

CRESCENT STANDARD MODARABA
Managed by B.R.R. Investment (Private) Limited

FINANCIAL STATEMENTS

FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30,2007

CRESCENT STANDARD MODARABA

Managed by B.R.R. Investment (Private) Limited

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COEPORATE INFORMATION

Modaraba Company	B.R.R. Investments (Private) Limited
Chairman	Mr. Rafique Dawood
Chief Executive	Mr. Ayaz Dawood
Directors	Mrs. Farida Rokadia Mr. Majid Dawood Mr. Tauqir Shamshad
Audit Committee	Mrs. Farida Rokadia - Chairperson Mr. Majid Dawood - Member Mr. Tauqir Shamshad-Member
Group Finance Director	Mr. Muhammad Shoaib
Chief Financial Officer	Mr. Ghazanfar-ul- Islam
Company Secretary	Mr Tahir Mahmood
Auditors	M. Yousuf Adil Saleem & Company Chartered Accountant
Legal Advisor	Malik & Maliks
Bankers	Saudi Pak Commercial Bank Limited PICIC Commercial Bank Limited MCB Bank Limited
Web-site	www.firstdawood.com/csm
Registered Office & Head Office	1500-A, Saima Trade Towers, I.I Chundrigar Road, Karachi-74000 UAN : 111-DAWOOD (111-329-663) Fax : 92-21-227-1913
Registrars	F.D Registrar Services (SMC-Pvt.) Ltd 17th Floor, Saima Trade Tower-A I.I Chundrigar Road, Karachi Phone # 2271875
Branch Offices	Suit No. 210, 5th Floor, Siddiq Trade Centre, Main Boulevard, Gulberg - III, Lahore Office No. 20 & 21, 1st Floor, Beverly Centre, 56-G7, Jinnah Avenue, Islamabad-44000

DIRECTORS' REPORT

The Board of Directors of B.R.R. Investments (Private) Limited, manager of Crescent Standard Modaraba (CSM), take pleasure in presenting the 1st Quarter Financial Statements of the Modaraba for the Three months ended September 30, 2007.

Operations and Performance

	September 30, 2007	September 30, 2006
 Rupees.....	
Total Income	28,545	45,875
Total Expenses	220,151	103,162
Operating Profit	1,417,435	194,310
Modaraba Company Management Fee	141,744	19,431
Profit for the Period	1,275,691	174,879

During the period under review, the Modaraba has earned a profit of Rs.1,417,435/- before charging management fee. This represents earnings per certificate of Rs.0.06 per certificate.

The Board of Directors of the Management Company appreciates the support of Registrar Modaraba, Securities & Exchange Commission of Pakistan for its continued assistance, guidance and support.

For and on behalf the
Board of Directors of
B.R.R. Investments (Private) Limited

October 26, 2007
Karachi

Rafique Dawood
Chairman

**CRESCENT STANDARD MODARABA
BALANCE SHEET
AS AT SEPTEMBER 30, 2007**

	(Un-Audited) September 30, 2007 Rupees	(Audited) June 30, 2007 Rupees
ASSETS		
Current Assets		
Bank Balances	129,541	286,242
Advances, Deposits and other Receivable	25,000	15,026,099
Trade Debts	90,210,401	110,210,401
Funds Provided under Morabaha Aarrangements	2,501,697	3,071,792
Short Term Investment	40,768,824	3,659,383
TOTAL ASSETS	133,635,463	132,253,917
Current Liabilities		
Funds Received under Musharika Aarrangements	22,454,094	22,454,094
Accrued Expenses and other Liabilities	1,234,575	1,128,720
Unclaimed Dividend	69,016	69,016
	23,757,685	23,651,830
Contingencies and Commitments		
Net Assets	109,877,778	108,602,087
REPRESENTED BY:		
Certificate Capital	200,000,000	200,000,000
Statutory Reserve	4,287,970	4,287,970
Accumulated Loss	(94,410,192)	(95,685,883)
	109,877,778	108,602,087

The annexed notes form an integral part of these financial statements.

**Chief Executive Officer
B.R.R. Investments
(Private) Limited**

**Director
B.R.R. Investments
(Private) Limited**

**Director
B.R.R. Investments
(Private) Limited**

**CRESCENT STANDARD MODARABA
PROFIT AND LOSS ACCOUNT(UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2007**

	September 30, 2007 Rupees	September 30, 2006 Rupees
INCOME		
Income from Funds Provided under Musharika and Morabaha Arrangements	28,545	45,875
OPERATING EXPENSES		
Administrative and General Expenses	<u>220,151</u>	<u>103,162</u>
OPERATING PROFIT	(191,606)	(57,287)
Gain on Remeasurement of Short term equity Investments	<u>1,609,441</u>	<u>251,872</u>
	1,417,835	194,585
Financial Charges	<u>400</u>	<u>275</u>
	1,417,435	194,310
Modaraba Company's Management fee	<u>141,744</u>	<u>19,431</u>
PROFIT FOR THE PERIOD	<u>1,275,691</u>	<u>174,879</u>
EARNING PER CERTIFICATE - BASIC AND DILUTED	<u>0.06</u>	<u>0.01</u>

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**Chief Executive Officer
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(Private) Limited**

