



Half Year Ended Report

December 31, 2014

(Un - audited)

FIRST UDL MODARABA

Managed By:

UDL Modaraba Management (Pvt) Limited

Corporate Information

MODARABA MANAGEMENT COMPANY	UDL Modaraba Management (Private) Limited	
Board of Directors	Majid Hasan Ather Naqi Shuja Malik S.M.Nasir Raza A. Rahim Suriya	Chairman (Non Executive Director) Chief Executive Officer Executive Director Executive Director Non Executive Director
Company Secretary & CFO	Syed Aamir Hussain	
Audit Committee	Majid Hasan Shuja Malik A. Rahim Suriya	Chairman Member Member
Human Resource & Remuneration Committee	A. Rahim Suriya S.M.Nasir Raza Shuja Malik	Chairman Member Member
Auditors	Avais Hyder Liaquat Nauman Chartered Accountants	
Bankers	Habib Metropolitan Bank Limited Habib Bank Limited Silk Bank Limited (Islamic Banking) Dubai Islamic Bank Limited	
Registrar	Share Registrar Department Central Depository Company of Pakistan Ltd. CDC House Shahra -e-Faisal, Karachi	
Shariah Advisor	Mufti Abdul Qadir	
Legal Advisor	Mohsin Tayebaly & Co. 2nd Floor Dime Centre,BC-4,Block -9, Kehkashan, Clifton, Karachi-75600	
Tax Advisor	Ford Rhodes Sidat Hyder & Co. Chartered Accountants Progressive Plaza, Beaumont Road P.O.Box 15541, Karachi-75530.	
Head Office & Registered Office	C-117/1 KDA Scheme No.1,Tipu Sultan Road, Karachi.	
Factory	E-44/45 North Western Industrial Zone, Port Qasim, Karachi	
Phone	092 - 21 - 34315591-5	
Fax	092 - 21 - 34315596	
E-Mail	info@udlmodaraba.com	
Web	www.udlmodaraba.com	

DIRECTORS' REPORT

The Board of Directors of UDL Modaraba Management Private Limited has pleasure in presenting the un-audited reviewed accounts of First UDL Modaraba for the half year ended December 31, 2014.

Review of Operations:

The Modaraba had an operating profit of Rs. 22.28 million as compared with an operating profit of Rs. 5.84 million in the corresponding period of last year. Main reason being capital gain in investments in the stock market and income from Ijarah operations. However, sales of the Pharma division were lower than expectations with higher operating cost. Since the Pharma business is in its infancy, marketing of new medicines is a big challenge which we hope to overcome soon.

The net profit of the Modaraba for HY 2014 is an extraordinary Rs. 148.1 million as compared to Rs. 16.3 million in the previous HY. An increase of 806% from previous HY. The main reason for this is due to transfer of long term associated company shares to non-associated at the current market price in order to meet the condition of IAS-28. Subsequently, a part of reclassified shares have been disposed off.

During the period under review, one of our Director Mr. Asad Abdulla has resigned and due to his resignation the status of associated companies has changed and is now accordingly considered as non-associated companies.

Mr. Abdul Rahim Suriya has joined the board as non executive director in his place.

Acknowledgement:

The Board places on record its appreciation for guidance and support received from Securities & Exchange Commission of Pakistan and State Bank of Pakistan.

The Directors also acknowledge with thanks the support of the certificate holders for their continued confidence and to the members of staff for their untiring efforts and dedication.

For and on behalf of the Board

Ather Naqi
Chief Executive

26-Feb-15

AUDITORS' REVIEW REPORT

INDEPENDENT AUDITORS' REPORT TO THE CERTIFICATE HOLDERS ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION

Introduction :

We have reviewed the accompanying condensed interim balance sheet of First UDL Modaraba as at December 31, 2014, the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity and notes to the accounts for the six months period ended (here-in-after referred to as the "interim financial information"). The Modaraba Management Company is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review :

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of 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.

