



Popular Islamic Modaraba
An Islamic Financial Institution

Quarterly Financial Information

March 31, 2025

(Un-Audited)

Managed By:

Popular Islamic Modaraba
Management Company (Private) Limited



Popular Islamic Modaraba

An Islamic Financial Institution

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DIRECTORS' REPORT

The Board of Directors of the Popular Islamic Modaraba Management Company (Pvt.) Limited, the Management Company of Popular Islamic Modaraba (the Modaraba) is pleased to present the Directors' Report of the Modaraba together with Condensed Interim Financial Information for the Nine Months and Three Months period ended March 31, 2025.

Review of Operations:

During the quarter under review, Popular Islamic Modaraba delivered a strong financial performance, marked by substantial growth in income and profitability. A summary of the nine months financial highlights is as follows:

	Mar-25	Mar-24
	------(Rupees)-----	
Income	32,921,892	26,352,499
Operating expenses	(5,996,890)	(6,299,543)
Depreciation of Ijarah Assets	(3,476,739)	(5,705,069)
Operating Profit	<u>23,448,263</u>	<u>14,347,887</u>
Other Income	<u>2,013,316</u>	<u>1,306,159</u>
Profit before Management Fee	25,461,579	15,654,046
Management fee	(1,273,079)	(782,702)
Sales tax on Management fee	(165,500)	(101,751)
Profit before taxation	24,023,000	14,769,593
Taxation	(6,966,670)	(4,283,182)
Profit after taxation	17,056,330	10,486,410
Earning per certificate - basic & diluted	1.00	0.75

Review of Operations:

The total income increased by 24.9% compared to the corresponding quarter of the previous year, reflecting an increase in business volume and efficiency in asset utilization. Operating expenses decreased marginally by 4.6%, despite inflationary pressures, demonstrating effective cost control measures. Depreciation on Ijarah assets stood at Rs. 3.47 million, slightly lower than the Rs. 5.70 million in the corresponding period of last year, due to optimized management of the asset portfolio.

Profit before taxation increased significantly by 62.6% to Rs. 24.02 million, as compared to Rs. 14.77 million in the same period last year. After accounting for taxation of Rs. 6.97 million, the total comprehensive income for the quarter amounted to Rs. 17.06 million, marking a robust growth of 62.7%. Earnings per certificate (basic and diluted) rose to Rs. 1.00 from Rs. 0.75, reflecting strong profitability and enhanced returns for certificate holders.

Future Outlook:

The Board remains confident in the Modaraba's ability to sustain its growth trajectory, supported by a stable economic environment, prudent risk management, and continued focus on Shariah-compliant investments. Strategic initiatives are underway to further diversify the asset base and enhance operational efficiencies. The management continues to explore new avenues of Islamic financing and DM opportunities to strengthen the asset portfolio while maintaining strict compliance with Shariah principles.

Acknowledgement:

The Modaraba has enjoyed the valuable guidance and support of Registrar Modarabas, Securities and Exchange Commission of Pakistan, NBFIs and Mondaraba Association of Pakistan during the period under review, and wishes to enjoy the same in future as well.

For and on behalf of the Board

Kamran Hussain Mughal
Director & Chief Executive Officer

Dated: April 25, 2025
Karachi.



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ڈائریکٹرز کی رپورٹ برائے سرمایہ 31 مارچ 2025

پاپولر اسلامک مضاربہ منجمنٹ کمپنی (پرائیویٹ) لمیٹڈ جو پاپولر اسلامک مضاربہ کی منجمنٹ کمپنی ہے، اس کے بورڈ آف ڈائریکٹرز اپنے سرٹیفکیٹ ہولڈرز کو بہ مسرت ڈائریکٹرز کی رپورٹ برائے سرمایہ 31 مارچ 2025 پیش کرتے ہیں۔

نمایاں مالیاتی نتائج:

برائے مارچ 2024	برائے مارچ 2025	
----- (روپے) -----		
26,352,499	32,921,892	آمدنی
(6,299,543)	(5,996,890)	آپریٹنگ اخراجات
(5,705,069)	(3,476,739)	اجارہ اثاثوں کی فرسودگی کے اخراجات (ڈیپریسی ایشن)
14,347,887	23,448,263	آپریٹنگ منافع
1,306,159	2,013,316	دیگر منافع
15,654,046	25,461,579	منافع قبل از منجمنٹ فیس
(782,702)	(1,273,079)	منجمنٹ فیس
(101,751)	(165,500)	منجمنٹ فیس پر ٹیکس
14,769,592	24,023,000	منافع قبل از ٹیکس
(4,283,182)	(6,966,670)	ٹیکس
10,486,410	17,056,330	منافع بعد از ٹیکس
0.75	1.00	آمدنی فی سرٹیفکیٹ

