b>306,374</b>	294,679
Rent receivable	<b>7,500,000</b>	6,000,000
Stock-in-Trade	<b>67,600,000</b>	-
Advance and deposits	<b>3,901,314</b>	70,833,455
Other receivables	<b>3,283,837</b>	1,960,144
Cash and bank balances	<b>3,654,985</b>	2,350,999
<b>Total current assets</b>	<b>86,246,511</b>	81,439,277
<b>TOTAL ASSETS</b>	<b>210,677,657</b>	208,275,365

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

Chief Executive

Director

Director

Chief Financial Officer

## CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2022

	<b>September 2022</b>	September 2021
	-----Rupees-----	
Revenue	<b>15,194,000</b>	9,456,750
Administrative expenses	<b>(7,128,987)</b>	(6,654,775)
	<b>8,065,013</b>	2,801,975
Other income	<b>20,160</b>	18,825
Financial charges	<b>(119)</b>	(684)
Profit before taxation	<b>8,085,054</b>	2,820,116
Taxation	<b>(189,925)</b>	-
Profit for the year	<b>7,895,129</b>	2,820,116
Earning per certificate	<b>0.37</b>	0.13

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

Chief Executive

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Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)**  
FOR THE QUARTER ENDED SEPTEMBER 30, 2022

	<b>September 2022</b>	September 2021
	----- Rupees -----	
Profit for the year	<b>7,895,129</b>	2,820,116
<b>Items that will not be reclassified subsequently to profit and loss account</b>		
Deficit on revaluation of investments classified as 'at fair value through other comprehensive income' - net	<b>2,211,931</b>	(295,511)
<b>Items that will be reclassified to profit or loss in subsequent periods:</b>		
Unrealized gain during the year on re-measurement of investment classified as available for sale	-	-
<b>Total comprehensive income for the year</b>	<b><u>10,107,060</u></b>	<b><u>2,524,605</u></b>

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Chief Executive

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Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)**  
FOR THE QUARTER ENDED SEPTEMBER 30, 2022

	September 2022	September 2021
	-----Rupees-----	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	<b>8,085,054</b>	2,820,116
<b>Adjustments:</b>		
Depreciation	<b>2,405,178</b>	2,460,540
	<b>2,405,178</b>	2,460,540
	<b>10,490,232</b>	5,280,657
<b>Changes of Working Capital:</b>		
(Increase)/decrease in current assets	<b>(3,681,478)</b>	(16,693,763)
Increase/(decrease) in current liabilities	<b>301,355</b>	(88,630)
	<b>(3,380,123)</b>	(16,782,393)
Income tax paid	<b>(667,860)</b>	(643,689)
<b>Net cash generated from operating activities</b>	<b>6,442,250</b>	(12,145,426)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Capital expenditure incurred	-	(2,046,950)
Purchases of investments	-	(5,355)
<b>Net cash inflow from investing activities</b>	-	(2,052,305)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Dividend paid	<b>(5,628,264)</b>	-
Long term deposits	<b>490,000</b>	320,000
<b>Net cash outflow from financing activities</b>	<b>(5,138,264)</b>	320,000
Net increase in cash & cash equivalents during the year	<b>1,303,985</b>	(13,877,731)
Cash & cash Equivalent at the beginning of the year	<b>2,350,999</b>	44,922,038
<b>Cash &amp; cash Equivalent at the end of the year</b>	<b>3,654,984</b>	31,044,307

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Chief Executive

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## CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE QUARTER ENDED SEPTEMBER 30, 2022