Conclusion :

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information as at December 31, 2014 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

Other matters:

The figures for the quarters ended December 31, 2014 and December 31, 2013 in the condensed interim profit and loss account and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

Chartered Accountants

Engagement Partner: Adnan Zaman

Karachi

26-Feb-15

**FIRST UDL MODARABA
CONDENSED INTERIM BALANCE SHEET
AS AT DECEMBER 31, 2014**

	(Un-audited) December 31, 2014	(Audited) June 30, 2014
Note	----- Rupees in "000" -----	
LIABILITIES AND EQUITY		
Certificate holders' equity		
Certificate capital:		
Authorized capital 50,000,000 (June 30, 2014: 50,000,000) modaraba certificates of Rupees 10 each	500,000	500,000
Issued, subscribed and paid up certificate capital	5. 263,866	263,866
Statutory reserve	215,716	215,716
Revenue reserves		
Unrealized gain on re-measurement of available for sale investments	46,420	69,337
Unappropriated profit	150,739	28,972
	197,159	98,309
Total equity	676,741	577,891
Non-current liabilities		
Long term security deposits	42,736	60,838
Deferred liabilities	104,016	104,016
	146,752	164,854
Current liabilities		
Current maturity of security deposits	55,803	50,208
Payable to management company	17,101	5,150
Accrued and other liabilities	40,726	30,645
	113,630	86,003
Contingencies and commitments	6. -	-
Total liabilities and equity	937,123	828,748
ASSETS		
Non-current assets		
Fixed assets - tangible	7. 426,542	464,269
Fixed assets - intangible	2,689	2,689
Long term investments	8. 288,164	136,780
Long term advances and deposits	142	142
	717,537	603,880
Current assets		
Ijarah rental receivables	-	866
Stock	13,948	10,396
Debtors	8,423	9,319
Diminishing musharika receivables - secured	3,437	8,747
Financial assets - investments at fair value through profit or loss	9. 49,199	48,504
Advances - considered good	23,676	18,889
Prepayments and other receivables	4,694	5,270
Cash and bank balances	10. 116,209	122,877
	219,586	224,868
Total assets	937,123	828,748

The annexed notes from 1 to 19 form an integral part of these condensed interim financial information.

For UDL Modaraba Management (Private) Limited
(Management Company)

CHIEF EXECUTIVE
Ather Naqi

DIRECTOR
Shuja Malik

DIRECTOR
Nasir Raza

FIRST UDL MODARABA
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT - (Un-audited)
FOR THE QUARTER AND SIX MONTHS PERIOD DECEMBER 31, 2014

	Note	Quarter ended		Half year ended	
		Dec-31 2014	Dec-31 2013	Dec-31 2014	Dec-31 2013
		----- Rupees "000" -----			
Income from modaraba business	11	89,544	55,863	130,846	104,066
Sales - Pharma business		3,857	1,207	10,964	2,075
		<u>93,401</u>	<u>57,070</u>	<u>141,810</u>	<u>106,142</u>
Cost of goods sold	12	7,341	5,223	19,133	10,091
Operating expenses		27,796	12,882	43,540	27,939
Depreciation on assets leased out under Ijarah		26,363	31,299	56,855	62,260
Financial charges		-	12	2	12
		<u>61,500</u>	<u>49,416</u>	<u>119,530</u>	<u>100,302</u>
Operating profit		<u>31,901</u>	<u>7,654</u>	<u>22,280</u>	<u>5,840</u>
Unrealised gain / (loss) on re-measurement of investment at fair value through profit or loss		(17,537)	3,678	815	4,814
Share of profit from associates		10,228	2,140	10,228	7,518
Extra-ordinary item	8.1.4	137,692	-	137,692	-
		<u>162,284</u>	<u>13,472</u>	<u>171,015</u>	<u>18,171</u>
Modaraba company's management fee		16,223	1,817	17,101	1,817
Sales Tax on Management Fee		2,594	-	2,736	-
		<u>18,818</u>	<u>1,817</u>	<u>19,838</u>	<u>1,817</u>
		143,466	11,655	151,177	16,354
Workers Welfare Fund		2,869	-	3,024	-
Profit for the period		<u>140,597</u>	<u>11,655</u>	<u>148,153</u>	<u>16,354</u>
Earnings per certificate - basic and diluted	13	<u>5.33</u>	<u>0.44</u>	<u>5.61</u>	<u>0.62</u>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial information.

