

# Habib Metro Modaraba

(An Islamic Financial Institution)



## Quarterly Accounts

For the Three Months Ended  
September 30, 2022  
(Un-audited)

**HABIBMETRO**  
Modaraba Management

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## Corporate Information

### MODARABA MANAGEMENT COMPANY

Habib Metropolitan Modaraba Management Company (Private) Limited

### BOARD OF DIRECTORS

Syed Rasheed Akhtar	- Chairman (Non-Executive Independent Director)
Mr. Muhammad Shoaib Ibrahim	- Chief Executive Officer
Mr. Usman Nurul Abedin	- Non-Executive Director
Mr. Saeed Uddin Khan	- Non-Executive Independent Director
Mr. Mohammad Shams Izhar	- Non-Executive Director
Dr. Irum Saba	- Non-Executive Director

### LEGAL ADVISOR

Mohsin Tayebaly & Company

### SHARIAH ADVISOR

Alhmd Shariah Advisory Services (Private) Limited

### AUDIT COMMITTEE

Mr. Saeed Uddin Khan	- Chairman
Mr. Syed Rasheed Akhtar	- Member
Mr. Mohammad Shams Izhar	- Member
Mr. Muhammad Babar	- Secretary

### AUDITOR

BDO Ebrahim & Co.  
Chartered Accountants

### HUMAN RESOURCE COMMITTEE

Mr. Saeed Uddin Khan	- Chairman
Mr. Syed Rasheed Akhtar	- Member
Mr. Mohammad Shams Izhar	- Member
Mr. Muhammad Jehanzeb	- Secretary

### BANKERS

Habib Metropolitan Bank Limited (Islamic Banking)  
Soneri Bank Limited (Islamic Banking)  
Meezan Bank Limited  
Dubai Islamic Bank Pakistan Limited

### COMPANY SECRETARY

Ms. Aeraj Abeer

### REGISTERED OFFICE

3<sup>rd</sup> Floor, Al Manzoor Building  
Dr. Ziauddin Ahmed Road, Karachi  
Tel : 021-32635949-51  
UAN : 111-346-346  
Web : [www.habibmetromodaraba.com](http://www.habibmetromodaraba.com)  
Email : [hmm@habibmetromodaraba.com](mailto:hmm@habibmetromodaraba.com)

### REGISTRAR

CDC Share Registrar Services Limited  
Share Registrar Department  
CDC House, 99-B, Block "B",  
S.M.C.H.S  
Main Shahrah-e-Faisal,  
Karachi,  
Pakistan. Tel: 111-111-500

## Directors' Report

On behalf of the Board of Directors, it is our great pleasure to present the un-audited accounts of the Habib Metro Modaraba for the period ended September 30, 2022

Performance of the first quarter of current year remained slightly better despite several issues on the economic front of Pakistan. The first quarter of financial year has ended with profit after tax of Rs. 8.7 million as compared to Rs. 2.9 million for the previous corresponding period. Balance sheet footing of the Modaraba remained almost stagnant at Rs.374.36 million as compared to Rs.370.56 million for the previous corresponding period.

Presently, the economy of Pakistan is passing through with difficult time due to some external and internal shocks. Worries are rising again over the health of Pakistan's economy as foreign reserves are not on a sufficient level, the local currency weakens and inflation stands at decades-high levels despite the renewal of International Monetary Fund funding support in August. The global prices of Oil and other commodities are still on higher side and which is pushing inflation as well.

The recent floods due to torrential rain have also impacted growth and disrupted several crops including supply chain. The economy of Pakistan has been affected by widespread destruction due to extreme flooding. This will have negative impact on the government's fiscal situation from both the revenue and expenditure sides. Besides, global and domestic uncertainties diluted the economic prospects. High inflation, aggressive monetary tightening, and uncertainty from the Ukraine war have hampered the economic outlook.

Pakistan's trade deficit minimized in the first quarter of current fiscal year due to decrease in imports. Trade deficit showing good improvement in Q1 as compared to same period of last year. Recently, Monetary Policy Committee (MPC) of State Bank of Pakistan, has decided to maintain policy rate at 15%. According to MPC, the post flood macroeconomic outlook reflects the further dilution of projected GDP to 2% in FY23, compared to the previous forecast between 3 to 4%.

