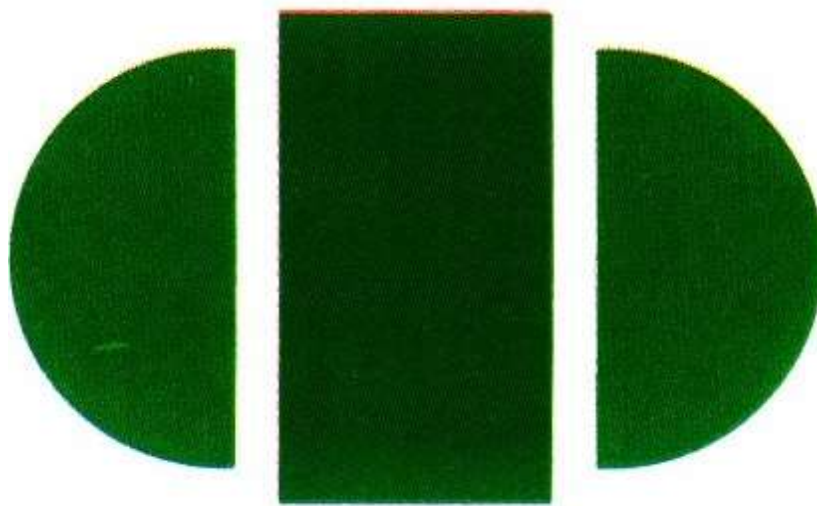


FIRST EQUITY MODARABA

Quarter and Nine Months Reports
For the period ended
March 31, 2019



Managed by

PREMIER FINANCIAL SERVICES (PVT) LTD



FIRST EQUITY MODARABA

CORPORATE INFORMATION

Modaraba Company : PREMIER FINANCIAL SERVICES (PVT) LTD

BOARD OF DIRECTORS

Mr Zahid Bashir

Mr Nadeem Maqbool

Mr Qaiser Magoon

Mr Adil A Ghaffar - Chief Executive Officer

AUDIT COMMITTEE

Mr Qaiser Magoon

Mr Zahid Bashir

Mr Nadeem Maqbool

HUNAM RESOURCE COMMITTEE

Mr Zahid Bashir

Mr Qaiser Magoon

Mr Adil A Ghaffar

REGISTERED AND BUSINESS ADDRESS

B-1004 Lakson Square Building # 3
Sarwar Shaheed Road
Karachi

Tel : 021-35672815-18

Fax : 021-35686116

e-mail: info@firstequitymodaraba.com.pk

website: firstequitymodaraba.com.pk

Room No 503-504

Karachi Stock Exchange Building

Karachi

Tel : 021-32446020-3

Fax : 021-32446024

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**FIRST EQUITY MODARABA
DIRECTORS REPORT**

The Directors of Premier Financial Services (Private) Ltd, the management company of FIRST EQUITY MODARABA, are pleased to present their report and the un-audited financial statements of the Modaraba for the nine months and quarter ended March 31, 2019.

Financial Results

Loss for the nine months ended March 31, 2019 amounted to Rupees 0.957 million as compared to profit of Rupees 1.525 million for the same period last year. The loss per certificate as at March 31, 2019 was Rs (0.018) as against earning of Rs. 0.029 per certificate. The break up value, per modaraba certificate, stands at Rs 11.54 at the end of the period.

The two wholly owned subsidiary companies have been formed and required assets have been transferred. The requisite information and documents for transfer of TREC has been submitted to PSX, NCCPL and CDC are under process

Government have provided incentive to textile sector, the outcome is expected to be in the last quarter of the current financial year.

We anticipate that once the political and economic indecisiveness is settled, the capital market will again show a bullish trend.

For and on behalf of Board

Karachi
April 29, 2019

Adil A Ghaffar
Chief Executive Officer

فرسٹ ایکویٹی مضاربہ

ڈائریکٹرز رپورٹ

فرسٹ ایکویٹی مضاربہ کی انتظامی کمپنی پریمر فنانشل سروسز (پرائیوٹ) لمیٹڈ کے ڈائریکٹرز مضاربہ کے غیر محاسبہ نو ماہی معاشی بیانیے اختتام پذیر 31 مارچ 2019 اور اپنی رپورٹ انتہائی مسرت کے ساتھ پیش کرتے ہیں۔

مالیاتی نتائج:

نو ماہی اختتام پذیر 31 مارچ 2019 تک خسارہ مبلغ 0.957 ملین روپے رہا جبکہ گذشتہ سال اسی دورانیہ میں منافع مبلغ 1.525 ملین روپے تھا۔ اس طرح 31 مارچ 2019 تک فی شیئرفیکٹ خسارہ (0.018) روپے رہا جبکہ گذشتہ دورانیہ میں مبلغ 0.029 روپے فی شیئرفیکٹ منافع تھا۔ اس دورانیہ کے اختتام تک فی مضاربہ شیئرفیکٹ کی مجموعہ خالص قدر 11.54 روپے رہی۔

دو کلی ملکیت ذیلی کمپنیوں کا قیام عمل میں آچکا ہے اور درکار اثاثہ جات منتقل کیے جا چکے ہیں۔ TREC کی منتقلی کیلئے درکار معلومات و کاغذات PSX، NCCPL اور CDC کو جمع کرائی گئی ہیں اور زیر کار روائی ہیں۔

حکومت نے شعبہ ٹیکسٹائل کو تحریک فراہم کی ہے، جس کا ماحصل حالیہ مالی سال کی آخری سہ ماہی میں متوقع ہے۔ ہم پر امید ہیں کہ جیسے ہی سیاسی و معاشی تذبذب میں استحکام ہوگا، کیپٹل مارکیٹ میں از سر نو رجحان پیدا ہو جائے گا۔

بورڈ کی جانب سے

کراچی،

عادل اے غفار

29 اپریل، 2019

چیف ایگزیکٹو آفیسر

**FIRST EQUITY MODARABA
CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT MARCH 31, 2019**

	Note	March 31 2019 Rupees	Audited June 30, 2018 Rupees
EQUITY AND LIABILITIES			
Capital & Reserves			
Authorised capital 60,000,000 (June 30, 2018: 60,000,000) modaraba certificates of Rs. 10 each		600,000,000	600,000,000
<hr/>			
Certificate capital		524,400,000	524,400,000
Reserves	3	125,693,465	126,650,284
Remeasurement of define benefit liability - Actuarial gain		(103,364)	(103,364)
Unrealised loss on re-measurement of investments		(44,962,378)	(37,022,035)
Certificate holders' equity		605,027,723	613,924,885
Non-current liabilities			
Deferred liabilities		4,306,548	4,045,679
Security deposit		200,000	200,000
Total non-current liabilities		4,506,548	4,245,679
Current liabilities			
Creditors, accrued and other liabilities		6,302,764	12,082,573
Unclaimed profit distributions		29,562,472	29,641,941
Total current liabilities		35,865,236	41,724,514
Total liabilities		40,371,784	45,970,193
Total equity and liabilities		645,399,507	659,895,078

FIRST EQUITY MODARABA
CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT MARCH 31, 2019

		March 31	Audited
		2019	June 30,
	Note	Rupees	2018
			Rupees
ASSETS			
Non - current assets			
Fixed assets			
- tangible		8,018,470	6,339,731
- intangible		-	-
		8,018,470	6,339,731
Long term investments	4	392,999,771	392,999,771
Investment property		1,501,667	1,591,667
Advances		2,510,000	2,510,000
Deposits		1,750,000	1,750,000
Total non-current assets		406,779,908	405,191,169
Current assets			
Morabaha / musharaka receivables - secured		136,244,939	136,668,098
Short term investments		46,846,546	60,889,384
Advances		9,765,292	11,730,871
Trade deposits and prepayments		15,278,514	15,389,769
Other receivables		18,067,277	18,399,762
Cash and bank balances		12,417,031	11,626,025
Total current assets		238,619,599	254,703,909
Total assets		645,399,507	659,895,078

The annexed notes from 1 to 5 form an integral part of the condensed interim financial information.

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 MONTHS ENDED MARCH 31, 2019

	Quarter ended		Nine months ended	
	March 31 2019 Rupees	March 31 2018 Rupees	March 31 2019 Rupees	March 31 2018 Rupees
Income	5,058,483	5,715,529	13,921,756	15,525,914
Expenditure				
Operating expenses	(5,500,348)	(4,760,235)	(14,878,575)	(14,000,554)
Operating profit/(Loss)	(441,865)	955,294	(956,819)	1,525,360
Taxation	-	-	-	-
(Loss) / Profit for the period	(441,865)	955,294	(956,819)	1,525,360
(Loss)/Earnings per certificate	(0.008)	0.018	(0.018)	0.029

The annexed notes from 1 to 5 form an integral part of the condensed interim financial information.

