

FIRST EQUITY MODARABA

BALANCE SHEET AS AT MARCH 31, 2012

	Note	March 2012 Rupees	June 2011 Rupees
<i>EQUITY AND LIABILITIES</i>			
<i>Capital and Reserves</i>			
Authorised capital 60,000,000 (2009 : 60,000,000) modaraba certificates of Rs. 10 each		600,000,000	600,000,000
Issued, subscribed and paid-up capital		524,400,000	524,400,000
Reserves	3	84,492,556	75,155,665
Unrealised loss on remeasurment of available-for-sale investments		(33,951,549)	(36,738,037)
		574,941,007	562,817,628
<i>Non-current liabilities</i>			
Deferred liability		1,810,417	1,607,811
<i>Current Liabilities</i>			
Creditors, accrued & other liabilities		8,324,977	21,422,419
Unclaimed profit distributions		26,082,863	26,262,400
Provision for taxation		1,546,706	1,546,706
Total current liabilities		35,954,546	49,231,525
Total liabilities		37,764,963	50,839,336
Total equity and liabilities		612,705,970	613,656,964

FIRST EQUITY MODARABA

BALANCE SHEET AS AT MARCH 31, 2012

	Note	March 2012 Rupees	June 2011 Rupees
ASSETS			
<i>Non - current assets</i>			
Fixed assets			
- tangible		19,515,231	18,580,172
- intangible		53,051,000	53,051,000
Long term investments	4	281,768,552	280,389,785
Advances		2,510,000	2,510,000
Deposits		1,350,000	1,350,000
		<hr/>	<hr/>
		358,194,783	355,880,957
<hr/>			
<i>Current Assets</i>			
Morabaha / musharaka receivables - Secured		114,467,830	119,022,100
Short term Investments		24,848,535	12,194,441
Advances		1,414,789	1,547,567
Trade deposits and prepayments		17,663,270	14,873,789
Other receivables		61,266,628	45,819,678
Tax refunds due from government		7,135,865	7,060,567
Cash & bank balances		27,714,270	57,257,865
		<hr/>	<hr/>
Total current assets		254,511,187	257,776,007
<hr/>			
Total assets		612,705,970	613,656,964
<hr/>			

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

Adil A Ghaffar
Chief Executive
Premier Financial
Services (Private) Ltd.

Zahid Bashir
Director
Premier Financial
Services (Private) Ltd.

Nadeem Maqbool
Director
Premier Financial
Services (Private) Ltd.

FIRST EQUITY MODARABA
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER AND NINE MONTH ENDED MARCH 31, 2012

	Quarter ended		Nine Months Ended	
	March 31, 2012 Rupees	March 31, 2011 Rupees	March 31, 2012 Rupees	March 31, 2011 Rupees
Income	9,046,458	7,841,239	22,585,704	21,541,150
Expenditure				
Operating expenses	3,890,179	4,403,335	12,578,931	11,886,884
Profit before taxation	5,156,279	3,437,904	10,006,773	9,654,266
Surplus / (deficit) on revaluation of investment classified as financial asset at fair value	2,227,765	(2,414,703)	(669,882)	(2,420,943)
Profit before taxation	7,384,044	1,023,201	9,336,891	7,233,323
Taxation				
- current	-	(103,830)	-	(137,082)
Profit for the period	7,384,044	919,371	9,336,891	7,096,241
Earnings per certificate	0.1408	0.0175	0.1780	0.1353