Good progress has been made in merger process of Habib Metro Modaraba (HMM) with First Habib Modaraba (FHM), the process is on advance stage which is expected to be completed within one to two months and we will be able to complete the amalgamation by the end of 31st December, 2022. We are hopeful that said merger will prove to be beneficial for our investors since the acquiring entity i.e., FHM has strong financial position including good revenues and Certificate Holders of HMM will be benefited with good sharing of profit every year by virtue of becoming of Certificate Holders of FHM.

In conclusion, we would like to express our sincere thanks and gratitude for the continued support and guidance provided by the Securities & Exchange Commission of Pakistan and Registrar Modaraba, customers of the Modaraba for their patronage and Certificate holders who have remained committed to HMM. We also appreciate dedication, high level of professionalism and hard work of the employees of HMM for smooth operations and achieving better results.

**For and on behalf of Board of Directors**

**Syed Rasheed Akhtar**

Director

**Muhammad Shoaib Ibrahim**

Chief Executive Officer

**Karachi: 27th October, 2022**

## ڈائریکٹرز رپورٹ

ہمیں بڑی مسرت و خوشی ہو رہی ہے کہ میں بورڈ آف ڈائریکٹرز کی طرف سے حبیب میٹرو مضاربہ کے غیر محتسب شدہ اکاؤنٹس برائے اختتام سہ ماہی ۳۰ ستمبر ۲۰۲۲ پیش کروں۔ پاکستان کے معاشی محاذ پر کئی مسائل کے باوجود رواں سال کی پہلی سہ ماہی کی کارکردگی قدرے بہتر رہی۔ مالی سال کی پہلی سہ ماہی ۸۷۷ ملین روپے کے مقابلے میں گزشتہ اسی مدت کے لیے ۲۷۹ ملین روپے کے بعد از ٹیکس منافع کے ساتھ ختم ہوئی ہے۔ مضاربہ کی بیلنس شیٹ سچھلی اسی مدت کے ۳۷۰۷۶ ملین روپے کے مقابلے میں تقریباً ۳۶۳۶۷۴ ملین روپے پر جمود کا شکار رہی۔

اس وقت، پاکستانی معیشت کچھ اندرونی اور بیرونی عوامل اور جھٹکوں کی وجہ سے مشکل دور سے گزر رہی ہے۔ پاکستان کی معیشت پر تشویش ایک بار پھر بڑھ رہی ہے کیونکہ اگست میں بین الاقوامی مالیاتی فنڈ کی فنڈنگ سپورٹ کی تجدید کے باوجود زرمبادلہ کے ذخائر مناسب سطح پر نہیں ہیں، مقامی کرنسی کمزور پڑ رہی ہے اور مہنگائی دہائیوں کی بلند ترین سطح پر ہے۔ تیل اور دیگر اشیاء کی عالمی قیمتیں اب بھی بلندی پر ہیں اور جو مہنگائی کو بھی مزید دھکیل رہی ہیں۔

موسلا دھار بارش کی وجہ سے حالیہ سیلاب نے بھی ترقی کو متاثر کیا ہے اور سپلائی چین سمیت متعدد فصلوں کو متاثر کیا ہے۔ پاکستان کی معیشت شدید سیلاب کی وجہ سے بڑے پیمانے پر تباہی سے متاثر ہوئی ہے۔ اس سے حکومت کی مالیاتی صورت حال پر آمدنی اور اخراجات دونوں طرف سے منفی اثرات مرتب ہوں گے۔ اس کے علاوہ، عالمی اور مقامی غیر یقینی صورتحال نے بھی اقتصادی امکانات کو کمزور کر دیا۔ بلند افراط زر، جارحانہ مالیاتی سختی، اور یوکرائن کی جنگ سے غیر یقینی صورتحال نے اقتصادی نقطہ نظر کو شدید متاثر کیا ہے۔

درآمدات میں کمی کے باعث رواں مالی سال کی پہلی سہ ماہی میں پاکستان کا تجارتی خسارہ کم ہوا۔ تجارتی خسارہ گزشتہ سال کی اسی مدت کے مقابلے میں پہلی سہ ماہی میں اچھی بہتری دکھارہا ہے۔ حال ہی میں اسٹیٹ بینک آف پاکستان کی مانیٹری پالیسی کمیٹی (MPC) نے پالیسی ریٹ کو ۱۵ فیصد پر برقرار رکھنے کا فیصلہ کیا ہے۔ ایم پی سی کے مطابق، سیلاب کے بعد کا میکرو اکنامک آؤٹ لک مالی سال ۲۰۲۳ میں متوقع جی ڈی پی کے مزید ۲ فیصد تک کم ہونے کی عکاسی کرتا ہے، جو کہ سابقہ پیش گوئی کے مقابلے میں ۳ سے ۴ فیصد کے درمیان ہے۔

