



**FIRST
ELITE
CAPITAL
MODARABA**

Quarterly Report
March 31, 2023
(Un-Audited)

Managed by
**CRESCENT MODARABA MANAGEMENT
COMPANY LIMITED**



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FIRST ELITE CAPITAL MODARABA

CORPORATE INFORMATION

BOARD OF DIRECTORS OF MODARABA MANAGEMENT COMPANY

Mr. Muneeb Ahmed Dar	Chairman
Mr. Aamir Iftikhar Khan	Chief Executive
Dr. Sardar Ahmad Khan	Director
Mr. Ghazanfar Farrokh	Director
Mr. Muhammad Javed Amin	Director
Mrs. Rukhsana Javed Amin	Director
Mrs. Shahana Javed Amin	Director

AUDIT COMMITTEE

Mr. Ghazanfar Farrokh	Chairman
Mr. Muneeb Ahmed Dar	Member
Mrs. Shahana Javed Amin	Member

COMPANY SECRETARY

Mr. Muhammad Arif Hilal

LEGAL ADVISOR

International Legal Services

SHARIAH ADVISOR

Mufti Muhammad Umar

AUDITORS OF THE MODARABA

Naveed Zafar Ashfaq Jaffery & Co.
Chartered Accountants

BANKERS OF THE MODARABA

Bank Alfalah Limited
Bank Islami Pakistan Limited
Meezan Bank Limited

PRINCIPAL & REGISTERED OFFICE

50-A, Garden Block, New Garden Town,
Lahore - Pakistan.

Tel : (042) 35442735-37

Fax : (042) 35442738

E-mail : info@fecm.com.pk

Web : www.fecm.com.pk

SHARE REGISTRAR

CorpTec Associates (Pvt.) Limited
503-E, Johar Town, Lahore.

Tel : 042-35170336-7

Fax : 042-35170338

E-mail : info@corptec.com.pk



FIRST ELITE CAPITAL MODARABA

DIRECTORS' REPORT

Valued Certificate Holders

The Board of Directors of **Crescent Modaraba Management Company Limited**, Manager of **First Elite Capital Modaraba** are pleased to present the unaudited financial statements of the Modaraba for the nine months ended March 31, 2023.

Operations & Performance

	March 31, 2023 Rupees	March 31, 2022 Rupees
Total Income	25,130,046	27,626,609
Depreciation of assets leased out	17,714,419	19,526,361
Administrative and general expenses	11,518,566	11,919,542
Financial charges	5,841	13,482
Total Expenses	29,238,826	31,459,385
Operating Loss	(4,108,780)	(3,832,776)
Management Fee	-	-
Loss before taxation	(4,108,780)	(3,832,776)
Taxation	(314,126)	(345,333)
Loss after taxation	(4,422,906)	(4,178,109)
Loss per certificate - basic and diluted	(0.39)	(0.37)

During the period under review, the Modaraba suffered a loss of Rs.4,422,906/= as compared to loss of Rs.4,178,109/= in the corresponding period of last year. Performance of the Modaraba in the nine months of financial year remained depressive due to various factors on the economic front of Pakistan. The economic condition of the country and high policy rate also affected the performance of Pakistan Stock Exchange.

Despite the worst economic condition prevailing in the country, the Modaraba has achieved gross revenue of Rs.25,130,046/= in the nine months of the financial year, which was mainly derived from Ijarah and investment in Mutual Funds.

We expect that the current economic situation may continue in the next few months. However, the Management of the Modaraba is committed to improve the performance of the Modaraba by utilising its resources in profitable avenues.

The Board thanks the Regulatory Authorities for their continuous guidance and cooperation and places on record its appreciation of the services rendered by the staff members of their hard work.