کاروبار کا جائزہ:

پچھلے سال کی اسی مدت کے مقابلے میں رواں سرمایہ آمدن میں 24.9 فیصد اضافہ ہوا، جو کاروباری حجم میں اضافہ اور اثاثہ جات کے بہتر استعمال کو ظاہر کرتا ہے۔ آپریٹنگ اخراجات میں 4.6 فیصد کمی واقع ہوئی، جو کاروبار پر قابو پانے کی کامیاب حکمت عملی کا ثبوت ہے۔ اجارہ اثاثہ جات کی کمی کی مدد میں 3.47 ملین روپے خرچ ہوئے، جو کہ پچھلے سال کے 5.70 ملین روپے سے کم ہیں۔ اس کی وجہ اثاثہ جات کی نوٹرنگرائی اور انتظام ہے۔ منافع قبل از ٹیکس 62.6 فیصد کے نمایاں اضافے کے ساتھ 24.02 ملین روپے رہا، جبکہ پچھلے سال اسی سرمایہ میں یہ 14.77 ملین روپے تھا۔ ٹیکس کی ادائیگی کے بعد خالص جامع آمدن 17.06 ملین روپے رہی، جو کہ گزشتہ سال کی اسی مدت کے مقابلے میں 62.7 فیصد زیادہ ہے۔

فی سرٹیفکیٹ آمدن بڑھ کر 1.00 روپے ہوئی، جو کہ پچھلے سال 0.75 روپے تھی۔ اس سے سرٹیفکیٹ ہولڈرز کے لیے بڑھتا ہوا منافع ظاہر ہوتا ہے۔ مستقبل کے امکانات:

بورڈ کو یقین ہے کہ پاپولر اسلامک مضاربہ آئندہ بھی اپنی ترقی کی رفتار کو قائم رکھے گا۔ ہم شریعت کے مطابق سرمایہ کاری کے مواقع کو تلاش کرنے، اثاثہ جات میں اضافہ کو فروغ دینے اور آپریٹنگ اخراجات کو بڑھانے پر کام جاری رکھیں گے۔ انتظامیہ ایسے شعبوں میں سرمایہ کاری کے مواقع تلاش کر رہی ہے جو شریعت کے اصولوں کے مطابق ہوں، تاکہ مضاربہ کو ایک مستحکم، پائیدار اور منافع بخش ادارہ بنایا جاسکے۔

اعتراف:

زیر جائزہ مدت کے دوران مضاربہ منجمنٹ کمپنی کے رجسٹرڈ مضاربہ، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، این بی ایف آئی اینڈ مضاربہ ایسوسی ایشن کی رہنمائی اور اسٹاف کے تعاون کا اور مستقبل میں بھی اس کی امید رکھتا ہے۔

منجانب بورڈ

کامران حسین مغل

ڈائریکٹر اینڈ چیف ایگزیکٹو

25 اپریل 2025



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CONDENSED INTERIM BALANCE SHEET (UN-AUDITED) AS AT MARCH 31, 2025

	Un-Audited Mar-25	Audited Jun-24
	(RUPEES)	
ASSETS		
NON CURRENT ASSETS		
Property and equipment - owned	17,262	32,453
Property and equipment - ijarah	7,367,703	14,831,415
Diminishing Musharaka Financing	111,156,086	79,593,213
Deferred tax asset-net	3,206,335	3,206,335
	121,747,386	97,663,416
CURRENT ASSETS		
Murabahah finance	34,936,488	37,823,806
Current portion of Diminishing Musharakah	62,735,335	33,708,297
Advances and other receivables	3,955,388	9,377,656
Cash and bank balances	22,883,035	54,080,582
	124,510,247	134,990,341
TOTAL ASSETS	246,257,634	232,653,757
EQUITY AND LIABILITIES		
Authorized certificate capital		
20,000,000 (2024: 14,000,000) modaraba certificates of Rs. 10 each	200,000,000	140,000,000
Certificate holders' equity		
Certificate capital	200,000,000	140,000,000
Statutory reserve	28,982,350	29,225,542
Accumulated (loss)/profit	(18,294,327)	(15,593,849)
Advance against equity	-	60,000,000
	210,688,023	213,631,692
NON-CURRENT LIABILITIES		
Security deposits against Ijarah	1,864,750	3,523,900
Deferred liability	2,124,103	2,344,720
	3,988,853	5,868,620
CURRENT LIABILITIES		
Accrued and other liabilities	4,845,781	1,329,083
Current portion of security deposits	530,150	696,800
Charity payable	699,572	677,553
Provision for taxation	8,635,643	6,402,191
Unclaimed profit distribution	3,205,011	2,321,797
Loan from management company	10,500,000	-
Management fee payable	2,800,532	1,527,453
Sales tax on management fee	364,069	198,569
TOTAL LIABILITIES	31,580,758	13,153,445
CONTINGENCIES & COMMITMENTS		
	-	-
	246,257,634	232,653,757