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

Adil A Ghaffar
Chief Executive
Premier Financial
Services (Private) Limited

Zahid Bashir
Director
Premier Financial
Services (Private) Limited

Nadeem Maqbool
Director
Premier Financial
Services (Private) Limited

FIRST EQUITY MODARABA
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER AND NINE MONTHS ENDED MARCH 31, 2012

	Quarter ended		Nine Months Ended	
	March 31, 2012 Rupees	March 31, 2011 Rupees	March 31, 2012 Rupees	March 31, 2011 Rupees
Profit for the period	7,384,044	919,371	9,336,891	7,096,241
Other comprehensive income				
<hr/>				
Unrealised gain / (loss) on re-measurement of available for sale investments	(4,589,793)	195,675	(2,805,730)	5,819,812
Gain/(Loss) realised on disposal of investments	19,242	(82,445)	19,242	(216,033)
	(4,570,551)	113,230	(2,786,488)	5,603,779
Taxation relating to component of other comprehensive income	-	-	-	-
Other comprehensive income	(4,570,551)	113,230	(2,786,488)	5,603,779
Total comprehensive income	2,813,493	1,032,601	6,550,403	12,700,020

Adil A Ghaffar
Chief Executive
Premier Financial
Services (Private) Limited

Zahid Bashir
Director
Premier Financial
Services (Private) Limited

Nadeem Maqbool
Director
Premier Financial
Services (Private) Limited

**FIRST EQUITY MODARABA
STATEMENT OF CHANGES IN EQUITY
FOR THEY PERIOD ENDED MARCH 31, 2012**

	Capital	Special reserve	Certificate premium account Rupees	General reserve	Revaluation reserve on investments	Un appropriated Profit / (loss)	Total
Balance as at June 30, 2010	524,400,000	134,261,822	131,100,000	27,120,000	(51,554,446)	(217,506,408)	547,820,968
Total Comprehensive income for the period	-	-	-	-	5,603,779	7,096,241	12,700,020
Balance as at March 31, 2011	524,400,000	134,261,822	131,100,000	27,120,000	(45,950,667)	(210,410,167)	560,520,988
Balance as at June 30, 2011	524,400,000	134,351,947	131,100,000	27,120,000	(36,738,037)	(217,416,282)	562,817,628
Total Comprehensive income for the period	-	-	-	-	2,786,488	9,336,891	12,123,379
Balance as at March 31, 2012	524,400,000	134,351,947	131,100,000	27,120,000	(33,951,549)	(208,079,391)	574,941,007

Adil A Ghaffar
Chief Executive
Premier Financial
Services (Private) Ltd.

Zahid Bashir
Director
Premier Financial
Services (Private) Ltd.

Nadeem Maqbool
Director
Premier Financial
Services (Private) Ltd.

FIRST EQUITY MODARABA
STATEMENT OF CHANGE IN FINANCIAL POSITION
(CASH FLOW STATEMENT)
PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED MARCH 31, 2012

	March 2012 Rupees	March 2011 Rupees
<i>Cash Flows from Operating Activities</i>		
Profit for the period	9,336,891	7,233,323
<i>Adjustments for :</i>		
Depreciation	1,133,117	1,269,324
Deficit on revaluation of investment classified as financial asset at fair value	669,882	2,420,943
Provision for gratuity	239,606	221,834
Dividend income	(4,389,176)	(3,431,371)
	(2,346,571)	480,730
	6,990,320	7,714,053
<i>(Increase) / decrease in current assets</i>		
Morabaha / musharaka receivables	4,554,270	(3,666,202.00)
Advances	57,480	294,870
Trade deposits and prepayments	(2,789,481)	377,712
Other receivables	(14,153,305)	(18,729,049)
	(12,331,036)	(21,722,669)
<i>(Decrease) / increase in current liabilities</i>		
Creditors, accrued and other liabilities	(13,097,442)	13,366,201
Dividend paid	(179,537)	(47,775)
Gratuity Paid	(37,000)	-
Taxes paid	-	(137,082)
	(13,313,979)	13,181,344
<i>Cash Flows from investing activities</i>		
Investments	(11,916,255)	(3,755,132)
Dividends received	3,105,461	2,004,488
Tangible assets	(2,078,106)	(1,067,275)
<i>Net Cash from / (used in) Investing Activities</i>	(10,888,900)	(2,817,919)
Net decrease in cash and bank balances	(29,543,595)	(3,645,191)
Cash and bank balances at the beginning of the period	57,257,865	20,182,817
Cash and bank balances at the end of the period	27,714,270	16,537,626

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

Adil A Ghaffar
Chief Executive
Premier Financial
Services (Private) Ltd.