For UDL Modaraba Management (Private) Limited
(Management Company)

CHIEF EXECUTIVE
Ather Naqi

DIRECTOR
Shuja Malik

DIRECTOR
Nasir Raza

FIRST UDL MODARABA
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME - (Un-audited)
FOR THE QUARTER AND SIX MONTHS PERIOD DECEMBER 31, 2014

	<u>Quarter ended</u>		<u>Six months ended</u>	
	<u>December 31</u> <u>2014</u>	<u>December 31</u> <u>2013</u>	<u>December 31</u> <u>2014</u>	<u>December 31</u> <u>2013</u>
	----- Rupees "000" -----			
Profit for the period	140,597	11,655	148,153	16,354
Other comprehensive income				
Unrealised (loss) / gain on re-measurement of available for sale investments	(30,085)	9,942	(33,873)	(19,278)
				-
Total comprehensive income	<u>110,512</u>	<u>21,597</u>	<u>114,280</u>	<u>(2,924)</u>

The annexed notes from 1 to 19 form an integral part of these condensed interim financial information.

For UDL Modaraba Management (Private) Limited
(Management Company)

CHIEF EXECUTIVE
Ather Naqi

DIRECTOR
Shuja Malik

DIRECTOR
Nasir Raza

**FIRST UDL MODARABA
CONDENSED INTERIM STATEMENT OF CASH FLOW - (Un-audited)
FOR THE HALF YEAR ENDED DECEMBER 31, 2014**

	December 31, 2014	December 31, 2013
	----- Rupees "000" -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the period	148,153	16,354
<i>Adjustment of non cash/non operating items:</i>		
Depreciation on owned assets	8,469	8,469
Amortization on intangible assets	150	150
Amortization of assets leased out	56,855	62,260
Financial charges	2	12
Loss on sale of leased assets	88	1,077
Share of profit from associates	(10,228)	(7,518)
Dividend income	(202)	(919)
(Gain) on sale of investment	(50,348)	(21,171)
(Gain) / loss on sale of assets - own	62	(571)
Profit on bank deposits	(4,119)	(2,884)
Unrealised gain on re-measurement of investments at fair value through profit or loss	(815)	(7,518)
	(86)	31,387
	148,068	47,741
Changes in working capital:		
(Increase) / decrease in current assets		
Stock	(3,552)	(7,447)
Ijarah rental receivables	866	(50)
Debtors	896	(1,859)
Musharika receivables - secured	5,310	-
Advances - considered good	(4,787)	(12,546)
Prepayments and other receivables	576	1,140
	(691)	(20,762)
Increase / (decrease) in current liabilities		
Current maturity of security deposits	(106,011)	31,684
Payable to management company	11,951	(1,783)
Accrued and other liabilities	10,081	395
	63,398	57,274
Financial charges paid	2	(12)
Profit distributed to certificate holders	(26,386)	(26,386)
	(26,384)	(26,398)
<i>Net cash flows generated from operating activities</i>	37,014	30,876
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of fixed assets - leased out	(42,701)	(45,601)
Purchase of fixed assets - own	(5,464)	(20,962)
Proceeds from sale of fixed assets - leased out	101,318	7,379
Proceeds from sale of fixed assets - own	133	1,550
Dividends received	202	919
Profit received on bank deposits	4,119	2,884
Proceeds from sale of long term investments	28,075	28,075
Purchase of investments	(116,857)	(34,598)
<i>Net cash flows (used in) investing activities</i>	(31,175)	(60,354)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term security deposits	(12,507)	9,385
<i>Net cash flows (used in) / generated from financing activities</i>	(12,507)	9,385
Net change in cash and cash equivalents during the period	(6,668)	(20,093)
Cash and cash equivalents at the beginning of the period	122,877	95,851
Cash and cash equivalents at the end of the period	116,209	75,758

The annexed notes from 1 to 19 form an integral part of these condensed interim financial information.