For Popular Islamic Modaraba Management Company (Private) Limited
(Management Company)

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE

DIRECTOR

DIRECTOR



Popular Islamic Modaraba

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CONDENSED INTERIM PROFIT OR LOSS COMPREHENSIVE INCOME (UN-AUDITED) FOR THE NINE MONTHS PERIOD AND THREE MONTHS ENDED MARCH 31, 2025

	Nine months ended		Three months ended	
	Mar-25 (Rupees)	Mar-24 (Rupees)	Mar-25 (Rupees)	Mar-24 (Rupees)
Income	32,921,892	26,352,499	8,412,357	9,303,031
Operating expenses	(5,996,890)	(6,299,543)	(2,087,200)	(2,531,349)
Depreciation of Ijarah Assets	(3,476,739)	(5,705,069)	(680,479)	(1,354,160)
Operating profit	23,448,263	14,347,887	5,644,678	5,417,522
Other Income	2,013,316	1,306,159	253,746	305,238
Profit before management fee	25,461,579	15,654,046	5,898,424	5,722,760
	-	-	-	-
Management fee	(1,273,079)	(782,702)	(294,921)	(286,138)
Sales tax on management fee	(165,500)	(101,751)	(38,340)	(37,198)
	(1,438,579)	(884,454)	(333,261)	(323,336)
Profit before taxation	24,023,000	14,769,592	5,565,163	5,399,424
Taxation	(6,966,670)	(4,283,182)	(1,613,897)	(1,565,833)
Profit after taxation	17,056,330	10,486,410	3,951,266	3,833,591
Other comprehensive income	-	-	-	-
Total comprehensive income	17,056,330	10,486,410	3,951,266	3,833,591
Earnings per certificate - basic & diluted	1.00	0.75	0.23	0.27

For Popular Islamic Modaraba Management Company (Private) Limited
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DIRECTOR

DIRECTOR



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CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

	Un-Audited Mar-25	Un-Audited Mar-24
	(RUPEES)	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	24,023,000	14,769,592
Adjustments for:		
Depreciation expense	15,191	46,406
Depreciation of assets leased out under ijarah	3,476,738	6,519,447
Gain on termination	-	(145,368)
	3,491,929	6,420,485
Operating profit before working capital changes	27,514,929	21,190,077
Decrease / (Increase) in current assets		
Current portion of morabaha finance	2,887,318	18,695,918
Current portion of long term investment D.M	(29,027,038)	30,771,165
Advances and other receivables	5,422,268	2,200,720
	(20,717,453)	51,667,803
Increase/(decrease) in current liabilities		
Accrued and other liabilities	3,513,656	1,787,433
Management fee payable	1,273,079	697,009
Sales tax on management fee	165,500	101,751
	4,952,236	2,586,193
Cash generated from operations	11,749,712	75,444,073
Gratuity paid	(220,617)	(229,719)
Net Cash generated from operations	11,529,094	75,214,354
CASH FLOW FROM INVESTING ACTIVITIES		
Ijarah assets transfer-net	(3,609,630)	(17,028,500)
Security deposit from ijarah	(1,825,800)	(4,121,000)
Investment in murabaha finance	2,887,318	(20,048,606)
Investment in diminishing musharakah	(31,562,873)	(31,727,291)
Net cash (used in) investing activities	(34,110,985)	(72,925,397)
CASH FLOW FROM FINANCING ACTIVITIES		
Loan from management company	10,500,000	46,000,000
Dividend Paid	(19,115,656)	(6,049,667)
Net cash (used in) / generated from financing activities	(8,615,656)	39,950,333
Net increase in cash & cash equivalent	(31,197,548)	42,239,291
Cash and cash equivalents at the beginning of the year	54,080,582	8,412,360
Cash and cash equivalents at the end of the year	22,883,035	50,651,651

