

HALF YEARLY REPORT
December 31, 2023
(Un-audited)



FIRST AL-NOOR MODARABA
(An Islamic Financial Institution)

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الضرب

COMPANY INFORMATION

BOARD OF DIRECTORS

Non Executive Directors

Chairman

Mr. Zia Zakaria

Directors

Mr. Abdul Aziz Ayooob

Mr. Noor Zakaria

Mr. Abdul Rahim Suriya, Independent

Mr. Tausif Ilyas, Independent

Dr. Irum Saba, Independent

Executive Directors

Chief Executive

Mr. Zainuddin Aziz

Chief Financial Officer

Mr. Umair Rafiq

Company Secretary

Mr. Roofi Abdul Razzak

Board Audit Committee - Chairman

Mr. Abdul Rahim Suriya - Chairman

Mr. Tausif Ilyas - Member

Mr. Zia Zakaria - Member

HR & Remuneration Committee

Mr. Tausif Ilyas - Chairman

Mr. Zainuddin Aziz - Member

Mr. A. Aziz Ayooob - Member

Bankers

Al-Baraka Bank (Pakistan) Limited

Askari Bank Limited, Islamic Banking

Faysal Bank Limited, Barkat Islamic Banking

Habib Bank Limited, Islamic Banking

MIB Bank Limited, Islamic Banking

Meezan Bank Limited

National Bank of Pakistan

Auditors

Grant Thornton Anjum Rahman

Chartered Accountants

Shariah Advisor

Al Hamd Shariah Advisory Services (Pvt.) Ltd.

Legal Advisor

Mr. Sufyan Zaman

Advocate High Court

Share Registrar (Share Registration Office)

M/s FAMCO Associates (Private) Limited

8-F, Near Hotel Faran, Nursery, Block-6

P.E.C.H.S, Shahra-e-Faisal, Karachi

Tel: +92 21 3438 0103-5, 3438 4621-3

Fax: 3438 0106

Registered Office

96-A, Sindhi Muslim Cooperative

Housing Society, Karachi

Contact Details

Telephone : 34558268; 34552943; 34553067

Fax : 34553137

Webpage : www.fanm.co

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INDEPENDENT AUDITORS REVIEW REPORT

**TO THE CERTIFICATE HOLDERS OF
FIRST AL-NOOR MODARABA**

**REPORT ON REVIEW OF CONDENSED INTERIM
FINANCIAL STATEMENTS**

**Grant Thornton Anjum
Rahman**

1st & 3rd Floor,
Modern Motors House,
Beaumont Road,
Karachi, Pakistan.

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Introduction

We have reviewed the accompanying condensed interim balance sheet of First Al-Noor Modaraba ("the Modaraba") as at December 31, 2023 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim cash flow statement and notes to the condensed interim financial statements for the six months period then ended (herein-after referred to as the "condensed interim financial statements"). Management of the Modaraba Company (Al-Noor Modaraba Management (Private) Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim financial Information Performed by the Independent Auditor of the Entity". A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements is not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.



Other Matters

The figures of the condensed interim profit and loss account and the condensed interim statement of comprehensive income for the three months period ended December 31, 2023 and 2022 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 2023.

The engagement partner on the audit resulting in this independent auditor's report is **Muhammad Khalid Aziz**.


Chartered Accountants

Karachi
Date: February 22, 2024
UDIN: RR202310154QTFDk7oe0

REPORT OF THE DIRECTORS OF MODARABA COMPANY For the half year ended December 31, 2023

On behalf of Board of Directors of Al-Noor Modaraba Management (Private) Limited, the "mudarib/management company" of First Al-Noor Modaraba (FAM), we are pleased to present the Reviewed Financial Statements of the Modaraba for the half year ended December 31, 2023:

Financial Results

	For the half year ended	
	December 31, 2023	December 31, 2022
	-----Amount in Pak. Rupees-----	
Profit before taxation	5,005,309	5,186,337
Taxation	(2,407,067)	(2,132,912)
Profit after Taxation	<u>2,598,242</u>	<u>3,053,425</u>
Components of Other Comprehensive Income	-	864
(Deficit)/Surplus transferred to accumulated losses	141,412	23,924
Unappropriated profit/(loss) brought forward	(52,593,230)	(53,023,815)
Unappropriated profit/(loss) carried forward	<u>(49,853,576)</u>	<u>(49,945,602)</u>
	<u>0.11</u>	<u>0.13</u>

During the first half of the financial year ending December 31, 2023, the revenue decreased by nearly 20% which translated into a net profit of Rs. 2.598 million or 0.11 per certificate compared to Rs. 3.053 million or 0.13 per certificate in the same period last year.

The management anticipates improved after-tax profit in the remainder of the current financial year ending June 30, 2024.

On behalf of the Board

sd/-
Zainuddin Aziz
Chief Executive/Director

Dated : February 21, 2024
Place : Karachi

ڈائریکٹر رپورٹ

برائے اختتام ششماہی مدت دسمبر 31، 2023 (جائزہ شدہ)

النور مضاربہ منجمنٹ (پرائیوٹ) لمیٹڈ کے بورڈ آف ڈائریکٹرز کی جانب سے فرسٹ النور مضاربہ (FAM) کی "مضاربہ/انتظامی کمپنی" کے غیر آڈٹ شدہ مالیاتی گوشوارے 31 دسمبر 2023 کو ختم ہونے والی مدت کو پیش کرتے ہوئے زمرت محسوس ہو رہی ہے۔

ختم ہونے والی ششماہی

31 دسمبر 2022	31 دسمبر 2023	مالیاتی نتائج
5,186,337	5,005,309	ٹیکس سے پہلے منافع
(2,132,912)	(2,407,067)	ٹیکسیشن
3,053,425	2,598,242	ٹیکسیشن کے بعد منافع
864	-	دیگر جامع آمدنی کے اجزاء
23,924	141,412	سرپلس جمع شدہ نقصان میں منتقلی
(53,023,815)	(52,593,230)	غیر منقسم منافع / (نقصان) آگے لایا گیا
(49,945,602)	(49,853,576)	غیر منقسم منافع / (نقصان) آگے بڑھایا گیا
0.13	0.11	

گزشتہ اسی سال کی مدت کے مقابلے میں چھ ماہی کی دوران آمدنی میں 20% کی کمی واقع ہوئی، جس سے روپے کا خالص منافع 2.596 بلین یا 0.11 فی سرٹیفکیٹ پچھلے سال کی اسی مدت کے 3.053 بلین یا 0.13 فی سرٹیفکیٹ کے مقابلے ہوا ہے۔ انتظامیہ کو 30 جون 2024 کو ختم ہونے والی موجودہ مالی سال کے بقیہ حصے میں بہتر بعد از ٹیکس منافع کی توقع کرتی ہے۔