For UDL Modaraba Management (Private) Limited
(Management Company)

CHIEF EXECUTIVE
Ather Naqi

DIRECTOR
Shuja Malik

DIRECTOR
Nasir Raza

**FIRST UDL MODARABA
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY - (Un-audited)
FOR THE HALF YEAR ENDED DECEMBER 31, 2014**

	Issued, subscribed and paid-up certificate capital	* Statutory Reserve	----- Revenue reserve ----- Unrealized (loss)/Gain on remeasurement of available for sale investment	Unappropriated Profit	Certificate holder's equity
	----- Rupees "000" -----				
Balance as at July 01, 2013	263,866	201,638	57,884	28,071	551,459
Profit distribution in cash	-	-	-	(26,386)	(26,386)
Total comprehensive income for the period ended December 31, 2013	-	-	(19,278)	16,354	(2,924)
Balance as at December 31, 2013	<u>263,866</u>	<u>201,638</u>	<u>38,606</u>	<u>18,039</u>	<u>522,149</u>
Balance as at July 01, 2014	263,866	215,716	69,337	28,972	577,891
Profit distribution in cash	-	-	-	(26,386)	(26,386)
Total comprehensive income for the period ended December 31, 2014	-	-	(22,917)	148,153	125,236
Balance as at December 31, 2014	<u>263,866</u>	<u>215,716</u>	<u>46,420</u>	<u>150,739</u>	<u>676,741</u>

*The statutory reserve represents profit set-aside as required under Prudential Regulations for Modaraba and is transferred annually at year end.

The annexed notes from 1 to 19 form an integral part of these condensed interim financial information.

For UDL Modaraba Management (Private) Limited
(Management Company)

CHIEF EXECUTIVE
Ather Naqi

DIRECTOR
Shuja Malik

DIRECTOR
Nasir Raza

FIRST UDL MODARABA
SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION - (Un-audited)
FOR THE HALF YEAR ENDED DECEMBER 31, 2014

1. LEGAL STATUS AND NATURE OF THE BUSINESS

First UDL Modaraba (the Modaraba) was formed in 1991 under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the Rules framed there under, having its registered office at C-117/1, KDA Scheme No. 1, Tipu Sultan Road, Karachi and is managed by UDL Modaraba Management (Private) Limited, a company incorporated in Pakistan. It is a perpetual, multipurpose and multidimensional Modaraba and is engaged in providing finance on Murabaha and Musharaka arrangements, Ijarah, commodity trading, manufacturing and trading of pharmaceutical products, and trading in listed and non-interest bearing securities. The Modaraba is listed on Karachi, Islamabad and Lahore Stock Exchanges.

2. BASIS OF PREPARATION

This condensed interim financial information comprises of the condensed interim balance sheet as at December 31, 2014 and the condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity and the notes forming part thereof for the six months period ended December 31, 2014 which have been subjected to a review but not audited and have been prepared under the historical cost convention except for: investments - available for sale and investment - at fair value through profit or loss have been recognised at fair value and staff retirement (gratuity) benefits have been recognised at value determined by the actuary.

