



**Popular Islamic Modaraba**  
An Islamic Financial Institution

**Quarterly Financial Information**  
**March 31, 2026**  
**(Un-Audited)**

**Managed By:**

Popular Islamic Modaraba  
Management Company (Private) Limited



# Popular Islamic Modaraba

An Islamic Financial Institution

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# Popular Islamic Modaraba

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### CORPORATE INFORMATION

<b>BOARD OF DIRECTORS</b>	Mr. Imamuddin Shouqeen Mr. Shahbaz Ali Malik Mr. Khurram Abdullah Mr. Abdul Jaleel Shaikh Mr. Malik Junaid Emam Mr. Kamran Hussain Mughal Ms. Aisha Mughal	- Chairman - Managing Director - Independent Director - Independent Director - Director - Chief Executive Officer - Director & Company Secretary
<b>AUDIT COMMITTEE</b>	Mr. Khurram Abdullah Mr. Shahbaz Ali Malik Mr. Malik Junaid Emam	- Chairman - Member - Member
<b>HR COMMITTEE</b>	Mr. Khurram Abdullah Mr. Malik Junaid Emam Mr. Kamran Hussain Mughal	- Chairman - Member - Member
<b>SHARIAH ADVISOR</b>	Al-Hamd Shariah Advisory Services (Pvt.) Limited	
<b>COMPANY SECRETARY</b>	Ms. Aisha Mughal	
<b>CHIEF FINANCIAL OFFICER</b>	Mr. Ghulam Mustafa	
<b>BANKERS</b>	Albaraka Bank (Pakistan) Limited	
<b>AUDITORS</b>	BKR International Muniff Ziauddin & Co. Chartered Accountant	
<b>LEGAL ADVISOR</b>	Syed Sikandar Ali Shah - Advocate M/s. Shah Associates	
<b>MANAGEMENT COMPANY</b>	Popular Islamic Modaraba Management Company (Pvt.) Ltd	
<b>REGISTERED OFFICE</b>	406-410, 4th Floor, Hasrat Mohani Road, Off. I.I.Chundrigar Road, Karachi.	
<b>SHARE REGISTRAR</b>	Central Depository Company of Pakistan CDC House, 99-B, Block 'B', S.M.C.H.S., Main Shahra-e-Faisal, Karachi	



# Popular Islamic Modaraba

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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, 2026.

#### 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-26	Mar-25
	----- <i>(Rupees)</i> -----	
Income	22,278,269	32,921,892
Operating expenses	(5,401,030)	(5,996,890)
Depreciation of Ijarah Assets	(1,829,034)	(3,476,739)
Operating Profit	<u>15,048,205</u>	<u>23,448,263</u>
Other Income	753,738	2,013,316
<b>Profit before Management Fee</b>	<b>15,801,942</b>	<b>25,461,579</b>
Management fee	(790,097)	(1,273,079)
Sales tax on Management fee	(118,515)	(165,500)
<b>Profit before taxation</b>	<b>14,893,331</b>	<b>24,023,000</b>
Taxation	(4,649,498)	(6,966,670)
<b>Profit after taxation</b>	<b>10,243,833</b>	<b>17,056,330</b>
<b>Earning per certificate - basic &amp; diluted</b>	<b>0.51</b>	<b>1.00</b>

#### Review of Operations:

The total income decreased by 32.33% compared to the corresponding quarter of the previous year, reflecting an decrease in income is mainly due to decrease in KIBOR. Operating expenses decreased marginally by 9.94%, despite inflationary pressures, demonstrating effective cost control measures. Depreciation on Ijarah assets stood at Rs. 1.829 million, lower than the Rs. 3.476 million in the corresponding period of last year, optimized management of the asset portfolio.

Profit before taxation decreased by 38.00% to Rs. 14.893 million, as compared to Rs. 24.023 million in the same period last year. After accounting for taxation of Rs. 4.649 million, the total comprehensive income for the quarter amounted to Rs. 10.243 million. Earnings per certificate (basic and diluted) rose to Rs. 0.51 from Rs.1.00.

#### 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**  
Chief Executive Officer

Dated: April 24, 2026  
Karachi.



# Popular Islamic Modaraba

## An Islamic Financial Institution

ڈائریکٹرز کی رپورٹ برائے سرمایہ 31 مارچ 2026

پاپولر اسلامک مضاربہ منجمنٹ کمپنی (پرائیویٹ) لمیٹڈ جو پاپولر اسلامک مضاربہ کی منجمنٹ کمپنی ہے، اسکے بورڈ آف ڈائریکٹرز اپنے سرٹیفکیٹ ہولڈرز کو پوسٹ برائے سرمایہ 31 مارچ 2026 پیش کرتے ہیں۔

نمایاں مالیاتی نتائج:

برائے مارچ 2026	برائے مارچ 2025	
22,278,269	32,921,892	آمدنی
(5,401,030)	(5,996,890)	آپریٹنگ اخراجات
(1,829,034)	(3,476,739)	اجارہ اثاثوں کی فرسودگی کے اخراجات (ڈیپریسی ایشن)
<b>15,048,205</b>	<b>23,448,263</b>	آپریٹنگ منافع
753,738	2,013,316	دیگر منافع
<b>15,801,942</b>	<b>25,461,579</b>	منافع قبل از منجمنٹ فیس
(790,097)	(1,273,079)	منجمنٹ فیس
(118,515)	(165,500)	منجمنٹ فیس پریکٹس
<b>14,893,331</b>	<b>24,023,000</b>	منافع قبل از ٹیکس
(4,649,498)	(6,966,670)	ٹیکس
<b>10,243,833</b>	<b>17,056,330</b>	منافع بعد از ٹیکس
<b>0.51</b>	<b>1.00</b>	آمدنی فی سرٹیفکیٹ

کاروبار کا جائزہ:

پچھلے سال کی اسی مدت کے مقابلے میں رواں سرمایہ میں آمدن میں 32.33 فیصد کمی ہوئی جسکی وجہ KIBOR میں مسلسل کمی ہے۔ آپریٹنگ اخراجات میں 9.94 فیصد کمی واقع ہوئی، جو کہ اخراجات پر قابو پانے کی کامیاب حکمت عملی کا ثبوت ہے۔ اجارہ اثاثہ جات کی کمی کی مدد میں 1.829 ملین روپے خرچ ہوئے، جو کہ پچھلے سال کے 3.476 ملین روپے سے کم ہیں۔ اس کی وجہ اثاثہ جات کی مزید شگرتی اور انتظام ہے۔ منافع قبل از ٹیکس 38.00 فیصد کمی کے ساتھ 14.893 ملین روپے رہا، جبکہ پچھلے سال اسی سرمایہ میں یہ 24.023 ملین روپے تھا۔ ٹیکس کی ادائیگی کے بعد خالص جامع آمدن 10.243 ملین روپے رہی، جو کہ گزشتہ سال کی اسی مدت کے مقابلے میں 39.94 فیصد کم ہے۔

فی سرٹیفکیٹ آمدن کم ہو کر 0.51 پیسہ ہوئی، جو کہ پچھلے سال 1 روپے تھی۔

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 استعداد 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 ریسٹریٹڈ 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 منجمنٹ  
ڈائریکٹرز اینڈ چیف ایگزیکٹو

24 اپریل 2026



# Popular Islamic Modaraba

## An Islamic Financial Institution

CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)  
AS AT MARCH 31, 2026

	Un-Audited Mar-26	Audited Jun-25
	(RUPEES)	
<b>ASSETS</b>		
<b>NON CURRENT ASSETS</b>		
Property and equipment - owned	11,808	15,902
Property and equipment - ijarah	3,754,325	6,475,296
Diminishing Musharaka Financing	114,709,871	112,433,767
Deferred tax asset-net	5,065,331	5,395,763
	123,541,335	124,320,728
<b>CURRENT ASSETS</b>		
Murabahah finance	14,494,590	31,228,831
Current portion of Diminishing Musharakah	55,239,893	56,502,625
Advances and other receivables	29,579,594	22,097,507
Cash and bank balances	41,406,608	3,933,087
	140,720,685	113,762,050
<b>TOTAL ASSETS</b>	<b>264,262,020</b>	<b>238,082,778</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Authorized certificate capital</b>		
20,000,000 (2024: 14,000,000) modaraba certificates of Rs. 10 each	200,000,000	200,000,000
<b>Certificate holders' equity</b>		
Certificate capital	200,000,000	200,000,000
Statutory reserve	28,982,350	28,982,350
Accumulated (loss)/profit	(19,398,092)	(9,641,924)
	209,584,258	219,340,425
<b>NON-CURRENT LIABILITIES</b>		
Security deposits against Ijarah	968,279	1,299,279
Deferred liability	2,830,002	2,830,002
	3,798,281	4,129,281
<b>CURRENT LIABILITIES</b>		
Accrued and other liabilities	4,617,789	1,367,724
Current portion of security deposits against Ijarah	1,005,220	1,095,620
Charity payable	-	-
Advance rentals received	1,037,768	2,024,116
Provision for taxation	7,235,523	5,151,656
Unclaimed profit distribution	4,074,569	3,205,011
Loan from management company	32,000,000	-
Management fee payable - net	790,097	1,538,213
Sales tax on management fee	118,515	230,732
<b>TOTAL LIABILITIES</b>	<b>50,879,481</b>	<b>14,613,072</b>
<b>CONTINGENCIES &amp; COMMITMENTS</b>		
	-	-
	<b>264,262,020</b>	<b>238,082,778</b>

