



FIRST EQUITY MODARABA

Half Yearly and Six Months
For the period ended
December 31, 2023

Managed by

PREMIER FINANCIAL SERVICES (PVT) LTD



FIRST EQUITY MODARABA

CORPORATE INFORMATION

Modaraba Company : PREMIER FINANCIAL SERVICES (PVT) LTD

BOARD OF DIRECTORS

Mr Nadeem Maqbool

Mr Qaiser Ahmed Magoon

Ms Alizeh Bashir

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

REGISTERD AND BUSINESS ADDRESS

B-1004 Lakson Square Building # 3

Sarwar Shaheed Road

Karachi

Tel : 021-35672815-18

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Karachi

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**FIRST EQUITY MODARABA
DIRECTORS REPORT**

The Directors of Premier Financial Services (Private) Ltd, the management company of FIRST EQUITY MODARABA, are pleased to present their report together with the auditors review on the financial statements of the Modaraba for the half year ended December 31, 2023.

Financial Results

Loss for the half year ended December 31, 2023 amounted to Rs (4.984) million as compared to Rs (8.901) million for the same period last year. The loss per certificate as at December 31, 2023 stood at Rs (0.095) from Rs (0.170) in the last December. The break up value per modaraba certificate stands at Rs 10.92

Further to our views expressed in our previous reports for the current financial year on the state of economy, trade, finance and industry. During the review period, the stock market performed well, on one or the other pretext. However, as the country was under general elections with tons of economic issues, which would take its own time to settle down. We anticipate that once the political and economic indecisiveness is settled, the capital market will again show a bullish trend.

Karachi
February 27 2024

Adil A Ghaffar
Chief Executive Officer

ڈائریکٹرز رپورٹ

پریمیئر فنانشل سروسز (پرائیویٹ) لمیٹڈ کے ڈائریکٹرز، کی انتظامی کمپنیز سٹ ایکونٹی مضاربہ، اپنی رپورٹ کے ساتھ مل کر پیش کرنے پر خوش ہیں۔ آڈیٹرز نے مضاربہ کے ختم ہونے والے ششماہی کے مالیاتی گوشواروں کا جائزہ لیا۔

31- دسمبر 2023۔

مالیاتی نتائج

31 دسمبر 2023 کو ختم ہونے والے ششماہی کا نقصان (4.984) ملین روپے تھا۔ پچھلے سال کی اسی مدت کے (8.901) ملین روپے کے مقابلے میں۔ نقصان فی سرٹیفکیٹ کے مطابق 31 دسمبر 2023 پچھلے دسمبر میں روپے (0.170) سے روپے (0.095) پر تھا۔ مضاربہ سرٹیفکیٹ کی قیمت 10.92 روپے ہے۔

رواں مالی سال کے لیے ہماری پچھلی رپورٹس میں ظاہر کیے گئے ہمارے خیالات کے علاوہ معیشت، تجارت، مالیات اور صنعت کی حالت۔ جائزہ لینے کی مدت کے دوران، اسٹاک مارکیٹ نے ایک یا دوسرے بہانے اچھی ارکردگی کا مظاہرہ کیا۔ تاہم، جیسا کہ ملک کے تحت تہاجہت سارے معاشی مسائل کے ساتھ عام انتخابات، جنہیں حل ہونے میں اپنا وقت لگے گا۔ نیچے ہم توقع کرتے ہیں کہ ایک بار سیاسی اور معاشی عدم فیصلہ کن صورتحال ختم ہو جائے گی۔ کیپٹل مارکیٹ ایک بار پھر تیزی کا رجحان دکھائے گی

بورڈ کی جانب سے

کراچی:

27 فروری 2024

**FIRST EQUITY MODARABA
AUDITORS' REPORT TO THE CERTIFICATE HOLDERS ON REVIEW OF
UNCONSOLIDATED INTERIM FINANCIAL STATEMENTS**

Introduction

We have reviewed the accompanying condensed interim balance sheet of First Equity Modaraba (the Modaraba) as at December 31, 2023 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in equity and notes to the condensed interim financial information for the six months period then ended (here-in-after referred to as the "condensed interim financial information"). The Modaraba Management Company [Premier Financial Services (Private) Limited] is responsible for the preparation and presentation of this condensed interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the quarters ended December 31, 2023 and December 31, 2022 have not been reviewed, as we are required to review only the cumulative figures for the six months period ended December 31, 2023

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 information 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.

