

Annual Report
2019

First Tri-Star Modaraba



Managed by:

A.R.T. Modaraba Management (Private) Limited

Vision Statement

First Tri-Star Modaraba is committed to strive for excellence in all areas of its activity.

Mission Statement

We view our business objective of providing distinctive financial products and services that promote commerce and industry within the context of our overall objective of contributing to the nation's prosperity.

Core Value

1. Striving for continuous improvement and innovation with commitment and responsibility;
2. Treating stakeholders with respect, courtesy and competence;
3. Practicing highest personal and professional integrity;
4. Maintaining teamwork, trust and support, with open and candid communication;
5. Ensuring cost consciousness in all decisions and operations.

Statement of Ethics and Business Practices

The articulation of this statement is based on following points:

1. Questionable and improper payments or use of the Company's assets.
2. Political contributions.
3. Conflict of interest.
4. Books and records of the Company.
5. Payment of amounts due to customers, agents or distributors.
6. Reporting violations.
7. Means as important as the end.
8. Integrity and scrupulous dealings.
9. Strict observance of the laws of the country.
10. Giving and receiving gifts.



Board of Directors

Directors of Modaraba Company:

Mr. Ahmed Khizer Khan	Non Executive Chairman/Independent Director
Mr. Asad Ahmad	Chief Executive
Ms. Marium Ahmad	Non Executive Director

Auditors: M/s. Muniff Ziauddin & Co.
Chartered Accountants

Audit Committee:	Mr. Ahmed Khizer Khan	Chairman
	Ms. Marium Ahmad	Member
	Mr. Asad Ahmad	Member

Shariah Advisor: Alhamd Shariah Advisory Services (Pvt) Ltd.

Bankers: Al Baraka Bank (Pakistan) Ltd.
Bank Al-Habib Ltd.
Habib Bank Ltd.
National Bank of Pakistan

Registered Office: A/33, Central Commercial Area,
Block 7/8, KCHSU,
Karachi.

Management Company: A.R.T. Modaraba Management (Pvt) Ltd.



Notice of Annual Review Meeting

Twentieth Annual Review Meeting of the Certificate Holders of First Tri-Star Modaraba will be held on Monday, October 28, 2019 at 9.30 am at F/538, S.I.T.E., Karachi.

The Certificate Transfer Books shall remain closed from October 21, 2019 to October 28, 2019 (both days inclusive). Transfers received in order at the office of the Share Registrar before the close of business on October 18, 2019 will be considered in time for the purpose of attendance of the Annual Review Meeting.

By Order of the Board

Chief Executive

Dated: October 4, 2019
Place: Karachi



Report of Directors of A.R.T. Modaraba Management (Pvt) Limited as on June 30, 2019

The Board of Directors of A.R.T. Modaraba Management (Pvt) Limited present the 29th Annual Report of First Tri-Star Modaraba together with audited accounts for the year ended 30th June, 2019.

1. FINANCIAL RESULTS

Financial results are summarized as follows:

	2019	2018
	-----Rupees-----	
Revenue	19,943,250	18,000,000
Administrative expenses	<u>(40,373,864)</u>	<u>(15,710,805)</u>
	(20,430,614)	2,289,195
Other income	17,580	30,887
Financial Charges	<u>(11,561)</u>	<u>(550)</u>
	(20,424,594)	2,319,532
Profit before taxation	<u>(20,424,594)</u>	<u>2,319,532</u>
Taxation	<u>-</u>	<u>-</u>
Profit for the year	<u><u>(20,424,594)</u></u>	<u><u>2,319,532</u></u>
(Loss)/Earnings per certificate	<u><u>(0.97)</u></u>	<u><u>0.11</u></u>

2. BUSINESS

As reported in last annual report that your Modaraba has established an A-Level college under the name of **Imperial Tutorial College (ITC)**, adopting a unique teaching model - the tutorial method of teaching aiming to defeat the tuition epidemic our society is currently faced. ITC is Pakistan's first tutorial college - i.e. providing teaching and learning in very small groups (called tutorials) of no more than 8 students per class. The college at present is in an infancy stage, however, the Business model is unique and we expect to perform well in the next couple of years.

In addition to above, ITC has also started conducting Diploma and various short courses to cover the fixed cost of operations of ITC.



3. DIVIDEND

The Board of Directors have not recommended a cash dividend for the year ended 30.6.2019.

4. BOARD OF DIRECTOR

The Board of Directors assumed their office with effect from 13th February, 2018 for 3 years.

5. AUDITORS

The present auditors M/s. Muniff Ziauddin& Co., Chartered Accountants, are due for retirement and being eligible offer themselves for reappointment for the year ending June 30, 2019. As required by the Code of Corporate Governance, the Board of Audit Committee has recommended the re-appointment of M/s. Muniff Ziauddin& Co., Chartered Accountants, as auditors of the Company for the ensuing year.

6. STATEMENT ON CORPORATE AND FINANCIAL REPORTING FRAME WORK

- a. The financial statements, prepared by the management of the Modaraba, present fairly it's state of affairs, the results of it's operations, cash flows and change in equity.
- b. Proper books of accounts of the Modaraba have been maintained.
- c. Appropriate accounting policies have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgment.
- d. International Accounting Standards, as applicable in Pakistan, have been followed in preparation of financial statements and departure therefrom has been adequately disclosed.
- e. The system of internal control is sound and designed and have been effectively implemented and monitored.
- f. There are no significant doubts upon the Modaraba's ability to continue as going concern.
- g. There has been no material departure from the best practices of corporate governance, as detailed in the listing regulations.
- h. The Directors and CEO do not hold any interest in the certificates of the Modaraba other than that disclosed in the pattern of certificate holding.
- i. Key operating and financial data for the last six years in summarized form is annexed.
- j. During the year four (4) meetings of the Board of Directors were held, attendance by each Director is as follows:-