	Certificate Capital	Capital Reserve	Revenue Reserve		Total
		Statutory Reserve	General Reserve	Accumulated Loss	
-----Rupees-----					
<b>Balance as at June 30, 2021</b>	211,631,040	21,744,353	10,000,000	(49,612,336)	193,763,057
Profit for the year	-	-	-	2,820,116	2,820,116
Other comprehensive income	-	-	-	-	-
Total comprehensive income for the year	-	-	-	2,820,116	2,820,116
<b>Balance as at September 30, 2021</b>	<b>211,631,040</b>	<b>21,744,353</b>	<b>10,000,000</b>	<b>(46,792,219)</b>	<b>196,583,173</b>
<b>Balance as at June 30, 2022</b>	211,631,040	21,826,099	10,000,000	(61,575,641)	181,881,498
Profit for the year	-	-	-	7,895,129	7,895,129
Other comprehensive income	-	-	-	-	-
Total comprehensive loss for the year	-	-	-	7,895,129	7,895,129
Final dividend for the year ended					
<b>Balance as at September 30, 2022</b>	<b>211,631,040</b>	<b>21,826,099</b>	<b>10,000,000</b>	<b>(53,680,512)</b>	<b>189,776,627</b>

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

Chief Executive

Director

Director

Chief Financial Officer

## **NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)** FOR THE QUARTER ENDED SEPTEMBER 30, 2022

### **1. LEGAL STATUS AND NATURE OF THE BUSINESS**

- 1.1** First Tri-Star Modaraba (the Modaraba) was formed under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the Rules framed thereunder and is managed by A.R.T. Modaraba Management (Private) Limited. It is a perpetual, multipurpose and multidimensional Modaraba. The Modaraba is listed on Pakistan Stock Exchange Limited. The registered office of the Modaraba is situated at A/33, Central Commercial Area, Block 7/8, KCHSU, Karachi.

The Modaraba is engaged in the following activities:

- I) Renting out its building
- ii) Running an educational institution

### **2. BASIS OF PREPARATION**

#### **2.1 Statement of compliance**

These condensed interim financial information of the Modaraba for the quarter ended September 30, 2022 has been prepared in accordance with the requirements of the International Accounting Standard 34 - "Interim Financial Reporting" and provisions of and directives issued under the Modaraba Companies and Modarabas (Floatation and Control) Ordinance, 1980, the Modaraba Companies and Modaraba Rules, 1981 and Prudential Regulations for Modarabas.

In case where requirements differ, the provisions of or directives issued under the Modaraba Companies and Modarabas (Floatation and Control) Ordinance, 1980, the Modaraba Companies and Modaraba Rules, 1981 and Prudential Regulations for Modarabas have been followed.

The disclosures made in this condensed interim financial information have been limited, based on the requirements of International Accounting Standard 34 - "Interim Financial Reporting". These condensed interim financial information do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Modaraba for the year ended June 30, 2022.

This condensed interim financial information is un-audited. However, limited scope review has been performed by the statutory auditors, except for the figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended September 30, 2021 and September 30, 2022, in accordance with the requirement of clause 27 of the Listed Companies (Code of Corporate Governance) Regulations, 2017 and are being submitted to the Certificate holders as required by Rule 10 of Modaraba Companies and Modaraba Rules, 1981.

#### **2.2 Basis of measurement**

This condensed interim financial information has been prepared under the "historical cost convention" except for the revaluation of certain financial assets which are stated at fair value. This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow statement.

**3 Issued, subscribed and paid-up certificate capital**

<b>September 2022</b>	June 2022		<b>September 30, 2022 (Unaudited)</b>	June 30, 2022 (Audited)
No of shares			-----Rupees-----	
11,900,000	11,900,000	Modaraba Certificates of Rs. 10 each fully paid in cash.	<b>119,000,000</b>	119,000,000
2,180,000	2,180,000	Bonus certificates of Modaraba of Rs. 10 each issued as fully paid.	<b>21,800,000</b>	21,800,000
7,083,104	7,083,104	Modaraba Certificates of Rs.10 issued for acquisition	<b>70,831,040</b>	70,831,040
			<b>211,631,040</b>	211,631,040

**4 Reserves**

**Capital reserves**

Statutory Reserve 5.1 **21,826,099** 21,826,099

**Revenue reserves**

General Reserve **10,000,000** 10,000,000

Accumulated loss **(53,680,512)** (61,575,640)

**(43,680,512)** (51,575,640)

**(21,854,413)** (29,749,541)

**4.1** This represents profit set aside to comply with requirement of Prudential Regulations for Modaraba issued by SECP, which is not available for distribution.

