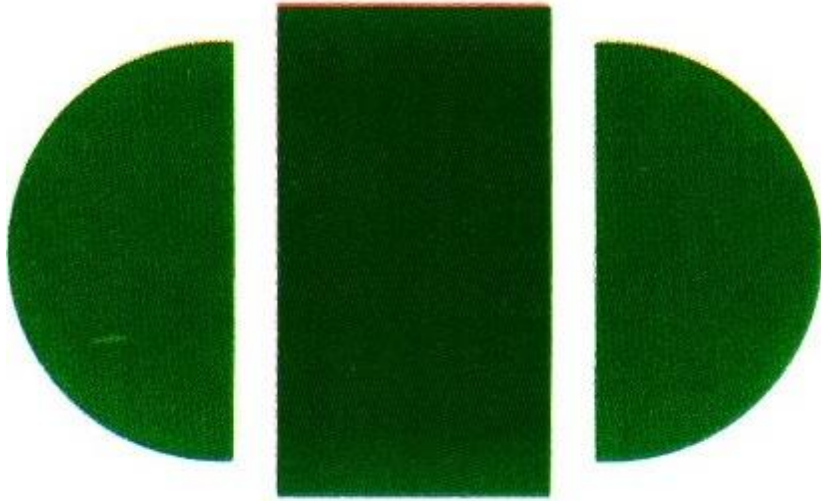


Quarterly Report
For the period ended
September 30, 2022



FIRST EQUITY MODARABA

Managed by :
PREMIER FINANCIAL SERVICES (PVT) LTD



FIRST EQUITY MODARABA

CORPORATE INFORMATION

Modaraba Company : PREMIER FINANCIAL SERVICES (PVT) LTD

BOARD OF DIRECTORS

Ms Alizeh Bashir

Mr Nadeem Maqbool

Mr Qaiser Ahmed Magoon

Mr Adil A Ghaffar - Chief Executive Officer

AUDIT COMMITTEE

Mr Qaiser Ahmed Magoon

Ms Alizeh Bashir

Mr Nadeem Maqbool

HUNAM RESOURCE COMMITTEE

Mr Qaiser Ahmed Magoon

Mr Nadeem Maqbool

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

Pakistan Stock Exchange Building
Karachi

Tel : 021-32446020-3

Fax : 021-32446024

Contents

Corporate information	1
Report of the Directors	2
Balance sheet	3
Profit and loss account	5
Statement of comprehensive income	6
Cash flow statement	7
Statement of changes in equity	8
Notes to the financial statements	9
Equity Textile Ltd-Balance Sheet	11
Equity Textile Ltd-Profit & Loss A/c	12

**FIRST EQUITY MODARABA
DIRECTORS REPORT**

The Directors of Premier Financial Services (Pvt) Ltd, the management company of FIRST EQUITY MODARABA, present their report and the un-audited financial statements of the Modaraba for the three months ended September 30, 2022

Financial Results

Loss for the quarter ended September 30, 2022 amounted to Rs (2.3) million as against profit of Rs 12.06 million, for the same period last year.

The loss per certificate as at September 30, 2022 stood at Rupees (0.04) while the earnings for the same period last year was Rupees 0.23. The Breakup value as of September 30 2022 was Rupees 10.57 per certificate.

Prospects

Our last year's annual report expressed our view on the state of economy, trade, finance and industry. We trust that once the political and economic uncertainty is settled, the capital market will further show a bullish trend.

For and on behalf of Board

Karachi
October 26, 2022

Adil A Ghaffar
Chief Executive Officer

FIRST EQUITY MODARABA
CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT SEPTEMBER 30, 2022

	Note	September 2022 Rupees	Audited June 30, 2022 Rupees
EQUITY AND LIABILITIES			
Capital and reserves			
Certificate capital			
Authorised capital			
60,000,000 (June 30, 2022: 60,000,000) modaraba certificates of Rs. 10 each		600,000,000	600,000,000
Certificate capital		524,400,000	524,400,000
Reserves	3	98,659,477	100,961,990
Remeasurement of define benefit liability - Actuarial gain		1,364,966	1,364,966
Unrealized loss on re-measurement of investments		(70,213,142)	(69,376,755)
Certificate holders' equity		554,211,301	557,350,201
Non-current liabilities			
Deferred liabilities		5,897,659	5,897,659
Security Deposit		200,000	200,000
Total non-current liabilities		6,097,659	6,097,659
Current liabilities			
Creditors, accrued and other liabilities		13,784,858	14,564,189
Unclaimed profit distributions		30,448,251	30,448,251
Total current liabilities		44,233,109	45,012,440
Total liabilities		50,330,768	51,110,099
Contingencies & Commitments			
Total equity and liabilities		604,542,069	608,460,300