بورڈ کی جانب سے

زین الدین عزیز
چیف ایگزیکٹو/ڈائریکٹر

تاریخ: 21 فروری 2024

بمقام: کراچی

CONDENSED INTERIM BALANCE SHEET

As at December 31, 2023

		(Un-Audited) December 31, 2023	(Audited) June 30, 2023
	Note Rupees	
ASSETS			
Current assets			
Cash and bank balances	6	121,442,473	23,150,626
Short term investments	7	9,694,442	28,490,983
Musawamah facility	8	-	-
Profit receivable	9	3,473,622	1,290,909
Stock in trade	10	66,662,354	111,377,444
Receivable form diminishing musharaka	11	2,821,651	1,065,522
Loans, advances, prepayments and other receivables	15	4,772,896	3,031,307
Current portion of diminishing musharaka financing	15	12,736,945	30,772,233
Taxation- net	12	1,460,480	3,528,462
		223,064,863	202,707,486
Non - current assets			
Long term deposits	13	3,841,397	3,842,911
Long term investments	14	33,216,576	48,693,011
Diminishing musharakah financing	15	6,672,000	7,012,720
Deferred tax asset	16	781,422	1,278,667
Fixed assets in own use	17	1,323,105	1,729,956
Intangible assets for own use	18	-	-
		45,834,500	62,557,265
TOTAL ASSETS		268,899,363	265,264,751
EQUITY AND LIABILITIES			
CERTIFICATE HOLDERS' EQUITY			
40,000,000 (June 30, 2023: 40,000,000) certificates of Rs. 10 each	19.1	400,000,000	400,000,000
Issued, subscribed, and paid - up certificate capital	19.2	231,000,000	231,000,000
Capital reserves		77,284,641	77,284,641
Revenue reserves		(49,603,576)	(52,343,230)
		258,681,065	255,941,411
Deficit on revaluation of investments	21	(1,803,088)	(2,215,042)
LIABILITIES			
Non - current liabilities			
Deferred liability - staff gratuity		4,736,967	4,931,967
Current liabilities			
Creditors, accrued and other liabilities	22	1,768,917	1,098,427
Provision for custom duty & surcharge	23	4,398,842	4,398,842
Unclaimed profit distributions		1,109,146	1,109,146
Charity Payable	24	7,514	-
		7,284,419	6,606,415
TOTAL LIABILITIES		12,021,386	11,538,382
TOTAL LIABILITIES AND CERTIFICATE HOLDERS' EQUITY		268,899,363	265,264,751
Contingencies and commitments	25		

The annexed notes from 1 to 35 form an integral part of these condensed interim financial statements.

**For Al-Noor Modaraba Management (Private) Limited
(Management Company)**

sd/
Chief Executive Officer

sd/
Chief Financial Officer

sd/
Director

sd/
Director

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
For the six months and three months period ended December 31, 2023

	Note	Six months period ended		Three months period ended	
		December 31, 2023	2022	December 31, 2023	2022
Rupees					
Loss/ income from trading operations		(4,635,541)	2,800,300	-	2,800,300
Income on Diminishing Musharakah		4,586,852	7,810,013	1,821,222	3,800,330
Income from investments	26	18,596,018	11,521,142	10,116,158	4,808,835
Reversal of provision against Musawamah Facility		840,000	2,100,000	540,000	450,000
		19,387,329	24,231,455	12,477,380	11,859,465
Administrative and operating expenses		(15,219,124)	(14,334,472)	(8,348,933)	(7,724,368)
		4,168,205	9,896,983	4,128,447	4,135,097
Other income	27	463,054	779,280	249,516	157,171
		4,631,259	10,676,263	4,377,963	4,292,268
Financial and other charges		(3,933)	(988)	(1,239)	(812)
Unrealised gain / (loss) on re-measurement of investments at fair value through profit or loss		283,185	(5,050,637)	899,907	(3,552,633)
Share of profit from associates		847,616	357,296	847,616	257,893
		5,758,127	5,981,934	6,124,247	996,716
Management company's remuneration	28	(575,813)	(598,193)	(575,813)	(109,612)
Sales tax on management company's remuneration		(74,856)	(77,765)	(74,856)	(14,249)
Sindh Workers welfare fund		(102,149)	(119,639)	(102,149)	(21,923)
Profit / (loss) before taxation		5,005,309	5,186,337	5,371,429	850,932
Taxation	29	(2,407,067)	(2,132,912)	(2,148,490)	(1,307,592)
Profit / (loss) for the year		2,598,242	3,053,425	3,222,939	(456,660)
Earning / (loss) per certificate - basic and diluted	30	0.11	0.13	0.14	(0.02)

The annexed notes from 1 to 35 form an integral part of these condensed interim financial statements.

**For Al-Noor Modaraba Management (Private) Limited
(Management Company)**

sd/-
Chief Executive Officer

sd/-
Chief Financial Officer

sd/-
Director

sd/-
Director

**CONDENSED INTERIM STATEMENT OF
COMPREHENSIVE INCOME (UN-AUDITED)**
For the six months and three months period ended December 31, 2023

	Six months period ended		Three months period ended	
	December 31,		December 31,	
	2023	2022	2023	2022
 Rupees			
Profit / (loss) for the period	2,598,242	3,053,425	3,222,939	(456,660)
Components of other comprehensive income reflected in equity				
Items that will not be reclassified subsequently profit and loss account				
Remeasurement of net defined benefit liability	-	-	-	-
Share of other comprehensive income from associates	-	988	-	988
Impact of deferred tax	-	(124)	-	-
Other comprehensive income	-	864	-	988
Items that will be reclassified subsequently into profit and loss account	-	-	-	-
Total comprehensive income / (loss) for the period transferred to equity	2,598,242	3,054,289	3,222,939	(455,672)
Components of other comprehensive income / (loss) reflected below equity				
Surplus / (deficit) on revaluation of investments at FVOCI- net of tax	270,542	(11,001)	270,542	(11,000)
	270,542	(11,001)	270,542	(11,000)
Total comprehensive income / (loss)	2,868,784	3,043,288	3,493,481	(466,672)

The annexed notes from 1 to 35 form an integral part of these condensed interim financial statements.

**For Al-Noor Modaraba Management (Private) Limited
(Management Company)**

sd/
Chief Executive Officer

sd/
Chief Financial Officer

sd/
Director

sd/
Director

**CONDENSED INTERIM STATEMENT OF
CHANGES IN EQUITY (UN-AUDITED)
For the six months period ended December 31, 2023**

Note	Issued, subscribed, and paid-up certificate capital	Capital reserve Statutory reserve (refer note 19)	Reserve reserve			Total reserves	Total
			General reserve	Accumulated losses	Sub Total		
----- Rupees -----							
Balance as at July 01, 2022	210,000,000	98,177,130	250,000	(52,413,130)	(52,163,130)	46,014,000	256,014,000
Income for the period	-	-	-	3,053,425	3,053,425	3,053,425	3,053,425
Other comprehensive income for the period	-	-	-	864	864	864	864
Total comprehensive income for the period	-	-	-	3,054,289	3,054,289	3,054,289	3,054,289
Surplus transferred to accumulated losses - net of tax	-	-	-	23,924	23,924	23,924	23,924
Transfer to statutory reserve	-	610,685	-	(610,685)	(610,685)	-	-
Balance as at December 31, 2022	210,000,000	98,787,815	250,000	(49,945,602)	(49,695,602)	49,092,213	259,092,213
Balance as at July 01, 2023	231,000,000	77,284,641	250,000	(52,593,230)	(52,343,230)	24,941,411	255,941,411
Profit for the period	-	-	-	2,598,242	2,598,242	2,598,242	2,598,242
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	2,598,242	2,598,242	2,598,242	2,598,242
Surplus transferred to accumulated losses - net of tax	21	-	-	141,412	141,412	141,412	141,412
Transfer to statutory reserve	-	-	-	-	-	-	-
Balance as at December 31, 2023	231,000,000	77,284,641	250,000	(49,853,576)	(49,603,576)	27,681,065	258,681,065

The annexed notes from 1 to 35 form an integral part of these condensed interim financial statements.

