

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	Dawood Islamic Bank Limited MCB Bank Limited NIB Bank Limited Saudi Pak Commercial 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

On behalf of the Board of Directors of B.R.R. Investments (Private) Limited ('BRRRI' or 'the company'), manager of Crescent Standard Modaraba ('CSM' or 'the Modaraba'), presents to the certificate holders the 3rd Quarter Financial Statements of the Modaraba for the nine months ended March 31, 2009.

The financial performance of the Modaraba during the quarter under review was satisfactory. During the quarter under review the Modaraba has earned a net profit of Rs.1,925,902/- as compared to a profit of Rs.197,160/- during the corresponding period of last year.

During the period under review, we have recovered Rs.16.43 million from debts and invested in TFCs. Therefore, we anticipate that the year will end in a profit and overall loss of the year will be recovered.

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

April 27, 2009
Karachi

Rafique Dawood
Chairman

Crescent Standard Modaraba
Condensed Interim Balance Sheet (Un-Audited)
As at March 31,2009

	<i>Note</i>	March 31, 2009 (Un-audited)	June 30, 2008 (Audited)
ASSETS			
Current Assets			
Cash and bank balances		5,368,519	16,088,029
Advances, deposits and other receivables	4.	3,048,863	31,509
Trade debts - secured		68,460,401	84,710,401
Funds provided under musharaka arrangements	5.	9,500,000	-
Funds provided under morabaha arrangements		-	762,738
Short term equity investments	6.	253,870	29,026,207
Total Current Assets		86,631,653	130,618,884
Long term investments	7.	47,274,096	-
Property and equipment		-	318,164
TOTAL ASSETS		133,905,749	130,937,048
Current Liabilities			
Funds received under musharaka arrangements	8.	22,454,094	22,454,094
Accrued expenses and other liabilities		147,838	584,879
Unclaimed dividend		69,016	69,016
		22,670,948	23,107,989
Contingencies and Commitments	9		
Net Assets		111,234,801	107,829,059
Represented By:			
Certificate capital		200,000,000	200,000,000
Statutory reserve		4,556,882	4,556,882
Accumulated losses		(95,446,899)	(95,416,970)
Surplus/Deficit on revaluation of investments		2,124,818	(1,310,853)
		111,234,801	107,829,059

The annexed notes form an integral part of these condensed interim 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
Condensed Interim Profit and Loss Account(Un-Audited)
For the Nine Months Period Ended March 31,2009

	For the Nine Month Ended		For the Quarter Ended	
	March 31, 2009 Rupees	March 31, 2008 Rupees	March 31, 2009 Rupees	March 31, 2008 Rupees
Income				
Income from funds provided under Musharaka/morabaha arrangements	2,785,959	71,448	522,370	19,038
Income on Investment	2,978,779	2,347	1,690,470	2,347
Capital (loss)/Gain on sale of investments	(4,271,477)	-	159,625	-
	1,493,261	73,795	2,372,465	21,385
Operating expenses				
Administrative and general expenses	1,636,771	1,324,337	784,359	556,645
Operating (loss)/Profit	(143,510)	(1,250,542)	1,588,106	(535,260)
(Loss) / gain on remeasurement of investments				
- held for trading	(279,494)	442,068	(45,158)	722,420
Reversal of provision against doubtful receivables	428,761	10,000	423,761	10,000
Other income	(35,686)	-	(40,807)	-
	113,581	452,068	337,796	732,420
Profit before Management Fee	(29,929)	(798,474)	1,925,902	197,160
Modaraba company's management fee	-	-	-	-
Profit after Management Fee	(29,929)	(798,474)	1,925,902	197,160
Earnings per certificate	(0.001)	(0.040)	0.096	0.010

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Crescent Standard Modaraba
Condensed Interim Cash Flow Statement (Un-Audited)
For the Nine Months Period Ended March 31,2009

	For the Nine Month Ended		For the quarter ended	
	March 31, 2009 Rupees	March 31, 2008 Rupees	March 31, 2009 Rupees	March 31, 2008 Rupees
A. CASH FLOWS FROM OPERATING ACTIVITIES				
(Loss)/profit For the Period	(29,929)	(798,474)	1,925,902	197,160
Adjustments for non-cash items:				
Loss/(gain) on remeasurement of short term Equity Investment	-	442,068	(234,336)	161,716
Depriciation	46,667	-	11,666	-
Proceeds on Disposal of Fixed Assets	180,000	-	180,000	-
Loss on sale of Fixed Assets	91,497	-	91,497	-
Reversal of revaluation of Investments	3,435,671	-	658,661	-
	3,723,906	(356,406)	2,633,390	358,876
(Increase) / decrease in current assets				
Advance' Deposit and Prepayments	(3,017,354)	14,991,760	(643,303)	(8,972)
Trade debts	16,250,000	23,250,000	1,750,000	1,750,000
Investment	(18,501,759)	-	(6,001,759)	-
Funds provided under morabaha arrangements	762,738	1,724,472	422,000	579,602
	(4,506,375)	39,966,232	(4,473,062)	2,320,630
Increase/(decrease) in current liabilities				
Accrued expenses and other liabilities	(437,041)	(135,890)	253	(39,800)
Net cash from / (used) in operating activities	(1,219,510)	39,473,936	(1,839,419)	2,639,706
B. CASH FLOWS FROM INVESTING ACTIVITIES				
Short term Equity investment Encashed	-	-	(28,492,844)	-
Long term Investments	(9,500,000)	(39,284,136)	34,850,892	(2,984,136)
Net cash used in investing activities	(9,500,000)	(39,284,136)	6,358,048	(2,984,136)
Net increase in cash and cash equivalents (A + B)	(10,719,510)	189,800	4,518,629	(344,430)
Cash and cash equivalents at beginning of the period	16,088,029	286,242	849,890	820,472
Cash and cash equivalents at end of the period	5,368,519	476,042	5,368,519	476,042