FIRST EQUITY MODARABA
CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT SEPTEMBER 30, 2022

	Note	September 30 2022 Rupees	Audited June 30, 2022 Rupees
Non - current assets			
Fixed assets			
- tangible		3,640,373	3,948,441
- intangible		-	-
Investment property		1,081,667	1,111,667
Investments	4	402,655,228	402,655,229
Advances		2,510,000	2,510,000
Deposits		1,750,000	1,750,000
Total non-current assets		411,637,268	411,975,337
Current assets			
Morabaha / musharaka receivables - secured		9,794,143	9,560,623
Short term investments		94,408,150	96,471,948
Advances- Considered		11,773,030	11,560,807
Trade deposits and prepayments		16,469,800	16,440,954
Other receivables		50,016,611	51,774,690
Cash and bank balances		10,443,067	10,675,941
Total current assets		192,904,801	196,484,963
Total assets		604,542,069	608,460,300

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

Qazi Obaid Ullah	Adil A Ghaffar		
Chief Financial Officer	Chief Executive	Director	Director
	Premier Financial	Premier Financial	Premier Financial
	Services (Private) Ltd.	Services (Private) Ltd.	Services (Private) Ltd.

FIRST EQUITY MODARABA

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE QUARTER ENDED SETEMBER 30, 2022

	September 2022 Rupees	September 2021 Rupees
<i>Income</i>	2,742,724	20,461,297
<i>Expenditure</i>		
Operating expenses	(4,851,981)	(5,611,456)
Bank charges	(85)	(147)
	(4,852,066)	(5,611,603)
	(2,109,342)	14,849,694
Other income	32,482	37,480
<i>Profit Before Taxation</i>	(2,076,860)	14,887,174
Provision for Taxation	(225,653)	(2,825,000)
<i>Profit after Taxation</i>	(2,302,513)	12,062,174
Earnings per certificate	(0.044)	0.230

Qazi Obaid Ullah
Chief Financial OfficerAdil A Ghaffar
Chief Executive
Premier Financial
Services (Private) Ltd.Director
Premier Financial
Services (Private) Ltd.Director
Premier Financial
Services (Private) Ltd.

FIRST EQUITY MODARABA
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER ENDED SETEMBER 30, 2022

	September 2022 Rupees	September 2021 Rupees
Profit for the period	(2,302,513)	12,062,174
Other comprehensive income / (loss)		
<hr/>		
Unrealized gain / (loss) on re-measurement of investments	(919,945)	(32,942,137)
Gain/(loss) realized on disposal of investments	83,558	820,361
	(836,387)	(32,121,776)
<hr/>		
Taxation relating to component of other comprehensive income	-	-
<hr/>		
Other comprehensive income / (loss)	(836,387)	(32,121,776)
<hr/>		
Total comprehensive income / (loss)	(3,138,900)	(20,059,602)

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

Qazi Obaid Ullah	Adil A Ghaffar		
Chief Financial Officer	Chief Executive	Director	Director
	Premier Financial	Premier Financial	Premier Financial
	Services (Private) Ltd.	Services (Private) Ltd.	Services (Private) Ltd.

FIRST EQUITY MODARABA
CONDENSED INTERIM STATEMENT OF CASH FLOWS STATEMENTS(UN-AUDITED)
FOR THE QUARTER ENDED SETEMBER 30, 2022

	September 2022 Rupees	September 2021 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit Before Taxation	(2,076,860)	14,887,174
Adjustments for non cash/non operating items:		
Depreciation	338,068	399,389
Dividend income	(1,504,350)	(20,667,500)
	(1,166,282)	(20,268,111)
Operating profit before working capital changes (Increase) / Decrease in current assets	(3,243,142)	(5,380,937)
Morabaha / musharaka receivables	(233,520)	(233,520)
Advances	(212,223)	2,513,144
Trade deposits and prepayments	(28,846)	172,666
Other receivables	1,758,079	(23,244,904)
	1,283,490	(20,792,614)
(Decrease) / increase in current liabilities		
Creditors, accrued and other liabilities	(779,331)	(8,460,735)
Provision for Taxation	(225,653)	(2,825,000)
Net cash used in operating activities	(2,964,635)	(37,459,286)
CASH FLOW FROM INVESTING ACTIVITIES		
Investments	1,227,410	(29,102,053)
Dividends received	1,504,350	1,917,500
Tangible assets	-	(75,000)
Security Deposit Return	-	-
Net cash generated (used in)/from investing activities	2,731,760	(27,259,553)
Net increase / (decrease) in cash and bank equivalents	(232,875)	(64,718,839)
Cash and bank equivalents at the beginning of the period	10,675,941	83,451,388
Cash and bank equivalents at the end of the period	10,443,067	18,732,549