حبیب میٹرو مضاربہ کا فرسٹ حبیب مضاربہ کے ساتھ اور اس میں انضمام پیشگی مرحلے پر ہے اور متعلقہ حکام سے کچھ اپ ڈیٹس / منظوری عمل میں ہے جو ایک سے دو ماہ کے اندر مکمل ہونے کی امید ہے اور ہم آخر میں ۳۱ ستمبر ۲۰۲۲ تک انضمام کو مکمل کرنے میں کامیاب ہو جائیں گے۔ ہمیں امید ہے کہ یہ انضمام ہمارے سرمایہ کاروں کے لیے فائدہ مند ثابت ہو گا کیونکہ FHM کے حصص حاصل کرنے والے ادارے کی مضبوط مالی پوزیشن ہے جس میں اچھی آمدنی ہے اور HMM کے سرٹیفکیٹ ہولڈرز کو سرٹیفکیٹ ہولڈرز بننے کی وجہ سے ہر سال منافع کی اچھی تقسیم سے فائدہ پہنچے گا۔

آخر میں، ہم سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور رجسٹرار مضاربہ، مضاربہ کے صارفین کی جانب سے فراہم کردہ مسلسل تعاون اور رہنمائی اور ان کی سرپرستی اور سرٹیفکیٹ ہولڈرز جو HMM سے وابستہ رہے ہیں، کا تہہ دل سے شکریہ ادا کرنا چاہیں گے۔ ہم خوشگوار آپریشنز اور بہتر نتائج کے حصول کے لیے HMM کے ملازمین کی لگن، اعلیٰ سطحی پیشہ ورانہ مہارت اور محنت کی بھی تعریف کرتے ہیں۔

بورڈ آف ڈائریکٹرز کی طرف سے اور کیلئے

سید رشید اختر

ڈائریکٹر

محمد شعیب ابراہیم

چیف ایگزیکٹو آفیسر

۱۲ اکتوبر ۲۰۲۲

## CONDENSED INTERIM BALANCE SHEET

As at September 30, 2022

	Note	(Un audited) September 30, 2022 Rupees	(Audited) June 30, 2022 Rupees
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property and Equipment	4	957,569	1,125,555
Diminishing Musharakah Financing		145,582,215	201,813,420
Deferred tax asset		405,511	381,271
		<b>146,945,296</b>	203,320,246
<b>CURRENT ASSETS</b>			
Current portion of diminishing Musharakah financing		82,803,798	85,898,911
Advances and short term prepayments		2,373,539	2,250,065
Accrued profits		1,478,423	664,839
Taxation - net		951,976	4,092,515
Cash and bank balances		139,804,795	74,337,470
		<b>227,412,531</b>	167,243,801
<b>TOTAL ASSETS</b>		<b>374,357,827</b>	370,564,047
<b>EQUITY AND LIABILITIES</b>			
<b>CERTIFICATE CAPITAL AND RESERVES</b>			
Authorized capital 30,000,0000 Modaraba certificates of Rs. 10/- each		300,000,000	300,000,000
Issued subscribed and paid-up certificate capital		300,000,000	300,000,000
Statutory reserve		15,511,779	15,511,779
Unappropriated Profit		13,045,304	17,797,120
		<b>328,557,083</b>	333,308,899
<b>CURRENT LIABILITIES</b>			
Creditors, accrued and other liabilities		32,179,497	37,133,901
Unclaimed profit distribution		13,621,247	121,246
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>374,357,827</b>	370,564,047
<b>CONTINGENCIES AND COMMITMENTS</b>			
	5		

The annexed notes from 1 to 11 form an integral part of these condensed interim financial information.