On behalf of the Board

AAMIR IFTIKHAR KHAN
CHIEF EXECUTIVE

MUNEEB AHMED DAR
CHAIRMAN

Lahore
April 26, 2023



ڈائریکٹرز رپورٹ

معزز سرٹیفکیٹ ہولڈرز:-

فرسٹ ایلٹ کپٹل مڈاربا زیر انتظام کریسٹل مڈاربا مینجمنٹ کمپنی لمیٹڈ کے بورڈ آف ڈائریکٹرز مڈاربا کی 31 مارچ 2023ء کو ختم ہونے والی مدت کے غیر آڈیٹڈ مالی حسابات پیش کرتے ہیں۔ آپریٹرز اور کارکردگی:-

31 مارچ 2022ء (روپے)	31 مارچ 2023ء (روپے)	
27,626,609	25,130,046	کل آمدن
19,526,361	17,714,419	لیزڈ آؤٹ اثاثوں کی فرسودگی
11,919,542	11,518,566	انتظامی و عمومی اخراجات
13,482	5,841	مالی اخراجات (فنانس چارجز)
31,459,385	29,238,826	کل اخراجات
(3,832,776)	(4,108,780)	آپریٹنگ خسارہ
-	-	انتظامی فیس
(3,832,776)	(4,108,780)	خسارہ قبل از بنکسیشن
(345,333)	(314,126)	ٹیکسیشن
(4,178,109)	(4,422,906)	خسارہ بعد از ٹیکسیشن
(0.37)	(0.39)	خسارہ فی سرٹیفکیٹ - بنیادی اور تحلیل شدہ

زیر غور مدت کے دوران مڈاربا کو =/4,422,906 روپے کا خسارہ ہوا۔ جبکہ گزشتہ سال اسی مدت کے دوران =/4,178,109 روپے کا خسارہ تھا۔ پاکستان کے اقتصادی مجاز پر مختلف عوامل کی وجہ سے مالی سال کے نو ماہ میں مڈاربا کی کارکردگی مایوس کن رہی۔ ملک کی معاشی حالت اور بلند پالیسی ریٹ نے بھی پاکستان اسٹاک ایکسچینج کی کارکردگی کو متاثر کیا۔

ملک میں بدترین معاشی حالت کے باوجود، مڈاربا نے مالی سال کے نو مہینوں میں =/25,130,046 روپے کی مجموعی آمدنی حاصل کی ہے، جو بنیادی طور پر اجارہ اور میوچل فنڈز میں سرمایہ کاری کی صورت میں حاصل کی گئی۔ ہم توقع کرتے ہیں کہ موجودہ معاشی صورتحال اگلے چند مہینوں میں جاری رہ سکتی ہے۔ تاہم مڈاربا کی انتظامیہ اپنے وسائل کو منافع بخش مواقع میں استعمال کرتے ہوئے مڈاربا کی کارکردگی کو بہتر بنانے کے لیے پرعزم ہے۔ بورڈ ریگولیشن حکام کی جانب سے مسلسل رہنمائی اور تعاون کا شکریہ ادا کرتا ہے اور عملے کی جانب سے پیش کی گئی خدمات و محنت و لگن سے کام کرنے پر ان کو خراج تحسین پیش کرتا ہے۔

از طرف بورڈ آف ڈائریکٹرز:-


امیر احمد ڈار
چیرمین


عامر افتخار خان
چیف ایگزیکٹو
لاہور
26 اپریل 2023ء
☆☆☆☆



FIRST ELITE CAPITAL MODARABA

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2023 (UN-AUDITED)