Zahid Bashir
Director
Premier Financial
Services (Private) Ltd.

Nadeem Maqbool
Director
Premier Financial
Services (Private) Ltd.

**FIRST EQUITY MODARABA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED MARCH 31, 2012**

1 Legal Status and Nature of Business

First Equity Modaraba was formed in 1991 under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the Rules framed thereunder and is managed by Premier Financial Services (Private) Limited, a Company incorporated in Pakistan.

The Modaraba is a perpetual, multi purpose modaraba able to undertake a variety of fund and fee based activities. These include trading, manufacturing, equity investment and their financing and facilitation.

The Modaraba is listed on Karachi, Lahore and Islamabad Stock Exchanges.

The Modaraba is a member of two stock exchanges of Pakistan and is currently operating its brokerage activities in Karachi Stock Exchange.

The modaraba is holding Equity Textiles Ltd as a wholly owned subsidiary company

2 General

- 2.1 These financial statements are unaudited and are being submitted to certificate holders as required by Rule 10 of the Modaraba Companies and Modaraba Rules, 1981.
- 2.2 The accounting policies adopted for the preparation of these unaudited financial statements are the same as those applied in preparation of the audited published financial statements of the Modaraba for the year ended June 30, 2011
- 2.3 The Modaraba Company's management fee, statutory reserve @ 20% to 50 %, provisions, profit Distribution and taxation will be determined at the year end. No provision for income tax will be required if not less than 90% of the Modaraba's profit for the year is distributed as cash dividend, except the presumptive tax
- 2.4 These financial statements are in compliance with the disclosure requirements of International Accounting Standard (IAS)-34 "Interim Financial Reporting".

**FIRST EQUITY MODARABA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED MARCH 31, 2012**

	March 2012 Rupees	June 2011 Rupees
3 Reserves		
Capital reserve	265,451,947	265,451,947
Revenue reserve	(180,959,391)	(190,296,282)
	<hr/> 84,492,556	<hr/> 75,155,665
	<hr/>	<hr/>

4 Investments

Listed Securities - available for sale	29,968,552	28,589,785
Unlisted Securities	1,800,000	1,800,000
	<hr/> 31,768,552	<hr/> 30,389,785
Wholly owned subsidiary	250,000,000	250,000,000
	<hr/> 281,768,552	<hr/> 280,389,785
	<hr/>	<hr/>

5 These financial statements were authorized for issue in accordance with a resolution of the Board of Directors on March 31, 2012.

Adil A Ghaffar
Chief Executive
Premier Financial
Services (Private) Ltd.

Zahid Bashir
Director
Premier Financial
Services (Private) Ltd.

Nadeem Maqbool
Director
Premier Financial
Services (Private) Ltd.

**FIRST EQUITY MODARABA
DIRECTORS REPORT**

The Directors of Premier Financial Services (Pvt) Ltd, the management company of FIRST EQUITY MODARABA, please to present their report and the un-audited financial statements of the Modaraba for the nine months ended March 31, 2012

Financial Results

Profit for the nine months ended March 31, 2012 amounted to Rupees 9.3 million as compared to Rupees 7.1 million for the same period last year. The earning per certificate as at March 31, 2012 was Rupees 0.18. The break up value, per modaraba certificate, stands at Rs 10.96 at the end of the period.

On the measurement of the valuation of investments, we continue to maintain our stance that was elaborated in the previous annual reports.

Prospects

Alhamdulillah, after a very long time business in stock exchange revived. Though nominal, but our participation could be witnessed. Despite of socio-economic and political turmoil, businesses are performing. With few corrective measures, Pakistan could re-gain financial and economic stability.

We are well positioned to take advantage of improved situation.

For and on behalf of Board

Karachi

Adil A Ghaffar

March 25, 2012

Chief Executive Officer