For Habib Metropolitan Modaraba Management Company (Private) Limited  
(Modaraba Management Company)

Chief Executive Officer

Chief Financial Officer

Director

Director

**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN -AUDITED)**  
FOR THE QUARTER ENDED SEPTEMBER 30, 2022

	Note	Quarter ended	
		30-Sep-22 Rupees	30-Sep-21 Rupees
Income from diminishing musharaka financing		<b>11,851,932</b>	7,579,907
Administrative expenses		<b>(2,353,970)</b>	(3,479,419)
		<b>9,497,962</b>	4,100,488
Other Income		<b>4,667,955</b>	1,295,566
		<b>14,165,917</b>	5,396,054
Financial Charges		<b>(30,624)</b>	(22,641)
Amortization of preliminary expenses and floatation cost		-	(661,361)
Modaraba Management Company's remuneration		<b>(1,413,529)</b>	(471,205)
Sales tax on Modaraba Management Company's remuneration		<b>(183,759)</b>	(61,257)
Provision for Sindh Workers' Welfare Fund		<b>(250,760)</b>	(83,592)
<b>Profit before taxation</b>		<b>12,287,245</b>	4,095,998
<b>Taxation</b>	6	<b>(3,539,061)</b>	(1,187,839)
<b>Profit after taxation</b>		<b>8,748,184</b>	2,908,159
<b>Earnings per certificate - Basic and Diluted</b>		<b>0.29</b>	0.10

The annexed notes from 1 to 11 form an integral part of these condensed interim financial information.

**For Habib Metropolitan Modaraba Management Company (Private) Limited**  
**(Modaraba Management Company)**

Chief Executive Officer

Chief Financial Officer

Director

Director

## CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN -AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2022

	Quarter ended	
	30-Sep-22	30-Sep-21
	Rupees	Rupees
Profit after taxation	8,748,184	2,908,159
<b>Total comprehensive Profit for the period</b>	<b>8,748,184</b>	<b>2,908,159</b>

The annexed notes from 1 to 11 form an integral part of these condensed interim financial information.

For Habib Metropolitan Modaraba Management Company (Private) Limited  
(Modaraba Management Company)

Chief Executive Officer

Chief Financial Officer

Director

Director



## CONDENSED INTERIM CASH FLOW STATEMENT (UN -AUDITED)

FOR THE QUARTER ENDED SEPTEMBER 30, 2022

	Quarter ended	
	30-Sep-22	30-Sep-21
	Rupees	Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Cash Generated form Operations</b>		
Profit before taxation	12,287,245	4,095,998
Adjustment of non-cash and other items:		
Depreciation expense	167,986	270,548
Amortization of preliminary expense and flotation cost	-	661,361
Profit on Modaraba's deposit account	(3,631,997)	(951,612)
	<b>(3,464,011)</b>	(19,703)
(Increase) / decrease in Current assets:		
Advance and short term prepayments	(123,474)	(538,358)
Current portion of diminishing Musharakah financing	3,095,113	2,249,721
Increase / (decrease) in Current liability		
Creditors, Accrued and other liabilities	(4,954,404)	7,484,116
	<b>(1,982,765)</b>	9,195,479
Cash generate/(used in) from operations	<b>6,840,469</b>	13,271,774
Diminishing Musharakah financing	56,231,205	(2,168,250)
Advance tax paid	(422,761)	(30,916)
Net cash generated from operating activities	<b>62,648,913</b>	11,072,608
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Profit received on Modaraba's deposit account	2,818,413	1,016,103
Net cash (used in) / generated from investing activities	<b>2,818,413</b>	(518,339)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid	-	(2,383)
Net cash used in financing activities	-	(2,383)
Net increase / (decrease) in cash and cash equivalents during the period	<b>65,467,325</b>	10,551,886
Cash and cash equivalent at the beginning of the period	<b>74,337,470</b>	10,879,709
Cash and cash equivalent at the end of the period	<b>139,804,795</b>	21,431,595

The annexed notes from 1 to 11 form an integral part of these condensed interim financial information.

**For Habib Metropolitan Modaraba Management Company (Private) Limited  
(Modaraba Management Company)**

Chief Executive Officer

Chief Financial Officer

Director

Director

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN -AUDITED)**  
FOR THE QUARTER ENDED SEPTEMBER 30, 2022

	<b>Issued, subscribed and paid up capital</b>	<b>Statutory Reserves</b>	<b>Unappropriated Profit</b>	<b>Total</b>
	----- (Rupees) -----			
Balance as at July 01, 2021	300,000,000	11,876,005	15,254,023	327,130,028
Profit for the period	-	-	2,908,159	2,908,159
Balance as at September 30, 2021	<u>300,000,000</u>	<u>11,876,005</u>	<u>18,162,182</u>	<u>330,038,187</u>
Balance as at July 01, 2022	<b>300,000,000</b>	<b>15,511,779</b>	<b>17,797,120</b>	<b>333,308,899</b>
Profit for the period	-	-	<b>8,748,184</b>	<b>8,748,184</b>
Profit distribution during the year June 30, 2022 @ 0.45 per certificate	-	-	<b>(13,500,000)</b>	<b>(13,500,000)</b>
Balance as at September 30, 2022	<u><b>300,000,000</b></u>	<u><b>15,511,779</b></u>	<u><b>13,045,304</b></u>	<u><b>328,557,083</b></u>

The annexed notes from 1 to 11 form an integral part of these condensed interim financial information.