	Note	March 31, 2023 Rupees (Un-Audited)	June 30, 2022 Rupees (Audited)
ASSETS			
Current assets			
Cash and bank balances	4	7,969,971	15,851,128
Short term investments	5	8,969,067	9,500,656
Short term investments in Mutual Funds	6	22,170,624	-
Short term finances under musharakah arrangements - Secured	7	-	120,244
Short term finances under murabahah arrangements - Secured	8	16,403	16,403
Ijarah rentals receivable - Secured	9	1,356,523	3,735,129
Profit receivable - Secured	10	-	-
Advances, deposits, prepayments and other receivables		4,834,344	25,904,705
Advance income tax		997,248	856,910
		46,314,180	55,985,175
Non-current assets			
Assets leased out under ijarah contracts	11	84,791,242	87,168,666
Property and equipment	12	1,507,971	1,281,734
Investment Property		23,533,287	23,533,287
		109,832,500	111,983,687
TOTAL ASSETS		156,146,680	167,968,862
LIABILITIES			
Current liabilities			
Accrued and other liabilities		907,086	1,220,455
Security deposits	13	8,606,205	16,151,702
Unclaimed profit distribution		8,486,021	8,490,014
		17,999,312	25,862,171
Non-current liabilities			
Security deposits	13	32,486,752	32,153,747
Employees retirement benefits		11,469,018	10,669,018
		43,955,770	42,822,765
Contingencies and commitments	14	-	-
TOTAL LIABILITIES		61,955,082	68,684,936
NET ASSETS		94,191,598	99,283,926
REPRESENTED BY			
Authorized Certificate Capital 20,000,000 modaraba certificates of Rs. 10 each		200,000,000	200,000,000
Issued, subscribed and paid-up capital	15	113,400,000	113,400,000
Reserves		(19,208,402)	(14,116,073)
		94,191,598	99,283,926

The annexed notes from 1 to 20 form an integral part of these financial statements

**For Crescent Modaraba Management Company Limited
(Management Company of First Elite Capital Modaraba)**

Chairman

Chief Executive

Director

Chief Financial Officer



FIRST ELITE CAPITAL MODARABA

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS FOR THE PERIOD ENDED MARCH 31, 2023 (UN-AUDITED)

	NINE MONTHS ENDED		QUARTER ENDED	
	March 31, 2023 Rupees	March 31, 2022 Rupees	March 31, 2023 Rupees	March 31, 2022 Rupees
INCOME				
Income from ijarah financing	22,218,181	26,464,280	7,314,930	8,419,281
Profit on murabahah and musharakah financing	-	3,190	-	-
Reversal of provision	110,707	39,210	12,756	-
Trading Income	-	96,750	-	(48,000)
Return on investments	1,734,076	324,113	930,481	89,213
Other income	1,067,082	699,066	134,405	278,252
	25,130,046	27,626,609	8,392,572	8,738,746
EXPENSES				
Depreciation of assets leased out	17,714,419	19,526,361	5,697,617	6,040,819
Administrative and general expenses	11,518,566	11,919,542	3,684,659	3,261,974
Financial charges	5,841	13,482	1,968	8,084
	29,238,826	31,459,385	9,384,244	9,310,877
Operating Loss	(4,108,780)	(3,832,776)	(991,672)	(572,131)
Management fee	-	-	-	-
Loss before taxation	(4,108,780)	(3,832,776)	(991,672)	(572,131)
Taxation	(314,126)	(345,333)	(104,908)	(109,235)
Loss after taxation	(4,422,906)	(4,178,109)	(1,096,580)	(681,366)
Loss per certificate - basic and diluted	(0.39)	(0.37)	(0.10)	(0.06)

The annexed notes from 1 to 20 form an integral part of these financial statements

For Crescent Modaraba Management Company Limited
(Management Company of First Elite Capital Modaraba)

Chairman

Chief Executive

Director

Chief Financial Officer



FIRST ELITE CAPITAL MODARABA

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED MARCH 31, 2023 (UN-AUDITED)

	NINE MONTHS ENDED		QUARTER ENDED	
	March 31, 2023 Rupees	March 31, 2022 Rupees	March 31, 2023 Rupees	March 31, 2022 Rupees
Loss after taxation	(4,422,906)	(4,178,109)	(1,096,580)	(681,366)
Other comprehensive (loss)/Income				
Items that may be reclassified subsequently to profit or loss				
Changes in fair value of available for sale financial assets	(669,423)	(3,035,565)	(181,933)	(715,706)
Re-classification adjustment for gain/(loss) included in profit or loss	-	-	-	-
	(669,423)	(3,035,565)	(181,933)	(715,706)
Items that may not be reclassified subsequently to profit or loss	-	-	-	-
Total comprehensive Loss	(5,092,329)	(7,213,674)	(1,278,513)	(1,397,072)