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Crescent Standard Modaraba
Condensed Interim Statement of Changes in Equity (Un-Audited)
For the Nine Months Period Ended March 31,2009

	Certificate capital	Statutory reserve	Surplus on Revaluation of Investment	Accumulated loss	Total
	-----Rupees-----				
Balance as at July 01, 2007	200,000,000	4,287,970	-	(95,685,883)	108,602,087
Profit for the Half Year Ended December 31, 2007	-	-	-	(95,634)	(95,634)
Balance at December 31, 2007	200,000,000	4,287,970	-	(96,681,517)	107,606,453
Profit for the Quarter Ended March 31, 2008	-	-	-	197,160	197,160
Balance as at March 31, 2008	200,000,000	4,287,970	-	(96,484,357)	107,803,613
Profit for the Quarter Ended June 30, 2008	-	-	-	1,336,299	1,336,299
Transfer to Statutory Reserve for the Year Ended June 30,2008	-	268,912	-	(268,912)	-
Unrealised Loss on Revauation of Investments	-	-	(1,310,853)	-	(1,310,853)
Balance at June 30, 2008	200,000,000	4,556,882	(1,310,853)	(95,416,970)	107,829,059
Profit for the Half Year Ended December 31, 2008	-	-	-	(1,955,831)	(1,955,831)
Unrealised Gain on Revauation of Investment	-	-	2,777,010	-	2,777,010
Balance at December 31, 2008	200,000,000	4,556,882	1,466,157	(97,372,801)	108,650,238
Profit for the Quarter Ended March 31, 2009	-	-	-	1,925,902	1,925,902
Unrealised Gain on Revauation of Investment	-	-	658,661	-	658,661
Balance at March 31, 2009	200,000,000	4,556,882	2,124,818	(95,446,899)	111,234,801

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

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Crescent Standard Modaraba
Notes to the Condensed Interim Financial Statement
For the Nine Months Period Ended March 31,2009

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 up to January 19, 2007 however vide order No. SC/RW/CSM2006-32 dated January 19, 2007 from Deputy Registrar, Modraba Wing, SECP, Management of the Modaraba was transferred to Providence Modaraba Limited. Later Providence Modaraba Limited was merged into B.R.R Investments (Private) Limited, and since then Modaraba is under the management of B.R.R (Private) Limited.

It is a perpetual and multipurpose Modaraba. It was engaged in venture capital, trading in equity instruments, musharaka / morabaha financing arrangements and financial advisory services. The certificates of the Modaraba are quoted on Karachi Stock Exchanges.

2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in preparation of these financial statements are set out below: -

2.1 Statement of compliance

These condensed interim financial statements have been prepared in accordance with the requirements of the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980, the Modaraba Companies & Modaraba Rules, 1981 and directives issued by the Securities and Exchange Commission of Pakistan (SECP) [the Modaraba Regulations] together with approved accounting standards as applicable in Pakistan to Modarabas. Approved accounting standards comprise of such International Financial Reporting Standards (IFRSs) as notified under the provisions of the Companies Ordinance, 1984 and made applicable to Modarabas under 'the Modaraba Regulations'. Wherever the requirements of 'the Modaraba Regulations' differ from the requirements of these standards, the requirements of 'the Modaraba Regulations' take precedence. The disclosure made in these condensed interim financial statements have, however, been limited based on the requirement of International Accounting Standard 34, 'Interim Financial Reporting'.

The SECP has deferred the application of IAS 17 "Leases" and specific requirements of IAS 39 "Financial Instruments, Recognition and Measurement" for recognition of unrealized gain on "held for trading" investments for Modarabas.