**For Habib Metropolitan Modaraba Management Company (Private) Limited  
(Modaraba Management Company)**

Chief Executive Officer

Chief Financial Officer

Director

Director

## Notes to the Condensed Interim Financial Statements (Un-audited)

FOR THE QUARTER ENDED SEPTEMBER 30, 2022

### 1 NATURE AND STATUS OF BUSINESS

Habib Metro Modaraba (the Modaraba) is a multipurpose, perpetual modaraba floated under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the Rules framed there under and is managed by Habib Metropolitan Modaraba Management Company (Private) Limited (the Modaraba Management Company). After receiving certificate of minimum subscription, the Modaraba commenced its business operations with effect from October 06, 2017. The address of registered office is 3rd Floor, Al-Manzoor Building, I.I. Chundrigar Road, Karachi.

The Modaraba is listed on the Pakistan Stock Exchange Limited. The Modaraba is engaged in Residual Value car financing model on ijara basis, providing financing for solar power equipments and other related business.

As at the balance sheet date, 60% certificates are held by Habib Metropolitan Bank Limited (the Holding Company)."

### 2 BASIS OF PREPARATION

2.1 These condensed interim financial statements of the Modaraba for the period ended September, 2022 are unaudited and being submitted to the certificate holders as required under Rule 10 of Modaraba Companies and Modaraba Rules, 1981 and have been prepared in accordance with the requirements of the International Accounting Standard 34 - "Interim Financial Reporting".

2.2 The condensed interim financial statements do not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the financial statements of the Modaraba as at and for the year ended June 2022.

2.3 These condensed interim financial statements have been presented in Pak Rupees, which is the functional currency of the Modaraba.

### 3 SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS

3.1 The accounting policies and methods of computation followed for the preparation of these condensed interim financial statements are the same as those applied in preparing the full financial statements as at and for the year ended June 2022.

3.2 The preparation of condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Modaraba's accounting policies and key sources of estimation of uncertainty are the same as those that were applied to the full financial statements as at and for the year ended June 2022.

3.3 The financial risk management objectives and policies are consistent with those disclosed in the full financial statements of the Modaraba as at and for the year ended June 2022.

### 4 PROPERTY AND EQUIPMENT

	Leasehold improvements	Furniture and fixtures	Office equipment	Vehicle	Total
	----- Rupees -----				
<b>Owned assets</b>					
<b>Net carrying value basis</b>					
<b>Period ended September 30, 2022</b>					
Opening net book value	826,148	18,566	238,736	42,105	1,125,555
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Depreciation	(126,764)	(13,144)	(25,695)	(2,383)	(167,986)
<b>Closing net book value</b>	<b>699,384</b>	<b>5,422</b>	<b>213,041</b>	<b>39,722</b>	<b>957,569</b>
<b>Period ended September 30, 2022</b>					
Cost	3,042,443	262,871	1,379,455	57,200	4,741,969
Accumulated depreciation	(2,343,059)	(257,449)	(1,166,414)	(17,478)	(3,784,400)
<b>Net book value</b>	<b>699,384</b>	<b>5,422</b>	<b>213,041</b>	<b>39,722</b>	<b>957,569</b>

## Notes to the Condensed Interim Financial Statements (Un-audited) FOR THE QUARTER ENDED SEPTEMBER 30, 2022

### 5 CONTINGENCIES AND COMMITMENTS

There are no contingencies to report as at September 30, 2022 whereas commitments in respect of diminishing Musharakah financing amounting to Rs. 27.15 million (June 30, 2022: Rs. 10.55 million).

6 TAXATION	----- (Un-audited) -----	
	30-Sep-22	30-Sep-21
	---Rupees---	
Provision for taxation	<b>3,539,061</b>	1,187,839

### 6.1 TAXATION

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.