Basis for Qualification

Modaraba has charged unrealized gain of Rs. 37.05 million, in respect of investment classified as financial asset at fair value through profit and loss, in other comprehensive income instead of profit and loss account as required under IFRS 9.

Had the Modaraba charged the unrealized gain to the profit and loss account, its loss for the period would have been decreased by Rs. 37.05 million

Qualified Conclusion

Based on our review, except for the matter referred in the above paragraph, nothing has come to our attention that causes us to believe that the accompanying interim financial information as at December 31, 2023 is not prepared, in all material respects, in accordance with the approved accounting standards as applicable in Pakistan for interim financial reporting.

Other Matters

The condensed interim financial information of the Modaraba for the six months period ended December 31, 2022 and financial statements for the year ended June 30, 2023 were respectively reviewed and audited by another firm of Chartered Accountants who had expressed qualified conclusion and opinion respectively.

The engagement partner on the audit resulting in this independent auditor's report is Mehmood A. Razzak.

FIRST EQUITY MODARABA
CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)
AS AT DECEMBER 31, 2023

	Note	Unaudited December 31, 2023 Rupees	Audited June 30, 2023 Rupees
EQUITY AND LIABILITIES			
Capital and reserves			
Certificate capital			
Authorised capital			
60,000,000 (June 30, 2023: 60,000,000) modarabacertificates of Rs. 10 each		600,000,000	600,000,000
Certificate capital	5	524,400,000	524,400,000
Reserves		73,632,117	78,616,021
Remeasurement of define benefit liability - Actuarial gain		1,688,143	1,688,143
Unrealised (loss) on re-measurement of investments		(27,289,071)	(74,207,492)
Certificate holders' equity		572,431,189	530,496,672
Non-current liabilities			
Deferred liabilities		6,780,327	6,780,327
Security deposit		200,000	200,000
Total non-current liabilities		6,980,327	6,980,327
Current liabilities			
Creditors, accrued and other liabilities		8,957,086	10,240,659
Unclaimed profit distributions		31,127,871	31,127,871
Total current liabilities		40,084,957	41,368,530
Total liabilities		47,065,284	48,348,857
Contingencies & Commitments	6		
Total equity and liabilities		619,496,473	578,845,529
ASSETS			
Non - current assets			
Fixed assets			
- tangible	7	2,668,566	2,965,489
- intangible	8	-	-
		2,668,566	2,965,489
Investment property		931,667	991,667
Investments	9	418,364,466	408,502,006
Advances		2,510,000	2,510,000
Deposits		1,750,000	1,750,000
Total non-current assets		426,224,699	416,719,162
Current assets			
Short term investments		82,406,734	65,725,306
Advances		12,264,979	12,030,194
Trade deposits and prepayments		15,358,453	15,293,467
Other receivables		73,837,703	57,954,847
Cash and bank balances		9,403,905	11,122,553
Total current assets		193,271,774	162,126,367
Total assets		619,496,473	578,845,529

The annexed notes from 1 to 14 form an integral part of the condensed interim financial information.

Qazi Obaid Ullah	Adil A. Ghaffar	Nadeem Maqbool	Alizeh Bashir
Chief Financial Officer	Chief Executive Officer	Director	Director
	Premier Financial	Premier Financial	Premier Financial
	Services (Private) Limited	Services (Private) Limited	Services (Private) Limited

FIRST EQUITY MODARABA
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER AND HALF YEAR ENDED DECEMBER 31, 2023

	Note	Half year ended		Quarter ended	
		December 31, 2023 Rupees	December 31, 2022 Rupees	December 31, 2023 Rupees	December 31, 2022 Rupees
Income		6,280,167	2,537,413	5,830,499	(205,311)
Expenditure					
Operating expenses		(11,036,995)	(10,741,009)	(5,952,864)	(5,889,028)
Financial charges		(710)	(646)	(278)	(561)
Operating profit / (loss)		(4,757,538)	(8,204,242)	(122,643)	(6,094,900)
Other income		350,226	53,732	237,734	21,250
Profit/(loss) before income tax		(4,407,312)	(8,150,510)	115,091	(6,073,650)
Income tax expense		(576,592)	(750,408)	(510,211)	(524,755)
Profit for the period		(4,983,904)	(8,900,918)	(395,120)	(6,598,405)
Earnings / (loss) per certificate	10	(0.095)	(0.170)	(0.008)	(0.126)

The annexed notes from 1 to 14 form an integral part of the condensed interim financial information.