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 STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER AND NINE MONTH ENDED MARCH 31, 2019

	Quarter ended		Nine Months ended	
	March 31 2019 Rupees	March 31 2018 Rupees	March 31 2019 Rupees	March 31 2018 Rupees
Profit/ (Loss) for the period	(441,865)	955,294	(956,819)	1,525,360
Other comprehensive income				
Unrealised gain / (loss) on re-measurement investments	(122,883)	13,472,033	(9,873,463)	(10,775,055)
Gain / (loss) realised on disposal of investments	200,797	1,791,850	1,933,120	5,903,519
	77,914	15,263,883	(7,940,343)	(4,871,536)
Taxation relating to component of other comprehensive income	-	-	-	-
Other comprehensive income / (Loss)	77,914	15,263,883	(7,940,343)	(4,871,536)
Total comprehensive income / (Loss)	(363,951)	16,219,177	(8,897,162)	(3,346,176)

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 STATEMENT OF CASH FLOWS STATEMENTS

FOR THE NINE MONTHS ENDED MARCH 31, 2019

	March 31 2019 Rupees	March 31 2018 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/ (Loss) for the period	(956,819)	1,525,360
Adjustments for non cash/non operating items:		
Depreciation	1,174,890	742,186
Provision for gratuity	260,869	482,896
Dividend income	(1,511,136)	(2,381,403)
	(75,377)	(1,156,321)
Operating profit/ (Loss) before working capital changes	(1,032,196)	369,039
(Increase) / decrease in current assets		
Morabaha / musharaka receivables	423,159	(6,302,266)
Advances	1,965,578	(1,027,487)
Trade deposits and prepayments	111,255	(177,001)
Other receivables	332,492	2,247,939
	2,832,484	(5,258,815)
(Decrease) / increase in current liabilities		
Creditors, accrued and other liabilities	(5,779,810)	(33,585,974)
	(2,947,326)	(38,844,789)
Dividend paid	(79,469)	(22,475,886)
	(79,469)	(22,475,886)
Net cash used in operating activities	(3,026,795)	(61,320,675)
CASH FLOW FROM INVESTING ACTIVITIES		
Investments	6,102,495	27,366,899
Dividends received	1,511,136	2,438,332
Purchases of tangible assets	(2,763,634)	(93,143)
Net cash (use in)generated from investing activities	4,849,997	29,712,088
Net increase / (decrease) in cash and cash equivalents	791,006	(31,239,548)
Cash and cash equivalents at the beginning of the period	11,626,025	41,394,743
Cash and cash equivalents at the end of the period	12,417,031	10,155,195

The annexed notes from 1 to 5 form an integral part of the condensed interim financial information.

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 STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED MARCH 31, 2019

	Certificate Capital	Special reserve	Certificate premium account	General reserve	Remeasure ment of define benefit liability	Unrealised gain / (loss) on measurement of available for sale investments	Un appropriated profit / re-accumulated loss	Total
	Rupees	Rupees	Rupees	Rupees		Rupees	Rupees	Rupees
Balance as at July 1, 2017	524,400,000	161,050,000	131,100,000	27,120,000	594,518	(30,617,609)	(156,962,868)	656,684,041
Profit distribution							(31,464,000)	(31,464,000)
Total comprehensive income for the period	-	-	-	-	-	(4,871,536)	1,525,360	(3,346,176)
Balance as at March 31, 2018	524,400,000	161,050,000	131,100,000	27,120,000	594,518	(35,489,145)	(186,901,508)	621,873,865
Balance as at July 01, 2018	524,400,000	161,050,000	131,100,000	27,120,000	(103,364)	(37,022,035)	(192,619,716)	613,924,885
Total comprehensive income for the period	-	-	-	-	-	(7,940,343)	(956,819)	(8,897,162)
Balance as at March 31, 2019	524,400,000	161,050,000	131,100,000	27,120,000	(103,364)	(44,962,378)	(193,576,535)	605,027,723

The annexed notes from 1 to 5 form an integral part of the condensed interim financial information.

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, 2019

1 Legal Status and Nature of Business

First Equity Modaraba (the 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 (Modaraba Management Company), a Company incorporated in Pakistan.

The Modaraba is a perpetual, multi purpose modaraba and is 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 Pakistan Stock Exchanges Ltd

The Modaraba is holding two Trading Right Entitlement certificates of Pakistan Stock Exchange Ltd and is currently operating its brokerage activities in Karachi.

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, 2018
- 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".