The annexed notes from 1 to 20 form an integral part of these financial statements

**For Crescent Modaraba Management Company Limited
(Management Company of First Elite Capital Modaraba)**

Chairman

Chief Executive

Director

Chief Financial Officer



FIRST ELITE CAPITAL MODARABA

CONDENSED INTERIM STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED MARCH 31, 2023 (UN-AUDITED)

	March 31, 2023 Rupees	March 31, 2022 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(4,108,780)	(3,832,776)
Adjustments for non-cash and other items:		
Depreciation	177,263	252,329
Depreciation of assets leased out under ijarah contracts	17,714,419	19,526,361
Reversal of provision	(110,707)	(39,210)
Loss/(Profit) on sale of investments	(360)	265,120
Dividend income	(1,733,716)	(589,233)
Gain on disposal of property and equipments	(67,599)	-
Gain on transfer of assets leased out	(178,507)	-
Provision for employees retirement benefits	800,000	450,000
	16,600,793	19,865,367
Operating profit before changes in working capital	12,492,013	16,032,591
Changes in working capital:		
Ijarah rentals receivable	2,378,606	(1,009,674)
Stock in Trade	-	848,000
Advances, deposits and prepayments	21,070,361	(81,845)
Accrued and other liabilities	(313,369)	(263,957)
Unclaimed profit distribution	(3,993)	(3,089,686)
Security deposits	(7,212,492)	(8,691,944)
Decrease in short term investment under musharakah and murabahah arrangements	120,244	114,000
	16,039,357	(12,175,106)
Cash flows from operations	28,531,370	3,857,485
(Payments)/receipts for:		
Purchase of ijarah assets	(34,470,815)	(24,135,000)
Transfer of ijarah assets	19,108,908	28,447,245
Purchase of property & equipment	(452,400)	-
Income taxes	(140,338)	(141,657)
Employees retirement benefits	-	(53,000)
	(15,954,645)	4,117,588
Net cash generated from / (used in) operating activities	12,576,725	7,975,073
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of short term investments	(22,312,051)	(6,696,385)
Proceeds from sale of short term investments	3,953	4,389,339
Proceeds from sale of assets in own use	116,500	816,622
Dividend received	1,733,716	589,233
Net cash (used in)/generated from investing activities	(20,457,882)	(901,191)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net (decrease)/increase in cash and cash equivalents	(7,881,157)	7,073,882
Cash and cash equivalents at the beginning of the period	15,851,128	15,573,952
Cash and cash equivalents at the end of the period	7,969,971	22,647,834

The annexed notes from 1 to 20 form an integral part of these financial statements

**For Crescent Modaraba Management Company Limited
(Management Company of First Elite Capital Modaraba)**

Chairman

Chief Executive

Director

Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED MARCH 31, 2023**

	Certificate Capital Rupees	Statutory Reserve Rupees	Reserves			Total equity Rupees
			Unrealized Gain/(Loss) on Available for sale financial assets Rupees	Accumulated losses Rupees	Total reserves Rupees	
Balance as at June 30, 2021 - Audited	113,400,000	32,870,088	(8,574,251)	(24,307,416)	(11,579)	113,388,421
Profit distribution @ 3.00% i.e. Re.0.30 per certificate for the year ended June 30, 2021	-	-	-	(3,402,000)	(3,402,000)	(3,402,000)
Comprehensive income/(loss)	-	-	-	(4,178,109)	(4,178,109)	(4,178,109)
Loss after taxation	-	-	(3,035,565)	-	(3,035,565)	(3,035,565)
Other comprehensive loss	-	-	(3,035,565)	(7,580,109)	(10,615,674)	(10,615,674)
Balance as at March 31, 2022 - Un-audited	113,400,000	32,870,088	(11,609,816)	(31,887,525)	(10,627,253)	102,772,747
Balance as at June 30, 2022 - Audited	113,400,000	32,870,088	(12,027,792)	(34,958,369)	(14,116,073)	99,283,926
Comprehensive income/(loss)	-	-	-	(4,422,906)	(4,422,906)	(4,422,906)
Loss after taxation	-	-	(669,423)	-	(669,423)	(669,423)
Other comprehensive loss	-	-	(669,423)	(4,422,906)	(5,092,329)	(5,092,329)
Balance as at March 31, 2023 - Un-audited	113,400,000	32,870,088	(12,697,215)	(39,381,275)	(19,208,402)	94,191,598