**5 Deficit on revaluation of investments**

Market value of investments **36,205,480** 36,193,549

Less: Cost of investments **39,571,501** 39,571,501

**(3,366,021)** (3,377,952)

Deficit on revaluation at beginning of the period / year **(1,356,158)** (912,011)

Gain / (loss) during the period / year **2,211,931** (444,147)

Net Deficit on revaluation at period / year end **855,773** (1,356,158)

**6 Security deposits** 7.1 **2,770,000** 2,280,000

**6.1** These represents deposits from students without any remuneration.

**7 Creditors, accrued and other liabilities**

Accrued expenses **221,000** 1,127,782

Management fee **85,600** 85,600

Deposit - -

Sales tax payable on Management fees **296,207** 296,207

Workers' Welfare Fund **275,297** 275,297

Income tax payable **5,235,093** 5,235,285

Zakat payable **6,788,882** 6,788,882

**12,902,079** 13,809,053

**8 Contingencies and commitments**

There are no contingencies and commitments as at September 30, 2022 (June 30, 2022 : Nil)

	<b>September 30, 2022 (Unaudited)</b>	June 30, 2022 (Audited)
	-----Rupees-----	
<b>9 Property and equipments</b>		
Book value at the beginning of the period / year	<b>8,209,942</b>	21,819,838
Transferred to investment property	-	(15,425,300)
Additions during the period / year	-	5,915,493
	<b>8,209,942</b>	12,310,031
<b>Accumulated Depreciation</b>		
Book value at the beginning of the period / year	-	8,574,262
Transferred to investment property	-	(5,389,098)
Depreciation charge during the period / year	<b>338,459</b>	914,925
	<b>338,459</b>	4,100,089
Book value at the end of the period / year	<b>7,871,483</b>	8,209,942
<b>9.1 Additions</b>		
Furniture & fixtures	-	16,200
Motor Car	-	5,899,293
	-	5,915,493
<b>10 Investment property</b>		
<b>Gross carrying amount</b>		
Balance at the beginning of the period / year	<b>140,846,000</b>	124,804,700
Transferred from fixed assets - tangible	-	15,425,300
Additions	-	616,000
Disposals	-	-
Balance at the end of the period / year	<b>140,846,000</b>	140,846,000
<b>Accumulated Depreciation</b>		
Balance at the beginning of the period / year	<b>58,177,224</b>	43,602,706
Transferred from fixed assets - tangible	-	5,389,098
Additions	-	-
Depreciation charge for the period / year	<b>2,066,719</b>	9,185,420
Disposals	-	-
Balance at the end of the period / year	<b>60,243,943</b>	58,177,224
<b>As at March 31 2022</b>		
Cost	<b>140,846,000</b>	140,846,000
Accumulated Depreciation	<b>(60,243,943)</b>	(58,177,224)
<b>Net book amount</b>	<b>80,602,057</b>	82,668,776
<b>Rate</b>	<b>10%</b>	10%

<b>11 Long term investments</b>	<b>Note</b>	<b>2022</b>	<b>2021</b>
		-----Rupees-----	-----Rupees-----
At fair value through other comprehensive income (FVOCI)			
Shares and certificates of listed companies & associated undertaking	11.1	<b>13,106</b>	12,870
Shares of unlisted associated companies	11.2	<b>35,886,000</b>	35,886,000
		<b>35,899,106</b>	<b>35,898,870</b>