Qazi Obaid Ullah
Chief Financial Officer

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

Nadeem Maqbool
Director
Premier Financial
Services (Private) Limited

Alizeh Bashir
Director
Premier Financial
Services (Private) Limited

FIRST EQUITY MODARABA
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER AND HALF YEAR ENDED DECEMBER 31, 2023

	Half Yearly		Quarter ended	
	December 31, 2023 Rupees	December 31, 2022 Rupees	December 31, 2023 Rupees	December 31, 2022 Rupees
Profit/ (loss) for the period	(4,983,904)	(8,900,918)	(395,120)	(6,598,405)
Other comprehensive income / (loss)				
Unrealized (loss) /gain on re-measurement of investments	44,643,305	7,732,257	31,963,193	8,652,202
Gain realized on disposal of investments	(7,587,344)	(6,280,553)	(2,031,712)	(6,364,111)
Other comprehensive Income / (Loss) for the Period	37,055,961	1,451,704	29,931,481	2,288,091
Unrealized gain on remeasurement of investment held at fair value through other comprehensive income	9,862,460	6,210,929	9,862,460	6,210,929
	46,918,421	7,662,633	39,793,941	8,499,020
Total comprehensive income / (loss) for the Period	41,934,517	(1,238,285)	39,398,821	1,900,615

The annexed notes from 1 to 14 form an integral part of the condensed interim financial information.

Qazi Obaid Ullah Chief Financial Officer	Adil A. Ghaffar Chief Executive Officer Premier Financial Services (Private) Limited	Nadeem Maqbool Director Premier Financial Services (Private) Limited	Alizeh Bashir Director Premier Financial Services (Private) Limited
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FIRST EQUITY MODARABA
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	December 31, 2023 Rupees	December 31, 2022 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit Before Income Tax	(4,407,312)	(8,150,510)
Adjustments for non cash items:		
Depreciation	441,430	680,410
Dividend income	(3,843,947)	(5,002,721)
	(3,402,517)	(4,322,311)
Operating (loss) before working capital changes	(7,809,829)	(12,472,821)
(Increase) / decrease in current assets		
Morabaha / musharaka receivables	-	242,780
Advances	(234,785)	(966,702)
Trade deposits and prepayments	(64,986)	91,572
Other receivables	(15,882,856)	(7,614,515)
	(16,182,627)	(8,246,865)
Increase / (Decrease) in current liabilities		
Tax Paid	(576,592)	
Creditors, accrued and other liabilities	(1,283,573)	(5,179,576)
Net cash generated from operating activities	(25,852,621)	(25,899,262)
CASH FLOW FROM INVESTING ACTIVITIES		
Investments disposed / (Purchased) - net	20,374,526	19,331,320
Dividends received	3,843,947	5,002,721
Addition in tangle assets	(84,500)	(115,900)
Net cash (Used in) / generated from investing activities	24,133,973	24,218,141
Net Increase in cash and cash equivalents	(1,718,648)	(1,681,121)
Cash and cash equivalents at the beginning of the half year	11,122,553	10,675,941
Cash and cash equivalents at the end of the half year	9,403,905	8,994,820

The annexed notes from 1 to 14 form an integral part of the condensed interim financial information.

Qazi Obaid Ullah Chief Financial Officer	Adil A. Ghaffar Chief Executive Officer Premier Financial Services (Private) Limited	Nadeem Maqbool Director Premier Financial Services (Private) Limited	Alicheh Bashir Director Premier Financial Services (Private) Limited
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FIRST EQUITY MODARABA
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