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

Qazi Obaid Ullah	Adil A Ghaffar		
Chief Financial Officer	Chief Executive	Director	Director
	Premier Financial	Premier Financial	Premier Financial
	Services (Private) Ltd.	Services (Private) Ltd.	Services (Private) Ltd.

FIRST EQUITY MODARABA
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE QUARTER ENDED SETEMBER 30, 2022

Page 8

	Certificate Capital	Special reserve	Certificate premium account	General reserve	Unrealized gain / (loss) on re-measurement of available for sale investments	Remeasurement of define benefit liability	Un appropriated profit / accumulated loss	Total
	Rupees	Rupees	Rupees	Rupees	Rupees		Rupees	Rupees
Balance as at June 30, 2021	524,400,000	164,334,210	131,100,000	27,120,000	7,200,492	738,541	(188,647,973)	666,245,270
Profit for the Year				(9,798,964)			(6,724,248)	(6,724,248)
Total comprehensive income for the period	-	-	-	-	(76,577,247)	626,425	(16,421,036)	(26,220,000)
Balance as at June 30, 2022	524,400,000	164,334,210	131,100,000	17,321,036	(69,376,755)	1,364,966	(211,793,257)	557,350,200
Profit for the Year							(2,302,513)	(2,302,513)
Total comprehensive income for the period	-	-	-	-	(836,387)			(836,387)
Balance as at September 30, 2022	524,400,000	164,334,210	131,100,000	17,321,036	(70,213,142)	1,364,966	(214,095,770)	554,211,301

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

Qazi Obaid Ullah
Chief Financial Officer

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

Director
Premier Financial
Services (Private) Ltd.

Director
Premier Financial
Services (Private) Ltd.

FIRST EQUITY MODARABA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SETEMBER 30, 2022

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 Pakistan Stock Exchanges.

The Modaraba is a holding two Trading Right Entitlement certificate of Pakistan Stock Exchanges Ltd and is currently operating its brokerage activities at Karachi.

The modaraba is holding Equity Textiles Ltd. Apex Financial Services (Pvt) Ltd and Capital Financial Services (Pvt) 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, 2021
- 2.3 The Modaraba Company's management fee, statutory reserve @ 20% to 50 %, provisions and profit Distribution will be determined at the year end.
- 2.4 These financial statements are in compliance with the disclosure requirements of International Accounting Standard (IAS)-34 "Interim Financial Reporting".

	September 2022 Rupees	June 2022 Rupees
3 Reserves		
Capital reserve	295,434,210	295,434,210
Revenue reserve	(196,774,734)	(194,472,220)
	98,659,477	100,961,990

4 Investments

Unlisted Securities	52,655,228	52,655,228
	52,655,228	52,655,228
Wholly owned subsidiary	350,000,000	350,000,000
	402,655,228	402,655,228

5 These financial statements were authorized for issue in accordance with a resolution of the Board of Directors on October 05 2022

Qazi Obaid Ullah	Adil A Ghaffar	
Chief Financial Officer	Chief Executive	Director
	Premier Financial	Premier Financial
	Services (Private) Ltd.	Premier Financial
		Services (Private) Ltd.