The annexed notes from 1 to 20 form an integral part of these financial statements

**For Crescent Modaraba Management Company Limited
(Management Company of First Elite Capital Modaraba)**


Chairman


Director


Chief Financial Officer



FIRST ELITE CAPITAL MODARABA



NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED MARCH 31, 2023 (UN-AUDITED)

1 REPORTING ENTITY

First Elite Capital Modaraba ("the Modaraba") is a perpetual, multi-purpose and multi-dimensional modaraba formed under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the Rules framed there under and is managed by Crescent Modaraba Management Company Limited ("the Management Company"), a company incorporated in Pakistan under the Companies Act, 2017, vide Registration No. L 01630 dated 30th May, 1989. The registered office of the Modaraba is situated at 50-A, Garden Block, New Garden Town, Lahore. The Modaraba was floated on September 26, 1991 and is listed on Pakistan Stock Exchange Limited. The Modaraba is primarily engaged in the business of ijarah, musharakah and murabahah financing, investment in marketable securities and other related businesses.

2 BASIS OF PREPARATION

This interim financial information is not audited and has been presented in condensed form and does not include all the information as is required to be provided in a full set of annual financial statements. This condensed interim financial information should be read in conjunction with the audited financial statements of the Modaraba for the year ended June 30, 2022. The Securities and Exchange Commission of Pakistan vide Circular No. 10 of 2004 date February 13, 2004 has deferred, till further orders, the applicability of the IAS 17 "Leases" with effect from July 01, 2003. Accordingly, this IAS has not been considered for the purpose of preparation of this financial information.

The comparative interim statement of financial position as at June 30, 2022 and the related notes to the condensed interim financial information are based on audited financial statements. The comparative interim statement of profit or loss, interim statement of comprehensive income, interim statement of cash flows, interim statement of changes in equity and related notes to the condensed interim financial information for the period ended March 31, 2023 are based on unaudited, interim financial information.

2.1 Statement of compliance

This condensed interim financial information has been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board and Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as notified under the provisions of the Companies Act, 2017, the requirements of the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 and the directives issued by the Securities and Exchange Commission of Pakistan (SECP). Wherever the requirements of the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 and the directives issued by SECP differ with the requirements of IFRSs or IFAS, the requirements of the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 or the directives issued by the SECP prevail.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the historical cost convention except for certain financial instruments at fair value or amortized cost and employees retirement benefits at present value. In this financial information, except for the amounts reflected in the statement of cash flows, all transactions have been accounted for on accrual basis.



FIRST ELITE CAPITAL MODARABA

2.3 Judgments, estimates and assumptions

The preparation of financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions and judgments are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which forms the basis of making judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

2.4 Functional currency

This financial information is prepared in Pak Rupees which is the Modaraba's functional currency.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation adopted in the preparation of this condensed interim financial information are the same as those applied in the preparation of the financial statements of the Modaraba for the year ended June 30, 2022.