**Director
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(Private) Limited**

**Director
B.R.R. Investments
(Private) Limited**

**CRESCENT STANDARD MODARABA
CASH FLOW STATEMENT(UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2007**

	September 30, 2007 Rupees	September 30, 2006 Rupees
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit For the Period	1,275,691	174,879
Adjustments for non-cash items:		
Gain on remeasurement of investment	(1,609,441)	(251,872)
	<u>(333,750)</u>	<u>(76,993)</u>
(Increase) / decrease in current assets		
Advances, deposits and other receivables	15,001,099	-
Trade debts	20,000,000	-
Fund Provided under Morabaha Arrangements	570,095	130,765
	<u>35,571,194</u>	<u>130,765</u>
Increase/(Decrease) in current liabilities		
Accrued expenses and other liabilities	105,855	203,411
Net cash flow (used) in operating activities	<u>35,677,049</u>	<u>334,176</u>
Net cash flow (used) in operating activities	<u>35,343,299</u>	<u>257,183</u>
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Short term equity investments	(35,500,000)	-
Net cash flow used in investing activities	<u>(35,500,000)</u>	<u>-</u>
Net (decrease)/Increase in cash and cash equivalents (A + B)	(156,701)	257,183
Cash and cash equivalents at the beginning of the year	286,242	316,324
Cash and cash equivalents at the end of the Period	<u>129,541</u>	<u>573,507</u>

The annexed notes form an integral part of these financial statements.

**Chief Executive Officer
B.R.R. Investments
(Private) Limited**

**Director
B.R.R. Investments
(Private) Limited**

**Director
B.R.R. Investments
(Private) Limited**

CRESCENT STANDARD MODARABA
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2007

	Certificate capital	Statutory reserve	Accumulated loss	Total
	-----Rupees-----			
Balance as at July 01, 2006	200,000,000	4,287,970	(96,223,852)	108,064,118
Profit for quarter ended September 30,2006	-	-	174,879	174,879
Balance as at September 30, 2006	200,000,000	4,287,970	(96,048,973)	108,238,997
Balance as at July 01, 2007	200,000,000	4,287,970	(95,685,883)	108,602,087
Profit for quarter ended September 30,2006	-		1,275,691	1,275,691
Balance as at September 30, 2007	200,000,000	4,287,970	(94,410,192)	109,877,778

The annexed notes form an integral part of these financial statements.

Chief Executive Officer
B.R.R. Investments
(Private) Limited

Director
B.R.R. Investments
(Private) Limited

Director
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(Private) Limited

**CRESCENT STANDARD MODARABA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2007**

1 LEGAL STATUS AND NATURE OF THE BUSINESS

Crescent Standard Modaraba (the Modaraba) was formed under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 (XXXI of 1980) and the Rules framed there under. Modaraba was managed by Financial Link Limited upto January 19, 2007 however vide order no. SC/M/RW/CSM2006-32 dated January 19, 2007 from Deputy Registrar, Modaraba Wing, SECP, management of Modaraba was transferred to Providence Modaraba Limited with immediate effect. Subsequent to the year end, Providence Modaraba Limited merged in B.R.R. Investments (Private) Limited, and thereafter the Modaraba is under management of B.R.R. Investments (Private) Limited.

The Modaraba is perpetual and multipurpose. It is engaged in venture capital, trading, equity investment, musharika/morabaha financing arrangements and financial advisory services. The certificates of the Modaraba are quoted on Karachi Stock Exchange.

These financial statements have been prepared under the historical cost convention, except that certain financial instruments have been included at fair value in accordance with the recognition/measurement criteria mentioned in the relevant international standards applicable to such instruments.

These financial statements are unaudited and are submitted to the certificate holders and have been prepared in accordance with the requirements of the International Accounting Standard 34 (Interim Financial Reporting) as

The accounting policies adopted and methods of computation followed in the preparation of these financial statements are same as those applied in preparing the financial statements for the year ended June 30, 2007.

**2 SHORT TERM INVESTMENTS
- Held for trading**

Unless stated otherwise, the holdings are in the fully paid ordinary shares / units of Rs.10/- each.

2007 No. of Shares / Units	2007 No. of Shares / Units	Name of Investee	September 30, 2007 Rupees	June 30, 2007 Rupees
		Open-End Mutual Fund		
131,284	25,540	AMZ Plus Income Fund (par value of Rs.100 per unit)	14,584,349	2,864,108
250,776	-	Askari Income Plus Fund	25,460,424	-
		Investment Bank		
2,423	2,423	Pakistan Industrial Credit and Investment Corporation Limited	164,764	198,928
		Commercial Banks		
9,308	9,308	Standard Chartered Bank (Pakistan) Limited	470,519	492,832
		Textile Spinning		
140	140	Saif Textile Mills Limited	1,694	2,246
		Textile Composite		
416	416	Kohinoor Textile Mills Limited	8,944	11,128
27	27	Nishat Mills Limited	3,154	3,523
		Cement		
322	322	Lucky Cement Limited	41,296	44,356
28	28	D.G. Khan Cement Limited	3,080	3,262
		Miscellaneous		
6,000	6,000	United Distributors Pakistan Limited	30,600	39,000
			40,768,824	3,659,383

3 DATE OF ISSUE

These financial statements were authorised for issue on October 26 ,2007 by the Board of Directors of the B.R.R. Investments (Private) Limited.

4 GENERAL

Figures have been rounded of nearest to Rupee.

Chief Executive Officer
B.R.R. Investments
(Private) Limited

Director
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(Private) Limited

Director
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