	March 2019 Rupees	June 2018 Rupees
3 Reserves		
Capital reserve	292,150,000	292,150,000
Revenue reserve	(166,456,535)	(165,499,716)
	125,693,465	126,650,284
4 Investments		
Listed Securities	10,853,740	10,853,740
Unlisted Securities	32,146,031	32,146,031
	42,999,771	42,999,771
	-	
Wholly owned subsidiary	350,000,000	350,000,000
	392,999,771	392,999,771

- 5 These financial statements were authorized for issue in accordance with a resolution of the Board of Directors on April 29, 2019

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.

EQUITY TEXTILES LIMITED

Wholly Owned Subsidiary of

First Equity Modaraba

nine months ended

March 31, 2019

EQUITY TEXTILES LIMITED
BALANCE SHEET AS AT MARCH 31, 2019

	Un-Audited March 2019 Rupees	Audited June 2018 Rupees
ASSETS		
NON CURRENT ASSETS		
Property, plant and equipment		
Operating fixed assets	1,207,198,299	1,260,320,312
Long Term Deposit	245,900	245,900
	1,207,444,199	1,260,566,212
CURRENT ASSETS		
Stores and spares	43,378,845	30,889,410
Stock in trade	540,603,650	339,488,014
Short term investment	9,399,507	12,243,055
Trade debts	204,767,677	113,875,395
Loans and advances	43,569,919	40,762,683
Trade deposits and short term prepayments	60,194,548	55,799,731
Other receivables	1,328,102	1,893,599
Tax refund due from government	82,264,285	64,472,945
Tax -net	(3,795,103)	1,472,776
Cash and bank balances	7,761,665	3,487,971
	989,473,095	664,385,580
TOTAL ASSETS	2,196,917,294	1,924,951,792
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized share capital	250,000,000	250,000,000
25,000,000 shares of Rs. 10/- each		
Issued, subscribed and paid-up share capital	250,000,000	250,000,000
Unrealized Loss on investments	(2,843,548)	-
Profit and (loss) account	55,121,038	30,775,971
	52,277,490	30,775,971
	302,277,490	280,775,971
Surplus on revaluation of fixed assets	421,875,923	449,747,605
NON CURRENT LIABILITIES		
Long term financing	43,033,065.00	159,421,164
Liabilities against asset subject to finance lease	1,102,946.00	985,501
Deferred taxation	153,138,254.00	185,148,457
	197,274,265	345,555,122
CURRENT LIABILITIES		
Trade and other payables	725,118,778	456,823,631
Accrued Markup	43,107,452	35,844,919
Short term borrowings	332,634,490	195,580,393
Current portion of long term liabilities	174,628,897	160,624,151
	1,275,489,617	848,873,094
TOTAL EQUITY AND LIABILITIES	2,196,917,294	1,924,951,792

CHIEF EXECUTIVE

DIRECTOR

EQUITY TEXTILES LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE NINE MONTHS ENDED MARCH 31, 2019

	March 2019	March 2018
	Rupees	Rupees
Sales	2,443,641,241	2,089,624,965
Cost of Sales	(2,369,117,510)	(2,008,284,058)
Gross profit	<u>74,523,731</u>	<u>81,340,907</u>
Administrative and general expenses	(22,122,700)	(20,326,265)
Distribution and selling expenses	(14,110,218)	(13,255,639)
Operating Profit / (loss)	<u>38,290,813</u>	<u>47,759,003</u>
Financial charges	<u>(46,055,258)</u>	<u>(48,352,451)</u>
Other charges	<u>-</u>	<u>-</u>
	<u>(46,055,258)</u>	<u>(48,352,451)</u>
	<u>(7,764,445)</u>	<u>(593,448)</u>
Other income	967,830	1,749,604
Profit / (Loss) before taxation	<u>(6,796,615)</u>	<u>1,156,156</u>
Provision for taxation		
Current	<u>(28,869,887)</u>	<u>(22,637,029)</u>
Prior	129,683	(510,949)
Deferred	<u>25,675,730</u>	<u>19,110,433</u>
	<u>(3,064,474)</u>	<u>(4,037,545)</u>
Profit / (Loss) after taxation	<u>(9,861,089)</u>	<u>(2,881,389)</u>
Profit / (Loss) per share - basic and diluted	<u>(0.394)</u>	<u>(0.115)</u>

CHIEF EXECUTIVE

DIRECTOR

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 **Jama
Punji**








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







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(based on live feed from KSE)
-  Knowledge center
-  Risk profiler*
-  Financial calculator
-  Subscription to Alerts (event
notifications, corporate and
regulatory actions)
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-  Online Quizzes



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