3. STATEMENT OF COMPLIANCE

The condensed interim financial information for the six months period ended December 31, 2014 have been prepared in accordance with the requirements of the International Accounting Standard - 34 "Interim Financial Reporting" as applicable in Pakistan and the requirements of Modaraba Companies and Modaraba (Floatation and Control) Ordinance 1980, Modaraba Companies and Modaraba Rules, 1981 and Prudential Regulations for Modaraba and directives issued by Security and Exchange Commission of Pakistan (the Modaraba regulations). In case where requirements differ, the provisions of or directives issued under Companies Ordinance, 1984 have been followed. The condensed interim financial information do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Modaraba's annual Financial Statements for the year ended June 30, 2014. The figures for the half year ended December 31, 2014 have been subjected to limited scope review by the auditors as required by the Code of Corporate Governance.

The comparative condensed balance sheet, presented in this condensed interim financial information, as at June 30, 2014 has been extracted from the annual audited financial statements of the Modaraba for the year ended June 30, 2014 whereas the comparative condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity for the half year ended December 31, 2013 have been extracted from the condensed interim financial information for the six months period ended December 31, 2013 which were subjected to a review but not audited.

The Securities and Exchange Commission of Pakistan (SECP) vide its circular No. 10 of 2004 dated 13 February has deferred, till further orders, the applicability of International Accounting Standard (IAS) 17 "Leases" on Modarabas with effect from 1st July 2003 and advised the management companies of Modarabas that they may continue to prepare the financial statements of the Modarabas without applying the requirements of said IAS to the Modarabas. However, the requirements of above IAS have been considered for the purpose of preparations of the condensed interim financial information.

4. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of this condensed interim financial report are the same as those applied in the preparation of the financial statements for the year ended June 30, 2014.

5. ISSUED SUBSCRIBED AND PAID-UP CERTIFICATE CAPITAL

Un-audited December 31, 2014	Audited June 30, 2014		Un-audited December 31, 2014	Audited June 30, 2014
-----Number of certificates-----			----- Rupees "000" -----	
17,668,885	17,668,885	Modaraba certificates of Rs. 10 each fully paid in cash	176,689	176,689
8,717,704	8,717,704	Modaraba certificates issued as fully paid bonus certificates	87,177	87,177
26,386,589	26,386,589		263,866	263,866

6. CONTINGENCIES AND COMMITMENTS

There is no change in the status of contingencies and commitments as disclosed in annual financial statements for the year ended June 30, 2014.

	Un-audited December 31, 2014	Audited June 30, 2014
	----- Rupees "000" -----	
7. FIXED ASSETS - tangible		
Assets in own use	186,617	190,556
Assets leased out	239,924	273,713
	426,542	464,269

7.1 Assets in own use

Following is the cost of assets that have been acquired/disposed-off during the period ended December 31, 2014.

	Un-audited December 31, 2014	Un-audited December 31, 2014	Audited June 30, 2014	Audited June 30, 2014
	----- Rupees "000" -----			
	Additions	Disposals	Additions	Disposals
Vehicle	2,939	-	12,388	1,679
Furniture & Fixture	-	-	141	-
Computer Equipments	-	133	292	-
Office Equipments & appliances	-	-	3,261	-
Plant and machinery	2,525	-	5,449	-
Building	-	-	6,696	-
Lease hold land	-	-	450	-
	5,464	133	28,677	1,679

7.2 Assets leased out

Following is the cost of assets that have been acquired / disposed-off during the period ended December 31, 2014.

	Un-audited December 31, 2014	Un-audited December 31, 2014	Audited June 30, 2014	Audited June 30, 2014
	----- Rupees "000" -----			
	Additions	Disposals	Additions	Disposals
Machinery and equipments	-	44,558	45,288	13,255
Vehicles	42,701	56,760	116,227	41,320
	42,701	101,318	161,515	54,575

8. LONG TERM INVESTMENTS

	Note	Un-audited December 31, 2014 ----- Rupees "000" -----	Audited June 30, 2014 ----- Rupees "000" -----
Associated companies	8.1	-	54,123
Available for sale			
Listed companies	8.2	288,164	82,657
		288,164	136,780