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	Reserve								Total
	Certificate capital	Statutory reserve	Certificate premium account	General reserve	Un appropriated profit / accumulated loss	Total Reserve	Remeasurement of defined benefit liability	Unrealized gain / (loss) on re-measurement of investments	
	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	Rupees	
Balance as at July 01, 2022	524,400,000	164,334,210	131,100,000	17,321,036	(211,793,256)	100,961,990	1,364,966	(69,376,755)	557,350,201
Profit for the Half year ended December 31, 2022	-	-	-	-	(8,900,918)	(8,900,918)	-	-	(8,900,918)
Other Comprehensive Income								1,451,704	1,451,704
Total Comprehensive Income for the Period	-	-	-	-	(8,900,918)	(8,900,918)	-	1,451,704	(7,449,214)
Balance as at December 31, 2022	524,400,000	164,334,210	131,100,000	17,321,036	(220,694,174)	92,061,072	1,364,966	(67,925,051)	549,900,986
						(8,900,918)			
Balance as at July 01, 2023	524,400,000	164,334,210	131,100,000	17,321,036	(234,139,225)	78,616,021	1,688,143	(74,207,492)	530,496,672
Profit for the Half year ended December 31, 2023	-	-	-	-	(4,983,904)	(4,983,904)	-	-	(4,983,904)
Other Comprehensive Income								46,918,421	46,918,421
Total Comprehensive Income for the Period	-	-	-	-	(4,983,904)	(4,983,904)	-	46,918,421	41,934,517
Balance as at December 31, 2023	524,400,000	164,334,210	131,100,000	17,321,036	(239,123,129)	73,632,117	1,688,143	(27,289,071)	572,431,189

The annexed notes from 1 to 14 form an integral part of the condensed interim financial information.

Qazi Obaid Ullah
Chief Financial Officer

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

Nadeem Maqbool
Director
Premier Financial
Services (Private) Limited

Alizeh Bashir
Director
Premier Financial
Services (Private) Limited

FIRST EQUITY MODARABA
SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

1 LEGAL STATUS AND OPERATIONS

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

The Modaraba is a perpetual, multipurpose modaraba and is able to undertake a variety of fund and fee based activities. These include trading, manufacturing, equity investment and their financing and facilitation. The Modaraba is a member of the Pakistan Stock Exchange Limited and is currently operating its brokerage activities in Pakistan Stock Exchange Limited.

The Modaraba is listed on Pakistan Stock Exchange Limited. The registered office of the Modaraba is situated at B-1004, 10th floor, Lakson Square Building 3, Sarwar Shaheed Road, Karachi. The Modaraba has the following wholly owned subsidiary companies.

- Equity Textiles Limited
- Capital Financial Services (Private) Limited
- Apex Financial Services (Private) Limited

2 BASIS OF PREPARATION

The unaudited condensed interim financial information is being presented and submitted to the shareholders as required by Rule 10 of the Modaraba Companies and Modaraba Rules, 1981

No provision for income tax will be required if not less than 90% of the Modaraba's profit for the year is distributed as cash dividend, except the presumptive tax.

These 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 as are notified under the Companies Act, 2017, Islamic Financial Accounting Standards (IFASs) issued by the institute of Chartered Accountants of Pakistan, and the requirements of the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, Modaraba Companies and Modaraba Rules, 1981 and directives issued by the Securities and Exchange Commission of Pakistan (SECP).

The disclosures made in these condensed interim financial information have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial information does not include all the information required for a full set of financial statements and should be read in conjunction with the annual published financial statements of the Modaraba for the year ended June 30, 2023.

FIRST EQUITY MODARABA
SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

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3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information adopted by the Modaraba in the preparation of these condensed interim financial information are the same as those applied in preparation of the preceding published financial statements of the Modaraba for the year ended June 30, 2023.

4 USE OF ESTIMATES

Judgments and estimates made by the management in the preparation of the condensed interim financial information was same as those that were applied to the financial statements as at and for the year ended June 30, 2023.

5 CERTIFICATE CAPITAL

Fully paid modaraba certificates of Rs. 10 each.

December 31, 2023 (Number of certificates)	June 30, 2023		Unaudited December 31, 2023 Rupees	Audited June 30, 2023 Rupees
46,220,000	46,220,000	Issued for cash	462,200,000	462,200,000
6,220,000	6,220,000	Issued as bonus certificates	62,200,000	62,200,000
52,440,000	52,440,000		524,400,000	524,400,000

6 CONTINGENCIES AND COMMITMENTS

Modaraba has filed a suit against Samba Bank Ltd. for the recovery of deposit amounting to Rs. 21 million alongwith mark up. The matter is pending before the Honourable High Court of Sindh. Management of the Modaraba and its legal advisor are of the opinion that Modaraba has reasonable chance and it appears unlikely that Modaraba may suffer any loss from the same.