**11.1 Investments in listed companies**

		September		June	
No. of Shares/Certificates		2022		2022	
September	June	Cost	Fair Value	Cost	Fair Value
2022	2021	Rupees	Rupees	Rupees	Rupees
<b>833</b>	833	<b>11,176</b>	<b>11,554</b>	11,176	11,470
<b>400</b>	400	<b>8,634</b>	<b>1,552</b>	8,634	1,400
		<b>19,810</b>	<b>13,106</b>	19,810	12,870
		<b>(6,704)</b>		6,940	
		<b>13,106</b>		12,870	

**11.2 Investment of Unlisted companies**

No. of Shares/Certificates		Name of Company/ Associated Undertaking		2022	2022
2022	2022			Cost	Cost
				Rupees	Rupees
				Cost	Cost
<b>3,588,600</b>	3,588,600	Tri-Star Energy Limited		<b>35,886,000</b>	35,886,000

**(Percentage Holding)**

**12%**                      12%

**12 Short term investments**

At fair value through other comprehensive income (FVOCI)

		September		June	
No. of Shares/Certificates		2022		2022	
Sept	June	Cost	Fair Value	Cost	Fair Value
2022	2022	Rupees	Rupees	Rupees	Rupees
<b>437</b>	437	<b>7,305</b>	<b>6,992</b>	7,305	6,992
<b>70</b>	70	<b>1,860</b>	<b>339</b>	1,860	420
<b>132</b>	132	<b>2,349</b>	-	2,349	-

No. of Shares/Certificates		Name of Company	2022		2022	
			Cost	Fair Value	Cost	Fair Value
			Rupees	Rupees	Rupees	Rupees
<b>239</b>	239	Sana Industries Limited	<b>13,849</b>	<b>13,193</b>	13,849	14,340
<b>140</b>	140	Nishat Mills Limited	<b>3,533</b>	<b>9,537</b>	3,533	10,347
<b>120</b>	120	Din Textile Mills Ltd.	-	<b>14,520</b>	-	14,520
<b>127</b>	127	Jubilee Spinning & Weaving Mills Limited	<b>2,004</b>	<b>368</b>	2,004	700
<b>301</b>	301	Kohinoor Industries Limited	<b>11,264</b>	<b>1,475</b>	11,264	1,839
<b>259</b>	259	Packages Limited	<b>7,816</b>	<b>105,682</b>	7,816	103,305
<b>1,226</b>	1,226	Shell Pakistan Limited	<b>88,544</b>	<b>154,268</b>	88,544	142,216
			<b>138,524</b>	<b>306,374</b>	138,524	<b>294,679</b>
Fair Value Adjustment			<b>167,850</b>		156,155	
Fair Value			<b>306,374</b>		<b>294,679</b>	

**Companies delisted/Trading suspended**

No. of Shares/Certificates		Name of Company	2022		2022	
			Cost	Fair Value	Cost	Fair Value
			Rupees	Rupees	Rupees	Rupees
<b>400</b>	400	Islamic Investment Bank Limited	<b>2,757</b>	-	2,757	-
<b>5</b>	5	Innovative Investment Bank Limited	<b>4,545</b>	-	4,545	-
<b>102,350</b>	102,350	Mohib Exports Limited	<b>2,436,070</b>	-	2,436,070	-
<b>500</b>	500	Business & Industries insurance Company Limited	<b>5,000</b>	-	5,000	-
<b>230</b>	230	Mohammad Farooq Textile Mills Ltd.	<b>7,743</b>	-	7,743	-
<b>264</b>	264	Dewan Salman Fibre Limited	<b>6,622</b>	-	6,622	-
<b>600</b>	600	Mian Mohd. Sugar Mills Limited	<b>6,000</b>	-	6,000	-
<b>17,671</b>	17,671	Mohib Textile Mills Limited	<b>897,530</b>	-	897,530	-
<b>10,000</b>	10,000	Sunshine Cloth Limited	<b>160,900</b>	-	160,900	-
<b>132,020</b>	132,020		<b>3,527,167</b>	-	3,527,167	-

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

Chief Executive

Director

Director

Chief Financial Officer