3. ACCOUNTING POLICIES

The accounting convention and policies adopted for the preparation of these condensed interim financial statements are same as those applied in preparing the audited financial statements for the year ended June 30, 2008

March 31, 2009	June 30, 2008
Rupees	Rupees

4. ADVANCES, DEPOSIT AND OTHER RECEIVABLES

Advances for purchases	90,387,700	90,387,700
Advance income tax	168,150	162,634
Security deposit	25,000	25,000
Profit receivable on Fund Provided under Musharika / Morabaha Arrangements	7,748,182	7,715,387
Profit receivable on TFCs and Sukuk	2,984,741	
Sales tax receivable	3,350,922	3,350,922
Other receivables	37,592	467,049
	104,702,287	102,108,692
Less: Provision for doubtful receivables	(101,653,424)	(102,077,183)
Considered good	3,048,863	31,509

5. FUNDS PROVIDED UNDER MUSHARAKA ARRANGEMENTS

The Modaraba has entered into musharaka investment agreements with different parties on profit and loss sharing basis.

Fund provided under musharaka arrangements	19,682,339	10,182,339
Less: provision for doubtful receivables	(10,182,339)	(10,182,339)
Considered good	<u>9,500,000</u>	<u>-</u>

6. SHORT TERM INVESTMENTS

- Held for trading

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

March 31, 2009	June 30, 2008	Name of Investee	March 31, 2009 Rupees	June 30, 2008 Rupees
Open-End Mutual Funds				
-	280,450	NAFA Cash Fund	-	3,022,382
-	276,817	POBOP Advantage plus Fund	-	14,784,264
Commercial Banks				
9,308	9,308	Standard Chartered Bank (Pakistan) Ltd.	79,118	218,831
15,197	7,155	NIB Bank Limited	83,433	81,351
Textile Spining				
140	140	Saif Textile Mills Limited	574	1399
Textile Composite				
462	462	Kohinoor Textile Mills Limited	2,324	6,408
27	27	Nishat Mills Limited	818	2,321
Cement				
300	300	Lucky Cement Limited	14,817	29,379
25	25	D.G Khan Cement Limited	546	1,678
Miscellaneous				
6,000	6,000	United Distributors Pakistan Limited	72,240	154,440
			<u>253,870</u>	<u>18,302,453</u>

- Available for Sale: Investment in Listed Mutual Fund

Open - End Mutual Fund				
-	122,020	Askari Asset Allocation Fund (par value of Rs. 100 Per Unit)	-	10,723,754
			<u>253,870</u>	<u>29,026,207</u>

7. LONG TERM INVESTMENTS

Quoted debt Securities				
-Term Finance Certificate				
1,000	-	Trust Investment Bank Limited	4,699,320	-
400	-	Al Zamin Leasing Corporation Limited	1,907,318	-
1,600	-	Al Zamin Leasing Modaraba	7,593,424	-
1,600	-	Pace Pakistan Limited	7,683,112	-
908	-	Worldcall Telecom Limited	4,513,232	-
Un - Quoted debt Securities				
- Sukuk				
1,900	-	Haq Bahoo Sugar Mills (Private) Limited	9,500,000	-
1,400	-	Eden Housing Limited	6,733,846	-
- Term Finance Certificate				
1,013	-	Avari Hotels (Private) Limited	4,643,844	-
-	-		<u>47,274,096</u>	<u>-</u>

8. FUNDS RECEIVED UNDER MUSHARAKA ARRANGEMENTS

These represents funds received under musharaka arrangements on profit and loss sharing basis. Pending complete information and documents on the arrangement, no provision for profit payable, if any has been made.

9. CONTINGENCIES AND COMMITMENTS

9.1 United Bank Limited has lodged a claim of Rs. 1,090,000 on account of excess markup paid to the Modaraba for previous years which is not accepted by the Modaraba. The Modaraba has also lodged a claim before the banking tribunal against United Bank Limited for short payment of mark up to the extent of Rs. 2,497,867. Proceeding under both the cases are pending to-date

9.2 Modaraba has received a legal notice from Crescent Standard Investment Bank Limited which was addressed to previous Management Company (Financial Link Limited) of the Modaraba, for settlement of outstanding balance of Short Term Borrowing amounting to Rs. 171,930,350/- along with the mark up thereon on or before February 10, 2007. The present management have asked plaintiff to send all the agreements and supporting documents but the plaintiff have not responded. Therefore, in the absence of any substance in the claim, management of the Modaraba believe that no liability will accrue.

10 PROPERTY AND EQUIPMENT -OWN

Following additions and disposals in assets in own use, at cost, were made during the period: -

	----- Additions -----		----- Disposals -----	
	(Un-audited)	(Audited)	(Un-audited)	(Audited)
	March 31,	June 30	March 31,	June 30
	2009	2008	2009	2008
	Rupees			
Vehicle	-	-	350,000	-
	-	-	350,000	-

10. RELATED PARTY TRANSACTIONS

Relationship with the Company	Nature of Transaction	March 31, 2008 Rupees	March 31, 2008 Rupees
Associated Undertakings	Purchase of TFCs	49,302,682	-
	Share of Common Expenses Paid	570,435	-

11. DATE OF ISSUE

These condensed interim financial statements were authorized for issue on April 27,2009 by the Board of Directors of B.R.R. Investments (Private) Limited.

12. GENERAL

Figures have been rounded of nearest to Rupee.

Chief Executive Officer
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