8.1 Associated companies

	December-14				
	The Searle Company	United Distributors Pakistan Limited	United Brands Limited	IBL Healthcare Limited	Total
Share capital - ordinary shares	61,554,800	18,367,800	10,800,000	23,000,000	113,722,600
No. of shares held	597,400	875,063	71,560	147,500	1,763,083
Ownership interest	0.97%	4.76%	0.66%	0.64%	
	-----Rupees'000'-----				
Opening balance	31,598	19,450	3,075	-	54,123
Share of profit from associates	4,778	4,945	49	456	10,228
(Sold) / purchased during the period	(10,504)	2,001	47	22,048	13,592
Dividend income	-	-	-	-	-
Transfer to long term investment - Available for sale	8.1.4 (25,872)	(26,396)	(3,171)	(22,504)	(77,943)
	-	-	-	-	-

	June-14				
	The Searle Company	United Distributors Pakistan Limited	United Brands Limited	IBL Healthcare Limited	Total
Share capital - ordinary shares	61,314,800	18,367,800	10,800,000	-	90,482,600
No. of shares held	595,000	788,563	71,060	-	1,454,623
Ownership interest	0.97%	4.29%	0.66%	0.00%	
	-----Rupees'000'-----				
Opening balance	40,218	12,500	2,952	3,078	58,748
(Sold) / transfer during the year	(26,041)	1,600	126	(3,078)	(27,393)
Share of profit from associates	19,050	5,350	66	-	24,466
Dividend income	(1,629)	-	(69)	-	(1,698)
	31,598	19,450	3,075	-	54,123

8.1.1 The latest available financial results of associate as of September 30, 2014 have been used for the purpose of application of equity method

8.1.2 The ownership interest is based on associates' shares held by Modaraba as at December 22, 2014.

8.1.3 The bonus shares of The Searle Company received by the modaraba have been included in the ownership interest.

8.1.4 During the period, the investments in above associated companies (in note 8.1.1) has been transferred to long term investments - Available for sale and a gain of Rs. 137.69 million, on such transfer, has been recognised in profit and loss account as "Extra ordinary item" in accordance with the requirements of International Accounting Standard IAS-28: "Investment in Associates and Joint Ventures". This is due to the fact that the common directorship between the UDL Modaraba Management Company (Private) Limited with the companies mentioned in note 8.1.1 no more exists.

8.2 Listed companies

	Un-audited December 31, 2014	Audited June 2014	Un-audited December 31, 2014	Audited June 2014
	-----No. of shares-----		-----Rupees'000'-----	
Food & personal care products				
Gillette Pakistan Limited	175,285	175,285	67,485	77,125
Chemical				
Nimir Industries Chemicals Limited	-	75,000	-	1,880
United Distributors (Pakistan) limited	875,063	-	33,077	
Oil & Gas				
Hascol Petroleum	195,000	-	14,450	-
Pharma & Bio Tech				
IBL HealthCare Limited	155,600	-	23,110	-
Searle Company Limited	583,400	-	141,089	-
Textile Composite				
International Knitware Limited	255,301	255,301	3,038	3,651
United Brands Limited	71,560	-	5,914	-
	2,311,209	505,586	288,164	82,656

9. FINANCIAL ASSETS - INVESTMENTS

at fair value through profit or loss

		Un-audited December 31, 2014	Audited June 2014
	Note	-----Rupees'000'-----	
Other listed companies	9.1	49,199	48,504
		49,199	48,504