**For Al-Noor Modaraba Management (Private) Limited
(Management Company)**

sd/-
Chief Executive Officer

sd/-
Chief Financial Officer

sd/-
Director

sd/-
Director

CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
For the six months period ended December 31, 2023

	(Un-Audited) December 31, 2023	(Un-Audited) December 31, 2022
Note Rupees	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	5,005,309	5,186,337
Adjustments for:		
Depreciation on fixed assets	406,851	502,006
Amortization on intangibles	-	10,502
Taxes adjusted during the year	99,314	
Profit on bank deposits	(463,054)	(447,388)
Gain on sale of securities - net	(4,107,998)	(1,977,654)
Unrealised loss on re-measurement of investments at fair value through profit or loss	(283,185)	5,050,637
Share of profit of associate	(847,616)	(357,296)
Financial and other charges	3,933	988
Provision for gratuity	-	764,300
Operating profit before working capital changes	(5,191,755)	3,546,095
	(186,446)	8,732,432
Changes in assets		
Diminishing musharakah financing	18,376,008	24,693,321
Profit receivable	(2,182,713)	(1,449,354)
Stock in trade	44,715,090	-
Dividend receivable	(996,975)	-
Receivable from diminishing musharika	(1,756,129)	545,043
Investments- net	40,123,987	(9,417,697)
Loans, advances, prepayments and other receivables	(744,614)	(1,059,443)
	97,534,654	13,311,870
	97,348,208	22,044,302
Changes in liabilities		
Creditors, accrued and other liabilities	670,490	522,898
Charity Payable	7,514	(61,406)
	678,004	461,492
Cash flow from operating activities	98,026,212	22,505,794
Long term deposits	1,514	(5,605)
Income tax paid	-	(1,315,648)
Financial charges paid	(3,933)	(988)
Gratuity paid	(195,000)	-
Net cash generated from operating activities	97,828,793	21,183,553
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of fixed assets in own use	-	(101,900)
Profit received on bank deposits	463,054	447,388
Net cash generated from investing activities	463,054	345,488
CASH FLOWS FROM FINANCING ACTIVITIES		
Net increase in cash and cash equivalents	98,291,847	21,529,041
Cash and cash equivalents at the beginning of the year	23,150,626	95,036,459
Cash and cash equivalents at the end of the year	121,442,473	116,565,500

The annexed notes from 1 to 35 form an integral part of these condensed interim financial statements.

**For Al-Noor Modaraba Management (Private) Limited
(Management Company)**

sd/-
Chief Executive Officer

sd/-
Chief Financial Officer

sd/-
Director

sd/-
Director

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the six months period ended December 31, 2023

1 LEGAL STATUS AND NATURE OF BUSINESS

The First Al-Noor 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 Al-Noor Modaraba Management (Private) Limited, a company incorporated in Pakistan. The address of its registered office is 96-A, Sindhi Muslim Housing Society. The Modaraba was floated on October 19, 1992 and commenced its business on November 02, 1992. The Modaraba is listed on the Pakistan Stock Exchange (PSX).

The Modaraba is a perpetual, multi purpose and multi dimensional Modaraba and is primarily engaged in providing Ijarah financing, Musharakah, Diminishing Musharakah, Musawamah, equity investment and other Shari'ah compliant trading activities.

2 BASIS OF PREPARATION

2.1 Statement of compliance

2.1.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of:

- International Accounting Standard (IAS)-34, 'Interim Financial Reporting' issued by the International Accounting Standard Board (IASB) as notified under the Companies Act 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as notified under the Companies Act 2017.
- Provisions of and directions issued under the Companies Act 2017; and
- Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 and Prudential Regulation for Modarabas;

Where the provisions of and directives issued under the Companies Act 2017, the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules 1981 and Prudential Regulations for Modarabas differ with the requirements of IAS 34 and IFAS, the provisions of and directives issued under the Companies Act 2017, the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules 1981 and Prudential Regulations for Modarabas have been followed.

The SECP has issued directive (vide SRO 431 (I) / 2007 dated May 22, 2007) that Islamic Financial Accounting Standard 2 (IFAS 2) shall be followed in preparation of the financial statements by Companies and Modarabas while accounting for Lease Financing transactions as defined by the said standard. The Modaraba has adopted the said standard.

2.1.2 The condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual audited financial statements of the Modaraba for the year ended June 30, 2023.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the six months period ended December 31, 2023

2.1.3 These condensed interim financial statements comprises of the condensed interim balance sheet as at December 31, 2023 and the condensed interim profit and loss account & condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity and the notes forming part thereof for the six months period ended December 31, 2023 which have been subjected to a review but not audited and are being submitted to the certificate holders as required under Rule 10 of the Modaraba Companies and Modaraba Rules, 1981.

2.2 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention except as stated otherwise in these condensed interim financial statements.

2.3 Functional and presentation currency

These condensed interim financial statements have been presented in Pakistani Rupees, which is also the Modaraba's functional and presentation currency. All amounts have been rounded to the nearest rupees, unless otherwise indicated.

3 MATERIAL ACCOUNTING POLICIES AND ESTIMATES

3.1 The accounting policies and the method of computation of balances used in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Modaraba for the year ended June 30, 2023.

3.2 Standards, amendments and interpretations to the published standards that may be relevant to the Modaraba and adopted in the Modaraba

There are certain new and amended standards, interpretations and amendments that are mandatory for the Modaraba's accounting periods beginning on or after July 01, 2023 but are considered not to be relevant or do not have any significant effect on the Modaraba's operations and therefore are not detailed in these condensed interim financial statements.

The preparation of these condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including the expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

During the preparation of these condensed interim financial statements, the significant judgement made by management in applying the Modaraba's accounting policies and the key sources of estimations and uncertainty were the same as those that applied to the audited annual financial statements of the Modaraba for the year ended June 30, 2023.

3.3 Standards, amendments and interpretations to the published standards that may be relevant but not yet effective and not early adopted by the Modaraba

In addition certain IFRS, amendments and interpretations to approved accounting standards are not yet effective. The Modaraba is in the process of assessing the impact of these Standards, amendments and interpretations to the published standards on the financial statements of the Modaraba.

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)**
For the six months period ended December 31, 2023

- 3.4 Standards, amendments and interpretations to the published standards that are not yet notified by the Securities and Exchange Commission of Pakistan (SECP)

Further, certain IFRS have been issued by the International Accounting Standards Board (IASB) which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

4 SUMMARY OF SIGNIFICANT EVENTS OR TRANSACTION

The are no significant events or transactions during the period.