	Un-Audited March 31, 2023 Rupees	Audited June 30, 2022 Rupees
4 CASH AND BANK BALANCES		
Cash in hand	115,020	88,861
Cash at bank in		
- current accounts	556,459	564,223
- saving accounts	7,298,492	15,198,044
	<u>7,969,971</u>	<u>15,851,128</u>
5 SHORT TERM INVESTMENTS		
Available for sale		
Cost of investment	25,402,672	25,264,838
Accumulated Impairment	(3,736,390)	(3,736,390)
Fair value adjustment	(12,697,215)	(12,027,792)
	<u>8,969,067</u>	<u>9,500,656</u>
6 SHORT TERM INVESTMENTS IN MUTUAL FUNDS		
Meezan Rozana Amdani Fund	22,170,624	-
	<u>22,170,624</u>	<u>-</u>
7 SHORT TERM FINANCES UNDER MUSHARAKAH ARRANGEMENTS - SECURED		
Considered good	-	120,244
Considered doubtful	624,744	637,500
	624,744	757,744
Less: Provision for doubtful receivables under Musharakah arrangements	(624,744)	(637,500)
	<u>-</u>	<u>120,244</u>

These represent investments made under musharakah arrangements on profit and loss sharing basis and are secured by specific charge over operating fixed assets and demand promissory notes. The share of profit of Modaraba is 40% per annum.



FIRST ELITE CAPITAL MODARABA

	Un-Audited March 31, 2023 Rupees	Audited June 30, 2022 Rupees
8 SHORT TERM FINANCES UNDER MURABAHAH ARRANGEMENTS - SECURED		
Considered good	16,403	16,403
Considered doubtful	55,021,968	55,021,968
	55,038,371	55,038,371
Less: Provision for doubtful receivables under Murabahah arrangements	(55,021,968)	(55,021,968)
	16,403	16,403

These represent receivable against murabahah transactions on deferred payment basis at a specified margin. These are secured against mortgage of property, and personal guarantees. Profit margin on murabahah transactions ranges from 13% to 20% per annum receivable on monthly basis.

- 8.1** The Modaraba has filed Three (2022: Three) execution petitions for claim of Rs. 25,868,727/- (2022: 25,868,727/-) against different parties in Modaraba Tribunal Punjab, Lahore. The management is hotly pursuing its cases in the Court of law. There are almost no chances of any unfavorable decision(s) against First Elite Capital Modaraba.
- 8.2** The Modaraba has filed a claim for Rs. 22,063,889/- (2022: Rs. 22,063,889/-) against Sunrise Textiles Limited (under liquidation) in High Court, Lahore. The Modaraba has applied to the official liquidators, appointed by the honorable Lahore High Court in C.O.No. 10/1995 for recovery of its dues, however the company has been dissolved.
- 8.3** The Modaraba has filed Twenty Five (2022: Twenty Five) suits for recovery of receivables amounting to Rs. 26,475,820 (2022: Rs. 26,475,820/-) against different parties in Banking Court, Lahore. The management is hotly pursuing its cases in the Court of law. There are almost no chances of any unfavorable decision(s) against First Elite Capital Modaraba.
- 8.4** The Modaraba has filed One (2022: One) criminal complaint under section 20 of the Financial Institutions (Recovery of Finances) Ordinance, 2001. against party in Banking Court, Lahore

9 IJARAH RENTALS RECEIVABLE - SECURED

These represent rentals receivable against assets leased out under Ijarah contracts. These are secured against vehicles and machinery. The details are as follows:

	Un-Audited March 31, 2023 Rupees	Audited June 30, 2022 Rupees
Considered goods	1,356,523	3,735,129
Considered doubtful	6,726,504	5,734,093
	8,083,027	9,469,222
Less: Provision for doubtful receivables	(6,726,504)	(5,734,093)
	1,356,523	3,735,129

The Modaraba has filed Two (2022: Two) execution petitions for claim of Rs. 6,686,020/- (2022: 6,686,020/-) against two parties in Banking Court, Lahore. The management is hotly pursuing its cases in the Court of law. There are almost no chances of any unfavorable decision(s) against First Elite Capital Modaraba.



FIRST ELITE CAPITAL MODARABA

10 PROFIT RECEIVABLE - SECURED

This represents profit receivable on murabahah and musharakah finance.