9.1 Other listed companies

	Un-audited December 31, 2014	Audited June 30, 2014	Un-audited December 31, 2014	Audited June 30, 2014
	No. of Shares / Certificates		----- Rupees "000" -----	
Chemical				
Nimir Industrial Chemicals	-	17,500	-	439
Arif Habib Corporation Limited	40,000	121,000	1,100	3,369
Equity Investment Instruments				
First Fidelity Leasing Modaraba	20,630	20,630	79	63
First Equity Modaraba	267,000	-	1,335	-
Unicap Modaraba	36,500	36,500	55	80
Construction & Materials				
Fauji Cement Company Limited	25,000	-	646	-
Gammon Pakistan	81,500	-	1,381	-
Lafarge Pakistan Cement Limited	947,500	1,500,000	16,439	23,970
Maple Leaf Cement	10,000		442	
Fixed Line Telecommunication				
Worldcall Telecom Limited	200,000	200,000	340	418
Personal goods				
Gillette Pakistan Limited	21,100	3,000	8,124	1,320
Oil & Gas				
Pakistan Petroleum Limited	-	25,000		5,608
Attock Refinery Limited	34,700	45,000	6,516	9,553
Pakistan State Oil Company Limited	3,000	3,000	1,074	1,167
Shell (Pakistan) Limited	6,100	2,500	1,579	691

Pharma and Biotech				
Glaxo Smithkline Limited	5,000	11,000	1,097	1,826
Highnoon (Lab)	6,000	-	1,323	-
ICI Pakistan Ltd	1,000	-	462	-
Automobile				
Atlas Battery Limited	100	-	90	-
Ghani Automobile Industries	149,500	-	867	-
Honda Atlas Car	500	-	99	-
Textile				
Gadoon Textile Limited	100	-	27	-
Textile Composite				
International Knitware Limited	255,301	-	3,038	-
Industrial Transportation				
Pakistan International Bulk Terminal	125,000	-	3,086	-
	2,235,531	1,985,130	49,199	48,504

10 CASH AND BANK BALANCES

		Note		
Cash in hand			94	-
Cash at banks				
- PLS saving accounts	10.1		105,175	10,235
- Current accounts			10,940	112,642
			116,116	122,877
			116,209	122,877

10.1 Rate of return on these accounts range from 5% to 9.00% per annum (June 2013: 5% to 9.00%)

11 INCOME FROM MODARABA BUSINESS

	Quarter ended		Half year ended	
	December 31, 2014	December 31, 2013	December 31, 2014	December 31, 2013
	----- Rupees "000" -----			
Income from ijarah operations	34,341	38,452	73,521	76,515
Income from diminishing musharika receivables	2,639	728	2,918	1,533
Income from investments	50,757	14,318	50,348	22,090
Income from other sources	1,807	2,365	4,059	3,928
	89,544	55,863	130,846	104,066

12 OPERATING EXPENSES

	Quarter ended		Half year ended	
	December 31, 2014	December 31, 2013	December 31, 2014	December 31, 2013
	----- Rupees "000" -----			
Modaraba Business	11,222	9,339	14,362	17,363
Pharma Business	16,574	3,543	29,178	10,576
	27,796	12,882	43,540	27,939

13 EARNINGS PER CERTIFICATE

Profit for the period (Rupees in "000")	140,597	11,655	148,153	16,354
Weighted average number of certificates	26,386,589	26,386,589	26,386,589	26,386,589
Earning per certificate - basic	5.33	0.44	5.61	0.62

14. SEGMENT INFORMATION

Segment revenue, segment result, cost, assets and liabilities for the six months are as follows:

	December 31, 2014					Total
	Ijarah operations	Musharika	Investments	Others	Pharma	
----- Rupees "000" -----						
Segment revenue	73,521	2,918	50,348	4,059	10,964	141,810
RESULT						
Segment Result						
Amortization of Ijarah assets	56,855	-	-	-	-	56,855
Unallocated operating expenses	-	-	-	-	-	17,385
Financial and other charges	-	-	-	-	-	2
Cost related to Pharma	-	-	-	-	29,178	29,178
Cost of Goods Sold	-	-	-	-	19,133	19,133
Modaraba Co.'s Managment. Fee	-	-	-	-	-	19,838
	56,855	-	-	-	48,311	142,391
Operating Profit	16,666	2,918	50,348	4,059	(37,347)	(581)
Unrealized gain on re-measurement of Inv. at fair value through P / L	-	-	815	-	-	815
Share of profit from associates	-	-	10,228	-	-	10,228
Extra-ordinary item	-	-	137,692	-	-	137,692
Profit for the half year						148,154
Other information						
Segment assets	239,924	3,437	337,363	154,107	202,293	937,123
Total assets	239,924	3,437	337,363	154,107	202,293	937,123
Segment liabilities	98,539	-	-	-	-	98,539
Unallocated liabilities	-	-	-	-	-	161,843
Total liabilities	98,539	-	-	-	-	260,382
Net assets						676,742
Capital expenditure	42,701	-	-	-	5,464	48,165