5 FINANCIAL RISK MANAGEMENT

The Modaraba's financial risk management objectives and policies are consistent with that disclosed in the annual audited financial statements for the year ended June 30, 2023.

	(Un-audited) December 31, 2023	Audited June 30, 2023
Note	-----Rupees-----	
6 CASH AND BANK BALANCES		
With banks in current accounts		
- Islamic Banks /Islamic Window operations	884,754	896,950
- Conventional Banks	400,601	543,990
	1,285,355	1,440,940
With banks in PLS accounts		
Islamic Banks /Islamic Window operations	6.1 5,157,118	4,709,686
With banks in Term deposit accounts		
Term deposit receipts with Islamic Banks / Islamic Window operations	6.2 115,000,000	17,000,000
	121,442,473	23,150,626

- 6.1 These deposits accounts carry profit at rates ranging from 16.00% % to 20.00% (June 30, 2023: 3% to 5%).

- 6.2 These represents term deposits receipts (TDRs) carrying profit ranging from ranging from 19.00% to 20.25% (June 30, 2023: 17.5%).

	(Un-audited) December 31, 2023	Audited June 30, 2023
Note	-----Rupees-----	
7 SHORT TERM INVESTMENTS		
At fair value through profit and loss		
Shariah compliant		
Listed equity securities	7.1 9,694,442	11,376,538
Listed Mutual funds	7.2 -	17,114,445
	9,694,442	28,490,983
	9,694,442	28,490,983

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)**
For the six months period ended December 31, 2023

7.1 Shahriah Compliant listed equity securities at fair value through profit or loss Face Value of Rs. 10 each	Un-Audited December 31, 2023	Audited June 30, 2023	Un-Audited December 31, 2023	Audited June 30, 2023
	-----Numbers-----		-----Rupees-----	
Chemicals				
Engro Polymer & Chemicals Limited	6,000	-	279,540	-
Engro Fertilizer Limited	-	900	-	74,277
Fauji Fertilizer Bin Qasim Limited	-	12,000	-	141,360
			279,540	215,637
Oil & Gas Producers				
Pakistan State Oil	-	5,450	-	605,005
Nergyico Pakisan Limited (Form. Byco Petroleum Limited)	-	115,500	-	328,020
Pakistan Petroleum Limited	-	30,500	-	1,803,770
Pakistan Refinery Limited	-	69,000	-	935,640
Oil And Gas Development Company Limited	1,000	-	112,450	-
			112,450	3,672,435
Gas Water & Multiutilities				
Sui Sothern Gas Company Limited	15,000	-	169,950	-
Power Generation & Distribution				
K-Electric Limitd	-	101,000	-	173,720
Pharmaceuticals				
The Searle Company Limited	75,000	25,000	3,861,000	958,000
Citi Pharma Limited	13,656	-	324,193	-
Glaxo Smithkline Pakistan Limited	10,500	11,500	871,395	866,755
			5,056,588	1,824,755
Cable and Electrical goods				
Pak Elektron Limited	-	55,000	-	497,750
Waves Singer Pakistan Limited	-	109,500	-	673,425
				1,171,175
Banks				
Meezan Bank Limited	-	13,001	-	1,122,896
Food & Personal Care Products				
National Foods Limited	4,500	3,750	652,500	369,000
Unity Foods Limited	10,000	34,000	236,300	531,420
			888,800	900,420
Engineering				
International Steel Limited	8,200	16,000	590,400	648,480
Mughal Iron & Steel Industries	20,000	-	1,323,600	-
Honda Atlas Car (Pakistan) Limited	2,000	-	427,440	-
			2,341,440	648,480
Miscellaneous				
The Organic Meat Company Limited	345	100	7,494	2,078
Ghandara Automoiies Limited	5,000	23,500	331,900	854,930
Ghandara Industries Limited	3,000	-	506,280	-
Shabbir Tiles & Ceramics Limited	-	17,500	-	145,600
Ghani Global Holdings Limited	-	65,290	-	644,412
			845,674	1,647,020
			9,694,442	11,376,538

**NOTES TO THE CONDENSED INTERIM
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For the six months period ended December 31, 2023**

	Un-Audited December 31, 2023	Audited June 30, 2023	Un-Audited December 31, 2023	Audited June 30, 2023
	-----Numbers-----		-----Rupees-----	
7.2 Shahriah Compliant listed mutual funds at fair value through profit or loss				
MCB AL Hamra Islamic Money Market	-	119,504	-	11,891,851
NBP Islamic Daily Dividend Fund	-	482,987	-	4,829,872
Meezan Rozana Amdani Fund	-	-	-	-
Atlas Islamic Money market Fund	-	783	-	392,722
AlHamra Daily Dividend Fund	-	-	-	-
			<u>-</u>	<u>17,114,445</u>

	Note	(Un-audited) December 31, 2023	Audited June 30, 2023
		-----Rupees-----	
8 MUSAWAMAH FACILITY - SECURED			
Musawamah facility - secured considered doubtful		21,160,000	22,000,000
Less: provision against potential losses		(21,160,000)	(22,000,000)
	8.1 & 8.2	<u>-</u>	<u>-</u>
	(Un-audited)	Audited	

8.1 Musawamah facility (Classified portfolio)	December 31, 2023		June 30, 2023	
	Balance Outstanding	Provision held	Balance Outstanding	Provision held
	----- (Rupees) -----			
OAEM	-	-	-	-
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	21,160,000	(21,160,000)	22,000,000	(22,000,000)
	<u>21,160,000</u>	<u>(21,160,000)</u>	<u>22,000,000</u>	<u>(22,000,000)</u>

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
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8.2 This represents musawamah principal amount overdue by more than one year carried profit rate of 10% (June 30, 2023: 10%) per annum secured against hypothecation of current assets, demand promissory notes, personal guarantee of directors and pledge of stocks (raw cotton). M/s Quetta Textile Mills Limited has defaulted in payment at its maturity therefore the Modaraba has filed a suit for recovery of principal and profit in Honorable Banking Court No.II amounting to Rs. 25.79 million.

Further, Modaraba has also filed for registration of criminal complaint against M/s Quetta Textile Mills Limited.

M/s Quetta Textile has filed a suit against Modaraba for the recovery of Rs. 76,898,349 along with damages, rendition of accounts, reconciliation of documents, cancellation of documents and other reliefs under section 9 of the Financial Institutions (Recovery of Finances) Ordinance 2001.

During the year ended June 30, 2022 Quetta Textiles Mills Limited approached the Modaraba for out of court settlement. In June 2022 the settlement agreement had been agreed and was submitted to honorable banking court and the respective order dated August 16, 2022 has been passed by the court. Effectively the agreed repayment has been executed and the payment of Rs. 3,840,000 has been received by the Modaraba till date.