	Unaudited December 31, 2023	Audited June 30, 2023
Opening WDV	2,965,489	3,948,441
Additions during the period	84,500	285,900
Depreciation for the period	(381,423)	(1,268,852)
Closing WDV	2,668,566	2,965,489

FIRST EQUITY MODARABA
SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

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	Unaudited December 31, 2023 Rupees	Audited June 30, 2023 Rupees
8 INTANGIBLE FIXED ASSETS		
Trading right entitlement certificate (TREC)	10,000,000	10,000,000
Advance against TREC	(10,000,000)	(10,000,000)
	-	-

8.1 The Modaraba has received Rs.10 million against the sale of Trading Right Entitlement Certificate (TREC) to wholly owned subsidiaries (Capital Financial Services (Private) Limited and Apex Financial Services (Private) Limited) in pursuance of the agreement dated April 18, 2017. The process of the sale of TREC is pending with PSX.

9 INVESTMENT		
Wholly Owned Subsidiaries	350,000,000	350,000,000
Un-listed securities	68,364,466	58,502,006
	418,364,466	408,502,006

9.1 Breakup value of wholly owned subsidiary is Rs. 43.12 (December 31, 2022: Rs. 50.43) per share as per unaudited accounts as at December 31, 2023.

	(Unaudited December 31, 2023 Rupees	(Unaudited December 31, 2022 Rupees
10 EARNINGS PER CERTIFICATE- BASIC AND DILITED		
Loss for the half year	(4,983,904)	(8,900,918)
	Number	Number
Weighted average number of certificates outstanding during the period	52,440,000	52,440,000
	Rupees	Rupees
Earnings per certificate - basic and diluted	(0.095)	(0.170)

10.1 There is no dilution effect on the basic earnings per share of the modaraba as the modaraba has no such commitments.

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

11 SEGMENT INFORMATION

The modaraba determines the operating segments based on the services provided by it, further their segment analysis are used internally by the management to make strategic decision.

The modaraba has three primary source of revenue i.e. musharaka facility, brokerage operations and capital market based on the nature of business and related risk associated with each type of business segment which are not deemed by the management to be sufficiently significant to disclose as separate items are reported under others.

Segment assets and liabilities include all assets and liabilities related to the segment relevant proportion of the assets and liabilities allocated to the segment on reasonable basis.

Segment revenue and expenses include all revenue and expenses related to the segment and relevant proportion of the revenue and expenses allocated to the segment on reasonable basis.

	December 31, 2023				December 31, 2022
	Brokerage operation	Capital market	Others	TOTAL	TOTAL
	-----Rupees-----				---Rupees---
Segment revenues	847,749	4,046,418	1,736,226	6,630,393	2,591,145
Segment result	(2,620,578)	4,046,418	1,736,226	3,162,066	(105,379)
Unallocated cost					
Operating expenses				(7,569,378)	(8,045,131)
Loss before income tax				(4,407,312)	(8,150,510)
Income tax expense				(576,592)	(750,408)
Loss for the period				(4,983,904)	(8,900,918)
	December 31, 2023				June 30 2023
	Brokerage operation	Capital market	Others	TOTAL	TOTAL
	-----Rupees-----				---Rupees---
Other information					
Segment assets	22,467,276	500,771,200	-	523,238,476	145,650,634
Unallocated assets				96,257,997	433,194,895
Total assets				619,496,473	578,845,529
Segment liabilities	-	4,766,519	-	4,766,519	4,613,241
Unallocated liabilities				42,298,765	43,735,616
Total liabilities	-	27,233,795	500,771,200	47,065,284	48,348,857

SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

12 TRANSACTIONS WITH RELATED PARTIES

The related parties of the modaraba comprise management company, staff retirement funds, directors of the management company and key management personnel. Transactions with related parties other than remuneration and benefits to officers and employees under the terms of their employment are as follows:

12.1 Balance payable at end of the period / year		Unaudited December 31 2023 Rupees	Audited June 2023 Rupees
Modaraba management Company		1,134,095	1,193,594
12.2 Transactions during the period	Relationship	December 31, 2023 Rupees	December 31, 2022 Rupees
Services acquired	Associated company	227,707	244,492
Brokerage commission	Associated company	690,280	83,278

13 AUTHORIZATION FOR ISSUE

The condensed interim financial information was authorized for issue in accordance with a resolution of the Board of Directors on February, 27 2024.