EQUITY TEXTILES LIMITED

Wholly Owned Subsidiary of

First Equity Modaraba

**quarterly report for the period ended
September 30, 2022**

EQUITY TEXTILES LIMITED
BALANCE SHEET AS AT SETEMBER 30, 2022

	September 2022 Rupees	Audited June 2022 Rupees
ASSETS		
NON CURRENT ASSETS		
Property, plant and equipment	1,284,002,446	1,283,305,443
Intangibles	3,348,003	3,443,661
Long Term Deposits	7,237,800	7,237,800
	1,294,588,249	1,293,986,904
CURRENT ASSETS		
Stores and spares	53,102,369	48,258,791
Stock in trade	875,728,561	577,914,926
Short term investment	9,462,732	5,623,928
Trade debts	193,222,844	426,922,574
Loans and advances	44,933,283	11,870,715
Trade deposits and short term prepayments	98,538,706	85,307,836
Other receivables	117,748,618	54,597,442
Tax refund due from government	79,754,622	45,722,860
Taxation - net	11,280,715	34,031,762
Cash and bank balances	15,007,849	91,391,068
	1,498,780,299	1,381,641,902
TOTAL ASSETS	2,793,368,548	2,675,628,806
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorized share capital 25,000,000 shares of Rs. 10/- each	250,000,000	250,000,000
Issued, subscribed and paid-up share capital	250,000,000	250,000,000
Revenue Reserves		
Unappropriated profit	570,329,399	618,453,841
Capital Reserves		
Unrealized Loss on Revaluation of investments	(2,780,324)	(6,619,128)
Surplus on revaluation of fixed assets	501,685,840	514,549,579
	1,319,234,915	1,376,384,292
NON CURRENT LIABILITIES		
Long term financing	494,767	468,564
Liabilities against subject to finance lease	28,295,562	38,951,091
Deferred Capital grant	1,286,722	2,203,670
GIDC Payable	186,422,077	204,854,050
Deferred taxation	262,448,820	284,562,991
	478,947,948	531,040,366
CURRENT LIABILITIES		
Trade and other payables	627,560,149	471,757,512
Accrued Markup	7,864,785	6,768,395
Short term borrowings	315,353,329	225,098,900
Current portion of long term liabilities	17,486,844	45,706,569
Current portion of deffered capital grant	5,146,892	4,229,944
Current portion of lease Liability	21,773,686	14,642,828
	995,185,685	768,204,148
TOTAL EQUITY AND LIABILITIES	2,793,368,548	2,675,628,806

CHIEF EXECUTIVE

DIRECTOR

EQUITY TEXTILES LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE QUARTER ENDED SEPTEMBER 30, 2022

	September 2022 Rupees	September 2021 Rupees
Sales	862,344,289	1,348,555,241
Cost of Sales	(898,619,096)	(1,205,234,332)
Gross profit	(36,274,807)	143,320,909
Administrative and general expenses	(17,063,905)	(14,285,706)
Distribution and selling expenses	(5,329,364)	(9,329,670)
Operating profit	(58,668,076)	119,705,533
Financial charges	(16,263,399)	(9,980,557)
Other charges	-	(7,891,179)
	(16,263,399)	(17,871,736)
	(74,931,475)	101,833,797
Other income	2,420,025	466,349
Profit before taxation	(72,511,450)	102,300,146
Provision for taxation		
Current	(10,590,903)	(25,316,443)
Deferred	22,114,172	(10,338,129)
	11,523,269	(35,654,572)
Profit after taxation	(60,988,181)	66,645,574
Earning per share - basic and diluted	(2.440)	2.666

CHIEF EXECUTIVE

DIRECTOR

فرسٹ ایکویٹی مضاربہ

ڈائریکٹرز رپورٹ

فرسٹ ایکویٹی مضاربہ کی انتظامی کمیٹی پر پھیر فائنل سرورسز (پرائیویٹ) لمیٹڈ کے ڈائریکٹرز اپنی رپورٹ اور مضاربہ کے غیر آڈٹ شدہ مالیاتی گوشوارے برائے اختتامی مدت سرمایہ 30 ستمبر 2022 پیش کرتے ہوئے مسرت محسوس کرتے ہیں۔

اہم نکتہ:

گذشتہ سال اسی مدت کے نتائج مبلغ 12.06 ملین روپے کے مقابلے میں 30 ستمبر 2022 کو اختتام پر یہ نوعی سرمایہ مدت میں مبلغ (2.3) ملین روپے کا نتائج ہوا۔

30 ستمبر 2022 تک فی سربلکھت آمدنی مبلغ (0.04) روپے رہی جبکہ گذشتہ سال اسی مدت میں فی سربلکھت آمدنی مبلغ 0.23 روپے تھی۔ مدت کے اختتام تک بریک اپ و لیو مبلغ 10.57 روپے فی سربلکھت تھی۔

تلیحات:

تجاری گذشتہ سال کی سالانہ رپورٹ میں معیشت، تجارت، مالیات اور صنعت کے بارے میں ہمارا نظریہ ظاہر کیا گیا ہے۔ ہمارا خیال ہے کہ ایک باہر سیاسی اور معاشی غیر یقینی صورتحال ختم ہو جائے تو سرمایہ کاری کی مارکیٹ میں مزید تیزی کاروبار تھان پیدا ہوگا۔

بدر کی جانب سے

کراچی، 26 اکتوبر 2022ء

عادل اے شکار

چیف ایگزیکٹو آفیسر