	Note	(Un-audited) December 31, 2023	Audited June 30, 2023
-----Rupees-----			
9	PROFIT RECEIVABLE		
	Profit on Sukuk Certificates	980,820	441,629
	PLS bank account and term deposit receipts	2,492,802	849,280
		3,473,622	1,290,909
10	STOCK IN TRADE		
	Rice	53,688,474	102,553,153
	Maize	12,973,880	8,824,291
		66,662,354	111,377,444
11	LOANS, ADVANCES, PREPAYMENTS AND OTHER RECEIVABLES		
	Loans to staff	11.1 1,145,000	850,000
	Advances - considered good		
	- Suppliers	712,837	708,107
	Prepayments	850,087	633,761
	Others	421,802	193,244
	Dividend receivable	1,015,651	18,676
	Sales tax receivable	11.2 627,519	627,519
		4,772,896	3,031,307

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)**
For the six months period ended December 31, 2023

11.1 This includes short term loan given to the company secretary and chief financial officer. These are given as per the Modaraba's policy and are secured against the salary and retirement benefit. The maximum aggregate amount at any time during the year is Rs. 1,145,000 (June 30, 2023: Rs. 850,000).

11.2 This include an amount of Rs. 0.63 million (June 30, 2023: Rs. 0.63 million) on account of sales tax paid on management remuneration to the management company for onward submission to Sindh Revenue Board (SRB). However, the amount is not yet deposited into SRB.

	Note	(Un-audited) December 31, 2023	Audited June 30, 2023
-----Rupees-----			
12 TAXATION- NET			
Income tax refundable		3,528,462	2,704,327
Provision for income tax for current year		(1,968,668)	(1,640,269)
Income tax adjusted		(99,314)	-
Income tax deducted at source		-	2,464,404
		<u>1,460,480</u>	<u>3,528,462</u>
13 LONG TERM DEPOSITS			
National Commodities Exchange Limited		2,500,000	2,500,000
Security Deposit-NCEL -Office Space		850,000	850,000
Guarantee Margin - MCB Bank Limited		440,000	440,000
Mobile Phone - Pakistan Mobile Communication Limited		12,489	12,489
Security Deposit- Central Depository Company of Pakistan Limited		38,908	40,422
		<u>3,841,397</u>	<u>3,842,911</u>
14 LONG TERM INVESTMENTS			
Investment in Associates	14.1	9,252,790	9,402,149
At fair value through other comprehensive income			
Shariah compliant			
Equity securities-listed	14.2	2,495,980	1,821,692
Mutual funds-listed	14.3	11,467,806	27,469,170
Non-shariah compliant		13,963,786	29,290,862
At Amortised Cost			
Investment in Sukuk Certificates	14.4	10,000,000	10,000,000
Less: Current maturity		-	-
		<u>10,000,000</u>	<u>10,000,000</u>
		<u>33,216,576</u>	<u>48,693,011</u>

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)**
For the six months period ended December 31, 2023

Note	(Un-audited) December 31, 2023	Audited June 30, 2023
-----Rupees-----		
14.1 Investment in Associates		
Opening Balance	9,402,149	10,258,083
Share of profit / of associate	847,616	(151,891)
Share of other comprehensive loss of associate	-	(150,168)
	847,616	(302,059)
Dividend income	(996,975)	(553,875)
	9,252,790	9,402,149

14.1.1 This represents investment in associate, the Al-Noor Sugar Mills which is incorporated in Pakistan and listed on Pakistan Stock Exchange. Its registered office is situated at 96-A, Sindhi Muslim Society, Karachi. The principal activities of the associate is manufacturing sugar, medium density fiber (MDF) board, power generation and its sale.

The Modaraba owns 0.54% (June 2023: 0.54%) share capital of the Al-Noor Sugar Mills. However, Al-Noor Sugar Mill is associated company of the Modaraba base on the common directorship. The associate is accounted for using equity method in these condensed interim financial statements.

14.1.2 For the purposes of applying the equity method of accounting, the unaudited financial statements of Al-Noor Sugar Mills for the quarter ended December 31, 2023 have been used to reflect the profit / (loss) for the six months period ended December 31. The fair value of the Modaraba's interest in Al-Noor Sugar Mills Limited is disclosed in 13.1.3 based on the quoted market price available on the Pakistan Stock Exchange, which is a level 1 input in terms of IFRS 13.

14.1.3 The summarized unaudited condensed interim financial information in respect the Al-Noor Sugar Mills Limited is set out below. The summarized financial information represents the amounts shown in the associate's financial statements for the respective year.

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
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Name of Associate	Basis of significant influence	
Al-Noor Sugar Mills Limited	Common directorship	
	(Un-audited) December 31, 2023	Audited June 30, 2023
Number of shares held (Number)	110,775	110,775
Ownership interest (%)	0.54%	0.54%
	(Un-audited) December 31, 2023	Audited June 30, 2023
	----- Rs in '000' -----	
Share capital ordinary shares of Rs 10. each	204,737	204,737
Total assets	11,753,724	13,280,480
Total liabilities	8,241,368	9,806,163
Net assets	3,512,356	3,474,317
Revenue	4,310,040	10,274,015
Profit after tax	47,758	156,959
Other comprehensive income	-	65,785
Cost of investment	1,482,481	1,482,481
	----- Rupees -----	
Market value of shares	9,473,478	5,333,816

14.1.4 The Company's share of contingencies of associated company is same as disclosed in the annual audited financial statement for the year ended June 30, 2023 based on financial information of associated company.

14.1.5 The Company's share of commitments of associated company based on financial information of associated company is Rs. 2.42 million (June 30, 2023: Rs. 3.65 million).

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)**
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Un-Audited December 31, 2023 Audited June 30, 2023 Un-Audited December 31, 2023 Audited June 30, 2023
-----Numbers----- -----Rupees-----

**14.2 Shahriah Compliant listed equity securities
at fair value through other comprehensive
income (Face Value of Rs. 10 each)**

Automobile Assembler

Ghandhara Nissan Limited	-	3,293	-	119,799
Ghandhara Automoiiles Limited	3,293	-	218,589	-
Ghandhara Industries Limited	4,200	4,200	708,792	338,268
			927,381	458,067

Modarabas

First Habib Modaraba	4,171	4,171	29,823	30,407
OLP Modaraba (Formerly: Orix Modaraba)	11,000	11,000	134,310	124,300
First Imrooz Modaraba	4,400	4,400	553,564	695,200
			717,697	849,907

Automobile and Parts

Hino Pak Motor Limited	-	1,042	-	195,115
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Oil & Gas Producers

Attock Petroleum Limited	150	150	56,777	45,038
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Cement

Power cement Limited	4,500	6,000	26,820	24,600
Lucky cement Limited	550	-	432,839	-
			459,659	24,600

Pharmaceuticals

The Searle Company Limited	6,497	6,497	334,466	248,965
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2,495,980 **1,821,692**

Un-Audited December 31, 2023 Audited June 30, 2023 Un-Audited December 31, 2023 Audited June 30, 2023
-----Numbers----- -----Rupees-----

**14.3 Shahriah Compliant listed mutual funds
at fair value through other comprehensive
income**

MCB AL Hamra Islamic Money Market	10,429	64,458	1,037,761	6,414,215
NBP Islamic Daily Dividend Fund	102,312	1,004,245	1,023,116	10,042,455
Meezan Rozana Amdani Fund	17,194	220,250	859,724	11,012,500
HBL Islamic Money Market Fund	73,768	-	7,475,819	-
Atlas Islamic Money Market Fund	2,124	-	1,071,386	-
			11,467,806	27,469,170

**NOTES TO THE CONDENSED INTERIM
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14.4 Two separate investment made in sukuk certificates of Tier II of AlBaraka Bank Pakistan Limited and Meezan Bank Limited carrying profit of six months of KIBOR to spread of 0.35% to 1.25% (June 30, 2023: KIBOR to spread of 0.35% to 1.25%). These will mature by year 2031.