14 GENERAL

14.1 Figures in the condensed interim financial information have been rounded off to the nearest of rupee.

Qazi Obaid Ullah	Adil A. Ghaffar	Nadeem Maqbool	Alizeh Bashir
Chief Financial Officer	Chief Executive Officer	Director	Director
	Premier Financial	Premier Financial	Premier Financial
	Services (Private) Limited	Services (Private) Limited	Services (Private) Limited

EQUITY TEXTILES LIMITED

Wholly Owned Subsidiary of

First Equity Modaraba

half yearly ended

December 31, 2023

EQUITY TEXTILES LIMITED
BALANCE SHEET AS AT DECEMBER 31 2023

	UN-AUDITED Dec 2023 Rupees	AUDITED June 2023 Rupees
ASSETS		
NON CURRENT ASSETS		
Property, plant and equipment	1,127,687,217	1,185,249,903
Intangibles	8,638,115	3,412,604
Long Term Investment	11,137,272	7,898,774
Long Term Deposits	7,237,800	7,237,800
	1,154,700,404	1,203,799,081
CURRENT ASSETS		
Stores and spares	114,083,299	60,052,330
Stock in trade	851,375,206	571,136,706
Trade debts	280,551,735	550,024,951
Loans and advances	11,294,945	11,945,268
Trade deposits and short term prepayments	111,269,463	96,710,100
Other receivables	27,184,369	149,004
Tax refund due from government	22,628,619	73,147,156
Tax net	29,011,941	9,016,714
Cash and bank balances	13,548,292	30,173,158
	1,460,947,869	1,402,355,387
TOTAL ASSETS	2,615,648,273	2,606,154,468
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
Unappropriated profit	389,256,013	441,695,721
Unrealized loss on investments	(1,105,784)	(4,344,282)
Surplus on revaluation of property, plant and equipment	439,939,889	463,094,620
Surplus on revaluation of fixed assets	1,078,090,118	1,150,446,059
NON CURRENT LIABILITIES		
Liabilities against assets subject to finance lease	14,925,939	15,405,431
GIDC Payable	-	12,023,281
Deferred taxation	114,882,694	176,102,228
	129,808,633	203,530,940
CURRENT LIABILITIES		
Trade and other payables	1,212,948,594	1,132,496,660
Accrued Markup	15,090,019	3,643,633
Short term borrowings	163,674,142	92,491,516
Current portion of lease liability	16,036,767	23,545,660
	1,407,749,522	1,252,177,469
TOTAL EQUITY AND LIABILITIES	2,615,648,273	2,606,154,468

CHIEF EXECUTIVE

DIRECTOR

EQUITY TEXTILES LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE HALF YEAR ENDED DECEMBER 31, 2023

	UN-AUDITED Dec 2023 Rupees	UN-AUDITED Dec 2022 Rupees
Sales	3,158,195,086	1,731,412,726
Cost of Sales	<u>(3,172,037,151)</u>	<u>(1,821,387,340)</u>
Gross profit	(13,842,065)	(89,974,614)
Administrative and general expenses	(37,783,787)	(34,118,738)
Distribution and selling expenses	<u>(15,197,549)</u>	<u>(10,157,312)</u>
Operating profit/(loss)	(66,823,401)	(134,250,664)
Financial charges	(32,160,068)	(31,806,933)
	<u>(32,160,068)</u>	<u>(31,806,933)</u>
Operating Profit/ (loss)	(98,983,469)	(166,057,597)
Other income	<u>4,211,569</u>	<u>3,650,542</u>
Profit / (Loss) before taxation	(94,771,900)	(162,407,055)
Provision for taxation		
Current	(39,571,157)	(21,637,293)
Prior	(2,470,915)	8,099,264
Deferred	61,216,533	56,251,795
	<u>19,174,461</u>	<u>42,713,766</u>
Profit / (Loss) after taxation	<u><u>(75,597,439)</u></u>	<u><u>(119,693,289)</u></u>
Loss per share - basic and diluted	<u><u>(3.024)</u></u>	<u><u>(4.788)</u></u>

CHIEF EXECUTIVE

DIRECTOR