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, 2026

	Nine months ended		Three months ended	
	Mar-26 (Rupees)	Mar-25 (Rupees)	Mar-26 (Rupees)	Mar-25 (Rupees)
Income	22,278,269	32,921,892	5,954,071	8,412,357
Operating expenses	(5,401,030)	(5,996,890)	(2,147,194)	(2,087,200)
Depreciation of Ijarah Assets	(1,829,034)	(3,476,739)	(533,514)	(680,479)
Operating profit	15,048,205	23,448,263	3,273,363	5,644,678
Other Income	753,738	2,013,316	478,850	253,746
Profit before management fee	15,801,942	25,461,579	3,752,212	5,898,424
Management fee	(790,097)	(1,273,079)	(187,611)	(294,921)
Sales tax on management fee	(118,515)	(165,500)	(28,142)	(38,340)
	(908,612)	(1,438,579)	(215,752)	(333,261)
Profit before taxation	14,893,331	24,023,000	3,536,460	5,565,163
Taxation	(4,649,498)	(6,966,670)	(1,025,573)	(1,613,897)
Profit after taxation	10,243,833	17,056,330	2,510,887	3,951,266
Other comprehensive income	-	-	-	-
Total comprehensive income	10,243,833	17,056,330	2,510,887	3,951,266
Earnings per certificate - basic & diluted	0.51	1.00	0.13	0.23

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

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE

DIRECTOR

DIRECTOR



# Popular Islamic Modaraba

An Islamic Financial Institution

## CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2026

	Un-Audited Mar-26	Un-Audited Mar-25
	(RUPEES)	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	14,893,331	24,023,000
<b>Adjustments for:</b>		
Depreciation expense	4,094	15,191
Depreciation of assets leased out under ijarah	1,623,518	3,476,738
	1,627,612	3,491,929
Operating profit before working capital changes	16,520,943	27,514,929
<b>Decrease / (Increase) in current assets</b>		
Current portion of morabaha finance	16,734,241	2,887,318
Current portion of long term investment D.M	1,262,732	(29,027,038)
Advances and other receivables	(7,482,087)	5,422,268
	10,514,886	(20,717,452)
<b>Increase/(decrease) in current liabilities</b>		
Accrued and other liabilities	3,247,024	3,513,656
Management fee payable	(748,116)	1,273,079
Sales tax on management fee	(112,217)	165,500
	2,386,690	4,952,235
<b>Cash generated from operations</b>	29,422,519	11,749,712
Gratuity paid	-	(220,617)
<b>Net Cash generated from operations</b>	29,422,518	11,529,095
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Ijarah assets transfer-net	(3,825,500)	(3,609,630)
Security deposit from ijarah	(421,400)	(1,825,800)
Investment in murabaha finance	1,704,448	2,887,318
Investment in diminishing musharakah	(2,276,104)	(31,562,873)
Net cash (used in) investing activities	(4,818,556)	(34,110,985)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Loan from management company	32,000,000	10,500,000
Dividend Paid	(19,130,442)	(19,115,656)
Net cash (used in) / generated from financing activities	12,869,558	(8,615,656)
<b>Net increase in cash &amp; cash equivalent</b>	37,473,520	(31,197,544)
Cash and cash equivalents at the beginning of the year	3,933,088	54,080,582
<b>Cash and cash equivalents at the end of the year</b>	41,406,608	22,883,037

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 STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2026

	Certificate Capital	Statutory Reserve	Accumulated Profit	Advance agaistnt Equity	Total
	----- (Rupees) -----				
<b>Balance as at June 30, 2024</b>	140,000,000	29,225,542	(15,593,849)	60,000,000	<b>213,631,693</b>
Profit for the Year	-	-	25,708,733	-	<b>25,708,733</b>
Additional in paidup capital	-	-	-	-	-
Dividend on profit	-	(243,192)	(19,756,808)	-	<b>(20,000,000)</b>
Transferred to statutory reserve	-	-	-	-	-
Further issue of shares	60,000,000	-	-	(60,000,000)	-
<b>Balance as at June 30, 2025</b>	<b>200,000,000</b>	<b>28,982,350</b>	<b>(9,641,924)</b>	-	<b>219,340,425</b>
Profit for the Period	-	-	10,243,833	-	<b>10,243,833</b>
Further issue of shares	-	-	-	-	-
Dividend of profit	-	-	(20,000,000)	-	<b>(20,000,000)</b>
<b>Balance as at March 31, 2026</b>	<b>200,000,000</b>	<b>28,982,350</b>	<b>(19,398,092)</b>	-	<b>209,584,258</b>

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

CHIEF FINANCIAL OFFICER

CHIEF EXECUTIVE

DIRECTOR

DIRECTOR



# Popular Islamic Modaraba

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### NOTES TO THE INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2026

#### 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, 2025.

#### 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, 2026	Audited June 30, 2025
(Rupees)	

15,902	89,151
(4,094)	(73,249)
<u>11,808</u>	<u>15,902</u>

#### 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

6,475,296	31,066,500
(826,418)	(8,356,119)
(1,894,553)	(16,235,085)
<u>3,754,325</u>	<u>6,475,296</u>

#### 7. CONTINGENCIES & COMMITMENTS

Contingencies and commitments are those as disclosed in the audited financial statements for the year ended June 30, 2025.

#### 8. RELATED PARTY TRANSACTIONS

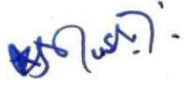
The related parties comprise of associated undertakings, directors of the Modaraba Management Company. The Modaraba, in the normal course of business carries out transactions with these related parties. Significant transactions with related parties are as follows;

Nature of Transaction	Relationship with the Company		
Management fee	Management company	790,097	1,538,213
		<u>790,097</u>	<u>1,538,213</u>

#### 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