Note	(Un-audited) December 31, 2023	Audited June 30, 2023
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-----Rupees-----

15 DIMINISHING MUSHARAKAH FINANCING

Diminishing musharka financing	15.1	19,408,945	37,784,953
Less: Provision in respect of Diminishing Musharaka		-	-
		19,408,945	37,784,953
Less: Current portion		(12,736,945)	(30,772,233)
		6,672,000	7,012,720

15.1 These carry profit rate ranging from 9.22% to 15.50% (June 30, 2023: 9.22% to 15.50%) per annum and are repayable on monthly basis over a maximum period of five years. The financing is secured by way of personal guarantees of the parties and ownership of vehicles.

Note	(Un-audited) December 31, 2023	Audited June 30, 2023
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-----Rupees-----

16 DEFERRED TAX ASSET

Deferred tax asset / (liability) arising in respect of :-

- accelerated tax depreciation		(107,329)	219,712
- Investments		(662,174)	(193,507)
- Provision for gratuity		1,372,769	1,217,350
- Others		178,156	35,112
	16.1	781,422	1,278,667

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)**
For the six months period ended December 31, 2023

	Opening balance	Recognized in profit and loss account	Recognized in statement of comprehensive income	Recognized in statement of changes in equity	Closing balance
-----Rupees-----					
16.1 Reconciliation of deferred tax asset					
December 31, 2023	1,278,667	(438,399)	(58,846)	-	781,422
June 30, 2023	3,130,176	(1,428,240)	(423,269)	-	1,278,667
				(Un-audited) December 31, 2023	Audited June 30, 2023
-----Rupees-----					
17 FIXED ASSETS IN OWN USE- net book value					
Computer equipment			138,703		205,575
Office equipment and appliances			235,771		320,703
Furniture and Fixtures			471,163		529,421
Motor Vehicles			477,468		674,257
			17.1 1,323,105		1,729,956
17.1 Additions and disposals in fixed in own use					
Additions during the period					
Computer equipment			-		-
Office equipment and appliances			-		120,400
Furniture and Fixtures			-		215,000
Motor Vehicles			-		-
			-		335,400
18 INTANGIBLE ASSETS FOR OWN USE- net book value					
Software			-		-
Webpage design			-		-
			-		-

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FINANCIAL STATEMENTS (UN-AUDITED)**
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19 CERTIFICATE CAPITAL

19.1 Authorised certificate capital

(Un-audited) December 31, 2023	Audited June 30, 2023		(Un-audited) December 31, 2023	Audited June 30, 2023
----Number of certificates----			-----Rupees-----	
<u>40,000,000</u>	<u>40,000,000</u>	Modaraba certificates of Rs. 10 each	<u>400,000,000</u>	<u>400,000,000</u>

18.2 Issued, subscribed and paid - up certificate capital

(Un-audited) December 31, 2023	Audited June 30, 2023		(Un-audited) December 31, 2023	Audited June 30, 2023
----Number of certificates----			-----Rupees-----	
20,000,000	20,000,000	Modaraba certificates of Rs. 10 each fully paid	200,000,000	200,000,000
1,000,000	1,000,000	in cash	10,000,000	10,000,000
2,100,000	2,100,000	Issued as bonus shares	21,000,000	-
<u>23,100,000</u>	<u>23,100,000</u>		<u>231,000,000</u>	<u>210,000,000</u>

19.3 As at December 31, 2023, First Al-Noor Modaraba Management (Private) Limited (the Management Company and a related party) held 4,620,000 certificates (June 30, 2023: 4,620,000 certificates), as required under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980.

20 STATUTORY RESERVE

The statutory reserve represents profits set aside per the Modaraba Regulations, 2021 issued by the SECP.

These regulations also require that, if minimum equity requirements are applicable on any Modaraba and are not compliant, such Modarabas may create a reserve fund which shall create a reserve fund to which shall be credited an amount equivalent to one hundred percent of its annual after-tax profit till such time the minimum equity requirements are complied with. However, the minimum equity requirement does not apply to First Al-Noor Modaraba.

During the current year, the Modaraba has transferred an amount of Rs. Nil (2022: Rs.610,685) represents Nil (June 30, 2022: 20%) of the profit after taxation.

**NOTES TO THE CONDENSED INTERIM
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	(Un-audited) December 31, 2023	Audited June 30, 2023
	-----Rupees-----	
21 DEFICIT ON REVALUATION OF INVESTMENTS CLASSIFIED AS 'FVTOCI'		
Market value of investments	13,963,786	29,290,862
Less: cost of investments	(16,024,458)	(31,822,334)
Impact of deferred tax	257,584	316,430
	(1,803,088)	(2,215,042)
Deficit on revaluation at the beginning of the period	(2,215,042)	(2,316,639)
Deficit/ (Surplus) transferred to accumulated losses	141,412	(121,621)
Deficit on revaluation during the year- net of tax	270,542	(2,093,421)
	411,954	(2,215,042)
Deficit on revaluatouon at the end of the period	(1,803,088)	(2,215,042)

Deficit on revaluation of investments is presented under a separate head below equity as 'deficit on revaluation of investments in accordance with the requirement of circular No. SC/M/PROD/PRs/2017-259 dated December 11, 2017.

	(Un-audited) December 31, 2023	Audited June 30, 2023
	-----Rupees-----	
22 CREDITORS, ACCRUED AND OTHER LIABILITIES		
Accrued expenses	633,179	710,777
Takaful / Insurance	18,370	23,100
Provision for Worker's Welfare Fund	22.1 244,401	142,252
Management fee payable	650,669	-
Audit fee payable	222,298	222,298
	1,768,917	1,098,427

22.1 The Finance Act 2008, introduced an amendment to the Worker's Welfare Fund Ordinance, 1971 (WWF Ordinance). Through these amendments Workers Welfare Fund (WWF) was payable @ 2% of the profit before taxation or taxable income whichever is higher. The legality of the above amendments were challenged in Sindh, Lahore and Peshawar High Courts. Due to variable judgments from the aforesaid Courts, the matter was forwarded to the Honorable Supreme Court of Pakistan. The Honorable Supreme Court has decided the matter on November 10, 2016, and Para 21 of its judgment states that the levy of WWF is in the nature of fee and the law could not be the amended by the money bill and as such amendments made in the year 2006 and 2008 are unlawful ultravires to the Constitution. In terms of judgment by the Honorable Supreme Court of Pakistan, WWF under WWF Ordinance, is no more payable by the Modaraba and provision made against WWF up till June 30, 2014 is reversed during the period. Subsequently the Sindh Assembly passed a bill on May 4, 2015 and notified Sindh Worker's Welfare Act 2014 on June 4, 2015.