### 7 THE EARNING PER CERTIFICATE AS REQUIRED BY IAS 33 "EARNING PER SHARE" IS GIVEN BELOW;

	(Un audited) September 30, 2022 Rupees	(Un audited) September 30, 2021 Rupees
Profit after taxation	<b>8,748,184</b>	2,908,159
Weighted average number of certificate outstanding	<b>30,000,000</b>	30,000,000
Earning / (Loss) per certificate - Basic and Diluted	<b>0.29</b>	0.10

There were no convertible diluted potential ordinary certificate outstanding as on September 30, 2022 which have dilutive effect on loss per certificate

### 8 UTILIZATION OF PROCEEDS OF INITIAL PUBLIC OFFERING

The break- up of utilization of proceeds of initial public offering is being presented under the requirements of the Regulation 16(l) of Chapter VIII of Public Offering Regulations, 2017. The Modaraba has utilized the proceeds from initial public offering as follows:

	(Un audited) September 30, 2022 Rupees	(Audited) June 30, 2022 Rupees
Proceeds realized	<b>300,000,000</b>	300,000,000
Purchase of property and equipment	<b>6,636,755</b>	6,636,755
Purchase of intangible assets	<b>344,565</b>	344,565
Preliminary expenses and floatation cost	<b>12,422,100</b>	12,422,100
Vehicles available for diminishing musharaka financing	<b>200,393,688</b>	200,393,688
Held for working capital, purchase of additional assets / investments etc.	<b>80,202,892</b>	80,202,892
	<b>300,000,000</b>	300,000,000

## Notes to the Condensed Interim Financial Statements (Un-audited)

FOR THE QUARTER ENDED SEPTEMBER 30, 2022

### 9 RELATED PARTY TRANSACTIONS

"Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions and include a subsidiary company, associated companies with or without common directors, retirement benefit funds, directors, and key management personnel.

The related parties and associated undertakings comprise the Management Company (Habib Metropolitan Modaraba Management Company (Private) Limited), Habib Metropolitan Bank Limited, First Habib Modaraba, Habib Metropolitan Financial Services Limited, and Key Management Personnel. Transactions and balances outstanding with related parties and associated undertakings are as follows:

A number of transactions are entered into with related parties in the normal course of business. These include financings, investments and sharing of common expenses.

A number of transactions are entered into with related parties in the normal course of business. These include financings, investments and sharing of common expenses.

9.1 Relationship with the Modaraba	Nature of transactions	----- (Un-audited) -----	
		30-Sep-22	30-Sep-21
		---Rupees---	
<b>Transaction Held Holding Company</b>			
Habib Metropolitan Bank Limited	Profit on Modaraba's deposit account and Islamic term deposit certificates	2,817,517	951,612
	Electricity, Building security and generator service expense	30,624	22,641
		399,612	92,926
Relationship with the Modaraba	Nature of transactions	----- (Un-audited) -----	
		30-Sep-22	30-Sep-21
		---Rupees---	
<b>Associate Company</b>			
Habib Metro Modaraba Employees Provident Fund	Provident Fund Contribution	17,475	31,554
<b>Transaction Held Management Company</b>			
Habib Metropolitan Modaraba Management Company (Private) Limited	Management Fee expense	1,413,529	471,205
9.2 Relationship with the Modaraba	Nature of transactions	(Unaudited)	(Audited)
		30-Sep-22	30-Jun-22
		---Rupees---	
<b>Year end balances</b>			
<b>Holding Company</b>			
Habib Metropolitan Bank Limited	Bank balances	139,522,735	74,093,033
	Accrued profit on bank account	1,478,423	664,839
	Prepaid Expense Electricity, Building security and generator service expense	399,611	345,242
<b>Management Company</b>			
Habib Metropolitan Modaraba Management Company (Private) Limited	Management fees payable	1,413,529	2,883,722

## Notes to the Condensed Interim Financial Statements (Un-audited)

FOR THE QUARTER ENDED SEPTEMBER 30, 2022

### 10 DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue on October 27, 2022 by the Board of Directors of the Modaraba Management Company.

### 11 GENERAL

11.1 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. .

11.2 Figures have been rounded off to the nearest rupee.

**For Habib Metropolitan Modaraba Management Company (Private) Limited  
(Modaraba Management Company)**

**Chief Executive Officer**

**Chief Financial Officer**

**Director**

**Director**