	December 31, 2013					Total
	Ijarah operations	Musharika	Investments	Others	Pharma	
----- Rupees "000" -----						
Segment revenue	76,515	1,553	22,090	3,928	2,075	106,142
RESULT						
Segment Result						
Amortization of Ijarah assets	62,260	-	-	-	-	62,260
Unallocated operating expenses	-	-	-	-	-	17,363
Financial and other charges	-	-	-	-	-	12
Cost related to Pharma	-	-	-	-	20,667	20,667
Modaraba Co.'s Management. Fee	-	-	-	-	-	1,817
	62,260	-	-	-	20,667	102,120
Operating Profit	14,255	1,553	22,090	3,928	(18,592)	4,022
Unrealized gain on re-measurement of Inv. at fair value through P / L	-	-	4,814	-	-	4,814
Share of profit from associates	-	-	7,518	-	-	7,518
Profit for the half year						16,354
Other information						
Segment assets	299,837	142,213	147,771	106,272	202,293	770,385
Total assets	299,837	142,213	147,771	106,272	202,293	770,385
Segment liabilities	113,573	-	-	136,281	917	250,771
Unallocated liabilities	-	-	-	-	-	-
Total liabilities	113,573	-	-	136,281	917	250,771
Net assets						519,615
Capital expenditure	45,601	-	-	-	21,692	67,293

14.1 Segment revenue represents revenue generated from external customers. There are no intersegment sales.

14.2 Others represents the assets and liabilities of Modaraba Business.

15 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise related group companies, directors and close family members, executives, major shareholders and staff retirement funds of the company. These are the associated companies as they are either under the same management and / or with common directors. The company has a policy whereby all transactions with related parties are entered into arm's length prices using the comparable uncontrollable method. The significant transactions with these associated companies are as follows:

	December 31, 2014	December 31, 2013
	----- Rupees "000" -----	
Modaraba company's management fee	<u>17,101</u>	<u>1,817</u>
Shares purchased / (sold) of associated undertakings		
- The Searle Company	<u>(10,504)</u>	<u>(5,971)</u>
- IBL Healthcare Limited	<u>22,048</u>	<u>(544)</u>
- United Brands Limited	<u>47</u>	<u>(62)</u>
- United Distributions Pakistan Limited	<u>2,001</u>	<u>6,485</u>

16 FINANCIAL RISK MANAGEMENT

The Modarabas' financial risk management objectives and policies are consistent with that disclosed in the financial statements as at and for the year ended June 30, 2014.

17 DATE OF AUTHORIZATION FOR ISSUE

The condensed interim financial information were approved and authorized for issue on 26th February'2015, by the Board of Directors of the Modaraba company.

18 NON ADJUSTING EVENT AFTER BALANCE SHEET DATE

The Board of Directors have proposed interim dividend for the half year ended December 31, 2014 of Rs.2 /- per certificate (December 31, 2013: Re. 0.6), amounting to Rs. 52,773,178/- (December 31, 2013: Rs. 15,831,954) at their meeting held on 26th February'2015. The financial statements for the half year ended December 31, 2014 do not include the effect of the above which will be accounted for in the period in which it is declared.

19 GENERAL

The figures have been rounded off to the nearest thousand rupees.

For UDL Modaraba Management (Private) Limited
(Management Company)

CHIEF EXECUTIVE

Ather Naqi

DIRECTOR

Shuja Malik

DIRECTOR

Nasir Raza