**NOTES TO THE CONDENSED INTERIM
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As per the said Act the applicability of the Sindh Workers Welfare Fund is effective from the financial year of the entities ended on or after December 31, 2013. Accordingly, provision has been made at the rate of 2% of profit before taxation or taxable income, whichever is higher, effective after June 30, 2014.

(Un-audited) December 31, 2023	Audited June 30, 2023
-----Rupees-----	

23 PROVISION FOR CUSTOM DUTY & SURCHARGE

Custom duty / surcharges	23.1	<u>4,398,842</u>	<u>4,398,842</u>
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- 23.1** In a suit filed with the Honorable High Court of Sindh in the year 1994 - 95, Modaraba has disputed the amount of duty and surcharge levied by the Collector of Customs on import of 1,901.472 metric tons of edible oil imported from Singapore . The Honorable High Court rejected the appeal and ordered to deposit amount for the disputed amount of duty. The Modaraba has filed an appeal in the Honorable Supreme Court against the decision of the Honorable High Court. The Honorable Supreme Court in its interim order allowed the Modaraba to get release of goods for which Modaraba has provided bank guarantee of Rs. 4.4 million against 10% cash margin and hypothecation charge on current assets until the matter is decided. The Modaraba, however, has fully provided for the duty and surcharge of Rs. 4,398,842, as claimed by the Collector of Customs.

(Un-audited) December 31, 2023	Audited June 30, 2023
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24 CHARIY PAYABLE

Opening balance	-	78,421
Add: amount credited during the year	<u>16,419</u>	-
	<u>16,419</u>	<u>78,421</u>
Less: paid during the year	<u>(8,905)</u>	<u>(78,421)</u>
Closing balance	<u>7,514</u>	<u>-</u>

25 CONTINGENCIES AND COMMITMENTS

25.1 Contingencies

- 25.1.1** Details of contingencies regarding Provision for Sindh Workers' Welfare Fund, Musawamah facility litigation against Quetta Textile Mills Limited and Provision for Custom Duty and Surcharge are disclosed in notes 22.1, 8.2 and 23.1 respectively.

25.1.2 Provision For Service Sales Tax On Management Company's Remuneration

The Sindh Revenue Board (SRB) has imposed Sindh Sales Tax (SST) on the Modaraba Management Company's remuneration with effect from 01 November 2011. However, certain modaraba management companies have approached the Honorable Sindh High Court (the Court) and Appellate Tribunal of SRB, challenging the levy of SST on management company's remuneration. The Modaraba Management Company has not received any demand notice from SRB for payment of SST on Management Company's remuneration and accordingly, based on legal advisor's opinion, can neither file any petition challenging the levy of SST on Management Company's remuneration nor can join the proceedings of pending petition in the Court. As a matter of abundant caution the management is accruing SST on Management Company's remuneration and will discharge the liability on direction of the Court based on outcome of the petition filed by other modaraba management companies.

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25.2 Commitments

There are no commitments as at December 31, 2023 (June 30, 2023: Nil).

	(Un-audited) December 31, 2023	(Un-audited) December 31, 2022
	-----Rupees-----	
26 INCOME FROM INVESTMENTS		
Gain on sale of securities - net	4,107,998	1,977,654
Dividend income - Shariah Compliant	4,660,228	3,556,866
Profit on Sukuk Certificates	1,030,370	588,062
Profit on investment in Islamic certificates and term deposit receipts	8,797,422	5,398,560
	18,596,018	11,521,142

27 OTHER INCOME

Profit on bank accounts	463,054	447,388
Miscellaneous income	-	331,892
	463,054	779,280

28 MODARABA MANAGEMENT COMPANY'S REMUNERATION INCLUSIVE OF SALES TAX

The Modaraba Management Company is entitled to a remuneration for services rendered to the Modaraba under the provisions of the Modaraba Companies and Modarabas (Floatation and Control) Ordinance, 1980 upto a maximum of 10% per annum of the net annual profits of the Modaraba. The remuneration for the period ended December 31, 2023 has been recognized at 10% of profit for the period.

	(Un-audited) December 31, 2023	(Un-audited) December 31, 2022
	-----Rupees-----	
29 TAXATION		
Current tax expense	1,968,668	1,921,538
Prior year tax	-	12,492
Deferred tax expense	438,399	198,882
	2,407,067	2,132,912

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
For the six months period ended December 31, 2023**

30	EARNING / (LOSS) PER CERTIFICATE BASIC AND DILUTED	Un-Audited Six months period ended December 31,		Un-Audited Three months period ended December 31,	
		2023	2022	2023	2022
	Profit / (loss) after taxation (Rupees)	<u>2,598,242</u>	<u>3,053,425</u>	<u>3,222,939</u>	<u>(456,660)</u>
	Weighted average number of certificates	<u>23,100,000</u>	<u>23,100,000</u>	<u>23,100,000</u>	<u>23,100,000</u>
	Earning / (Loss) per certificate (Rupees)	<u>0.11</u>	<u>0.13</u>	<u>0.14</u>	<u>(0.02)</u>

30.1 There is no dilutive potential shares as at the year end.

31 RELATED PARTY TRANSACTIONS

The related parties of the Modaraba comprise of its Management Company, associated companies, staff retirements fund, directors and key management personnel. Transactions with related parties other than those which have been specifically disclosed elsewhere in these condensed interim financial statements and remuneration and benefits to key management personnel (which are employed by the management company) under the terms of their employment are as follows:

(Un-audited) (Un-audited)
December 31, December 31,
2023 2022
-----Rupees-----

31.1 Transactions during the period

31.1.1 The aggregate amount of remuneration charged in these financial statement, including all benefits to officers and employees are as under:

Salaries and other benefits	<u>7,169,000</u>	<u>6,395,205</u>
EOBI	<u>76,080</u>	<u>43,400</u>
Group insurance	<u>154,259</u>	<u>183,363</u>

31.1.2 Modaraba Management Company

Management company's remuneration inclusive of sales tax	<u>650,669</u>	<u>675,958</u>
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31.2 Balance outstanding at period end

Modaraba Management Company		
Management company's remuneration inclusive of sales tax	<u>650,669</u>	<u>-</u>
Other related parties (other than key management personnel)		
Staff Gratuity Scheme	<u>4,736,967</u>	<u>4,931,967</u>

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the six months period ended December 31, 2023

32 FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).

Level 3: Inputs for the assets or liability that are not based on observable market data (that is, unobservable input).

If the inputs used to measure the fair value of financial asset fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

Fair values of financial assets that are traded in active markets are based on quoted market prices. For all other financial instruments the Modaraba determine fair values using valuation techniques unless the fair value cannot be reliably measured.

Fair values of financial assets that are traded in active markets are based on quoted market prices. For all other financial instruments the Modaraba determine fair values using valuation techniques unless the fair value cannot be reliably measured.

For assets that are recognised in the financial statements at fair value on a recurring basis, the Modaraba recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred. There were no transfers between different levels of fair values mentioned below.

The table below shows the carrying amounts and fair values of a financial asset and financial liability including their fair value hierarchy for financial instruments measured at fair value.