For Popular Islamic Modaraba Management Company (Private) Limited
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CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

	Certificate Capital	Statutory Reserve	Accumulated Profit	Advance agaist Equity	Total
	----- (Rupees) -----				
Balance as at June 30, 2023	140,000,000	24,286,340	(28,970,857)		135,315,483
Profit for the Year	-	-	24,696,010		24,696,010
Additional in paidup capital	-		-		-
Dividend on profit			(6,379,800)		(6,379,800)
Transferred to statutory reserve	-	4,939,202	(4,939,202)		-
Advance against equity			-	60,000,000	60,000,000
Balance as at June 30, 2024	140,000,000	29,225,542	(15,593,849)	60,000,000	213,631,692
Profit for the Period	-	-	17,056,330	-	17,056,330
Further issue of shares	60,000,000		-	(60,000,000)	-
Transferred to statutory reserve		(243,192)	(19,756,808)	-	(20,000,000)
Balance as at March 31, 2025	200,000,000	28,982,350	(18,294,327)	-	210,688,023

For Popular Islamic Modaraba Management Company (Private) Limited
(Management Company)

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE

DIRECTOR

DIRECTOR



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NOTES TO THE INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2025

1. LEGAL STATUS AND NATURE OF BUSINESS

Popular Islamic Modaraba is a multipurpose, perpetual Modaraba formed under the Modaraba and Modaraba (floatation and control) Ordinance, 1980 and the rules framed there under and is managed by the Popular Islamic Modaraba Management Company (Private) Limited (formerly by Islamic Investment Bank Limited - under liquidation), a company incorporated in Pakistan under the Companies Ordinance, 1984 and registered with Registrar of Modaraba Companies. The registered office of the modaraba is situated at 406-410, 4th Floor, Chapal Plaza, Hasrat Mohani Road, Off I.I. Chundrigar Road, Karachi. The Modaraba is listed on the Pakistan Stock Exchange.

The Modaraba is engaged in various Islamic modes of financing and business including Ijarah, Musharaka, Murabaha and Diminishing Musharakah arrangements. Further, trading in listed securities and commodities are also under consultation of management. In addition to this the management is also scrolling venture to enter in Housing Finance.

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Ordinance, 1984. 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). Wherever the requirements of the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, the Modaraba Rules 1981 and directives issued by the SECP differ with the requirements of IFRS, the requirements of the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, the Modaraba Rules 1981 or directives issued by the SECP prevail.

3. BASIS OF MEASUREMENT

These financial statements have been prepared under the historical cost convention except for certain financial assets which are stated at fair value. These Condensed interim financial statements are unaudited and being submitted to Certificate Holders as required under Rule 10 of Modaraba Companies and Modaraba Rules 1981.

4. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies 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, 2024.

5. PROPERTY & EQUIPMENTS - (OWNED)

Book value at the beginning of the period/year
Depreciation charged
Book value at the end of the period/year

Unaudited
March 31, 2025
(Rupees)

Audited June
30, 2024

32,453
(15,191)
17,262

89,151
(56,698)
32,453

6. PROPERTY & EQUIPMENTS - (IJARAH)

Book value at the beginning of the period/year
Deletion - net
Depreciation charged
Book value at the end of the period/year

14,831,415
(5,989,445)
(1,474,267)
7,367,703

26,798,053
(5,162,120)
(6,804,518)
14,831,415

7. CONTINGENCIES & COMMITMENTS

Contingencies and commitments are those as disclosed in the audited financial statements for the year ended June 30, 2024.

8. RELATED PARTY TRANSACTIONS

The related parties comprise of associated undertakings, directors of the Modaraba Management Company. The Modaraba, in the normal course of business carries out transactions with these related parties. Significant transactions with related parties are as follows:

Nature of Transaction

Relationship with the Company

Management fee

Management company

1,273,079

1,527,453

1,273,079

1,527,453

9. General

Figures have been rounded off to the nearest Rupee.

The annexed notes from 1 to 09 form an integral part of these condensed interim financial information.


CHIEF FINANCIAL OFFICER


CHIEF EXECUTIVE


DIRECTOR


DIRECTOR