	Note	Un-Audited March 31, 2023 Rupees	Audited June 30, 2022 Rupees
Considered good		-	-
Considered doubtful		21,687,470	21,687,470
		<u>21,687,470</u>	<u>21,687,470</u>
Less: Provision for doubtful receivables		(21,687,470)	(21,687,470)
		<u>-</u>	<u>-</u>

11 ASSETS LEASED OUT UNDER IJARAH CONTRACTS

Leased Assets	11.1	84,791,242	87,168,666
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11.1 Movement in assets leased out under ijarah contracts

Opening net book value	87,168,666	154,054,319
Additions during the period	34,470,815	49,810,200
Disposal during the period	(19,133,820)	(66,606,019)
	<u>102,505,661</u>	<u>137,258,500</u>
Depreciation charged during the period	(17,714,419)	(50,089,834)
Closing net book value	<u>84,791,242</u>	<u>87,168,666</u>

12 PROPERTY AND EQUIPMENT

Operating Fixed Assets	12.1	1,507,971	1,281,734
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12.1 Movement in operating fixed assets

Opening net book value	1,281,734	7,348,414
Additions during the period	452,400	-
Disposal during the period	(48,900)	(2,119,472)
	<u>1,685,234</u>	<u>5,228,942</u>
Depreciation charged during the period	(177,263)	(3,947,208)
Closing net book value	<u>1,507,971</u>	<u>1,281,734</u>

13 SECURITY DEPOSITS

Security deposits under ijarah contracts	41,092,957	48,305,449
Current maturity presented under current liabilities	(8,606,205)	(16,151,702)
	<u>32,486,752</u>	<u>32,153,747</u>

14 CONTINGENCIES AND COMMITMENTS

Contingencies

There is no significant change in the status of contingencies since June 30, 2022.

Commitments

There are no significant commitments at the reporting date except for those under ijarah contracts regarding use by lessees of assets leased out to them under ijarah contracts against future rentals



FIRST ELITE CAPITAL MODARABA

	Un-Audited March 31, 2023 Rupees	Audited June 30, 2022 Rupees
15 ISSUED, SUBSCRIBED AND PAID-UP CAPITAL		
Modaraba certificates of Rs. 10 each.		
10,000,000 (June 30, 2022: 10,000,000) certificates issued for cash	100,000,000	100,000,000
1,340,000 (June 30, 2022: 1,340,000) certificates issued as bonus certificates	13,400,000	13,400,000
	<u>113,400,000</u>	<u>113,400,000</u>

16 TAXATION

16.1 The tax exemption by virtue of Clause 100 of Part 1 of the second Schedule to the Income Tax Ordinance, 2001 has been withdrawn through Tax Laws (Second amendment), 2021 dated March 21, 2021 which is subsequently adopted in Finance Act, 2021.

16.2 Provision for current taxation is based on taxable income for the period at the current rates of taxation after taking into account applicable tax credits, rebates and exemptions available, if any.

17 RELATED PARTY TRANSACTIONS AND BALANCES

Details of transactions with related parties are as follows:

	Un-Audited March 31, 2023 Rupees	Un-Audited March 31, 2022 Rupees
17.1 Transactions with related parties during the period		
Nature of relationship Nature of transaction		
Management Company Sale of asset	22,500	-
Associated Company Sale of asset	16,000	-

17.2 Payable to related parties

	Un-Audited March 31, 2023 Rupees	Audited June 30, 2022 Rupees
Nature of relationship Nature of transaction		
Management Company Management fee payable	-	-

18 EVENTS AFTER THE REPORTING PERIOD

There are no significant events after the reporting period that may require any adjustment or disclosure in this condensed interim financial information.

19 DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information have been approved by the Board of Directors of the Management Company and authorized for issue on April 26, 2023.

20 GENERAL

Figures have been rounded off to the nearest Rupee.

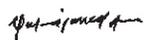
**For Crescent Modaraba Management Company Limited
(Management Company of First Elite Capital Modaraba)**



Chairman



Chief Executive



Director



Chief Financial Officer

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FIRST ELITE CAPITAL MODARABA
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CRESCENT MODARABA MANAGEMENT COMPANY LIMITED