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
For the six months period ended December 31, 2023**

December 31, 2023 (Un-audited)							
	Carrying amount			Fair value			
	At amortised cost	FVTPL	FVTOCI	Total	Level 1	Level 2	Level 3
-----Rupees-----							
Financial assets measured at fair value							
Investments							
Listed equity securities (note 7 & 14)	-	9,694,442	2,495,980	12,190,422	12,190,422	-	-
Listed Mutual funds (note 33.1.1)	-	-	11,467,806	11,467,806	-	11,467,806	-
	-	9,694,442	13,963,786	23,658,228	12,190,422	11,467,806	-
Financial assets not measured at fair value							
Investments							
Sukuk Certificates (note 33.1.3)	10,000,000	-	-	10,000,000	-	9,926,305	-
Cash and bank balances (note 33.2)	121,442,473	-	-	121,442,473	-	-	-
Receivable form diminishing musharaka (note 33.2)	2,821,651	-	-	1,637,205	-	-	-
Long term deposits (note 33.2)	3,841,397	-	-	3,841,397	-	-	-
Profit receivable (note 33.2)	3,473,622	-	-	3,473,622	-	-	-
Diminishing musharakah (note 33.2)	19,408,945	-	-	19,408,945	-	-	-
Other receivables (note 33.2)	2,582,453	-	-	2,582,453	-	-	-
	163,570,541	-	-	162,386,095	-	9,926,305	-

	Carrying amount		
	FVTPL	At amortized cost	Total
-----Rupees-----			
Financial liabilities not measured at fair value (note 33.2)			
Creditors, accrued and other liabilities			
	-	1,524,516	1,524,516
Unclaimed profit distributions			
	-	1,109,146	1,109,146
Charity Payable			
	-	7,514	7,514
	-	2,641,176	2,641,176

June 30, 2023 (Audited)							
	Carrying amount			Fair value			
	At amortised cost	FVTPL	FVTOCI	Total	Level 1	Level 2	Level 3
-----Rupees-----							
Financial assets measured at fair value							
Investments							
Listed equity securities (note 7 & 14)	-	11,376,538	1,821,692	13,198,230	13,198,230	-	-
Listed Mutual funds (note 33.1.1)	-	17,114,445	27,469,170	44,583,615	-	27,415,258	-
	-	28,490,983	29,290,862	57,781,845	13,198,230	27,415,258	-
Financial assets not measured at fair value							
Investments							
Sukuk Certificates (note 33.1.2)	10,000,000	-	-	10,000,000	-	9,955,000	-
Cash and bank balances (note 33.2)	23,150,626	-	-	23,150,626	-	-	-
Receivable form diminishing musharaka (note 33.2)	1,065,522	-	-	1,065,522	-	-	-
Long term deposits (note 33.2)	3,842,911	-	-	3,842,911	-	-	-
Profit receivable (note 33.2)	1,290,909	-	-	1,290,909	-	-	-
Diminishing musharakah (note 33.2)	37,784,953	-	-	37,784,953	-	-	-
Other receivables (note 33.2)	1,061,920	-	-	1,061,920	-	-	-
	78,196,841	-	-	78,196,841	-	9,955,000	-

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
For the six months period ended December 31, 2023**

	Carrying amount		
	FVTPL	At amortized cost	Total
	-----Rupees-----		
Financial liabilities not measured at fair value (note 33.2)			
Creditors, accrued and other liabilities	-	956,175	956,175
Unclaimed profit distributions	-	1,109,146	1,109,146
	-	2,065,321	2,065,321

32.1 Valuation techniques used in determination of fair values within level 2:

32.1.1 Investment in mutual funds are valued on the basis of the closing net assets at the reporting date announced by the respective Asset Management Companies on the closing net assets on the Mutual Fund Association of Pakistan (MUFAP) .

32.1.2 Investment in sukuk, issued by Albaraka Bank Limited are valued on the basis of the rates announced by the MUFAP in accordance with the policies prescribed by the Securities and Exchange Commission of Pakistan (SECP).

32.2 The Modaraba has not disclosed the fair values for these financial instruments, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are a reasonable approximation of fair value.

33 INFORMATION ABOUT BUSINESS SEGMENTS

As per IFRS 8 - 'Operating Segments', operating segments are reported in a manner consistent with the internal reporting used by the chief operating decision maker. The chief executive officer of the management company has been identified as the chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments.

The Chief Executive Officer is responsible for Modaraba's entire product portfolio and consider business to have a three operating segments.

The internal reporting provided to the chief executive officer for the Modaraba's assets, liabilities and performance is prepared on a consistent basis with the measurement and recognition principles of approved accounting standards as applicable in Pakistan.

The Modaraba's is domiciled in Pakistan. All of the Modaraba's income is from the investments in entities incorporated in Pakistan.

Details of segment revenues, costs, profit, assets and liabilities are as follows:

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	December 31, 2023 (Un-audited)			
	Trading	Financing	Investment	Total
Segment revenue/ profits	-----Rupees-----			
Segment revenue	(4,635,541)	5,426,852	18,596,018	19,387,329
Segment results	(4,635,541)	5,426,852	19,726,819	20,518,130
Unallocated corporate expenses				(15,975,875)
Unallocated taxation expense				(2,407,067)
Other income				463,054
Profit for the period				2,598,242

	December 31, 2022 (Un-audited)			
	Trading	Financing	Investment	Total
Segment revenue/ profits	-----Rupees-----			
Segment revenue	2,800,300	9,910,013	11,521,142	24,231,455
Segment results	2,800,300	9,910,013	6,827,801	19,538,114
Unallocated corporate expenses				4,407,057
Unallocated taxation expense				(2,132,912)
Other income				779,280
Profit for the period				3,053,425

	December 31, 2023 (Un-audited)			
	Trading	Financing	Investment	Total
Reportable segment assets and liabilities	-----Rupees-----			
Reportable segment assets	66,662,354	19,408,945	47,407,489	133,478,788
Unallocated corporate assets				135,420,575
Consolidated total assets				268,899,363
Reportable segment liabilities	-	4,417,212	-	4,417,212
Unallocated corporate liabilities	-	-	-	7,604,174
Consolidated total liabilities				12,021,386

	June 30, 2023 (Audited)			
	Trading	Financing	Investment	Total
Reportable segment assets and liabilities	-----Rupees-----			
Segment assets and liabilities				
Reportable segment assets	111,377,444	37,784,953	80,144,299	229,306,696
Unallocated corporate assets	-	-	-	35,958,055
Consolidated total assets				265,264,751
Reportable segment liabilities	-	4,421,942	-	4,421,942
Unallocated corporate liabilities	-	-	-	7,116,440
Consolidated total liabilities				11,538,382

**NOTES TO THE CONDENSED INTERIM
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The above mentioned segments do not necessarily match with the organizational structure of the Modaraba.

34 GENERAL

34.1 Corresponding figures have been reclassified / re-arranged wherever necessary to facilitate comparison in the presentation in the current period. However, there are no material reclassification / re-arrangement to report.

35 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorised for issue on 21st February 2024 by the Board of Directors of the Management Company.

**For Al-Noor Modaraba Management (Private) Limited
(Management Company)**

sd/-
Chief Executive Officer

sd/-
Chief Financial Officer

sd/-
Director

sd/-
Director



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(An Islamic Financial Institution)

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