

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

FINANCIAL STATEMENTS

FTRST QUARTER REPORT SEPTEMBER 30,2008

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 Ltd Saudi Pak Commercial Bank Limited NIB 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

On behalf of the Board of Directors of B.R.R. Investments (Private) Limited ('BRRI' or 'the company'), manager of Crescent Standard Modaraba ('CSM' or 'the Modaraba'), presents to the certificate holders the 1st Quarter Financial Statements of the Modaraba for the three months ended September 30, 2008.

Operations and Performance

	September 30, 2008	September 30, 2007
 Rupees.....	
Total Income	1,170,212	28,545
Total Expenses	266,470	220,551
(Loss)/Gain on Investments	(4,498,767)	1,609,441
Modaraba Company Management Fee	-	141,744
(Loss)/Profit for the Period	(3,595,025)	1,275,691

The financial performance of the Modaraba for the period under review was affected mainly due to the economical, political and financial crises.

Loss on investments for the quarter amounted to Rs.4.49 million linked with the decline of all stock exchanges in Pakistan.

The major problem faced by our economy is the skyrocketing inflation and the massive depreciation of the rupee against dollar, to cope with these obstacles the SBP intervened time and again to control the money supply in the economy and finally the liquidity crises was addressed.

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

October 30, 2008
Karachi

Rafique Dawood
Chairman

CRESCENT STANDARD MODARABA
BALANCE SHEET
AS AT SEPTEMBER 30, 2008

	Note	(Un-Audited) September 30, 2008 Rupees	(Audited) June 30, 2008 Rupees
ASSETS			
Current Assets			
Cash and Bank Balances		6,197,035	16,088,029
Advances, Deposits and other Receivables		1,923,051	31,509
Trade Debts		77,460,401	84,710,401
Funds Provided under Musharaka Arrangements		30,000,000	-
Funds Provided under Morabaha Arrangements		229,505	762,738
Investments	2	12,453,546	29,026,207
Total Current Assets		128,263,538	130,618,884
Property and Equipment		300,665	318,164
TOTAL ASSETS		128,564,203	130,937,048
Current Liabilities			
Funds Received under Musharaka Arrangements		22,454,094	22,454,094
Accrued Expense and Other Liabilities		496,206	584,879
Unclaimed Dividend		69,016	69,016
		23,019,316	23,107,989
Net Assets		105,544,887	107,829,059
REPRESENTED BY:			
Certificate capital		200,000,000	200,000,000
Statutory reserve		4,556,882	4,556,882
Accumulated loss		(99,011,995)	(95,416,970)
Deficit on Revaluation on Investment		-	(1,310,853)
		105,544,887	107,829,059
Contingencies and Commitments			

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, 2008**

	September 30, 2008 Rupees	September 30, 2007 Rupees
INCOME		
Income from Musharaka and Morabaha Arrangements	1,170,212	28,545
Administrative and General Expenses	<u>266,470</u>	<u>220,551</u>
	903,742	(192,006)
Loss on Sale of Investment	(4,389,839)	-
Unrealized (Loss)/Gain on Remeasurement of Investments- Held for trading	<u>(108,928)</u>	<u>1,609,441</u>
	(3,595,025)	1,417,435
Modaraba Companys' Management Fee	<u>-</u>	<u>141,744</u>
(Loss)/Profit for the Period	<u>(3,595,025)</u>	<u>1,275,691</u>
EARNINGS PER CERTIFICATE - BASIC AND DILUTED	<u>(0.18)</u>	<u>0.06</u>

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**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
CASH FLOW STATEMENT (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2008**

	September 30, 2008 Rupees	September 30, 2007 Rupees
A. CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/Profit For the Period	(3,595,025)	1,275,691
Adjustments for non-cash items:		
Depreciation	17,499	-
Gain on Remeasurement of Investment	108,928	(1,609,441)
	(3,468,598)	(333,750)
(Increase) / decrease in current assets		
Advances, deposits and other receivables	(1,891,542)	15,001,099
Trade debts	7,250,000	20,000,000
Investment	17,774,586	-
Fund Provided under Morabaha Arrangements	533,233	570,095
	23,666,277	35,571,194
(Decrease)/Increase in current liabilities		
Accrued expenses and other liabilities	(88,673)	105,855
Net cash flow Generated in operating activities	23,577,604	35,677,049
Net cash flow Generated in operating activities	20,109,006	35,343,299
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Short term equity investments	(30,000,000)	(35,500,000)
Net cash flow used in investing activities	(30,000,000)	(35,500,000)
Net (decrease)/Increase in cash and cash equivalents (A + B)	(9,890,994)	(156,701)
Cash and cash equivalents at the beginning of the Period	16,088,029	286,242
Cash and cash equivalents at the end of the Period	6,197,035	129,541

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

**Chief Executive Officer
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(Private) Limited**

**Director
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(Private) Limited**

**CRESCENT STANDARD MODARABA
STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2008**

	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 quarter ended September 30,2007	-	-		1,275,691	1,275,691
Balance as at September 30, 2007	200,000,000	4,287,970		(94,410,192)	109,877,778
Balance as at July 01, 2008	200,000,000	4,556,882	(1,310,853)	(95,416,970)	107,829,059
Loss for quarter ended September 30,2008	-			(3,595,025)	(3,595,025)
Reversal of Unrealized loss on Revaluation of Investment			1,310,853		1,310,853
Balance as at September 30, 2008	200,000,000	4,556,882	-	(99,011,995)	105,544,887

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, 2008**

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 Registrar Modaraba, Securities and Exchange Commission of Pakistan 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 applicable in Pakistan.

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, 2008.

2 INVESTMENTS	Note	(Un-Audited) September 30, 2008 Rupees	(Audited) June 30, 2008 Rupees
- Held for trading			
Investments in Listed Companies and Mutual Funds	2.1	<u>386,879</u>	<u>18,302,453</u>
		386,879	18,302,453
Available for Sale			
Investment in Mutual Fund	2.2	-	10,723,754
Investment in TFCs /Sukuk	2.3	12,066,667	-
		<u>12,453,546</u>	<u>29,026,207</u>

2.1 Held for trading Investment in Listed Companies/Mutual Funds include the following

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

(Un-Audited) September, 30 2008	(Audited) June 30, 2008	Name of Investee	(Un-Audited) September 30, 2008 Rupees	(Audited) June 30, 2008 Rupees
		Open-End Mutual Fund		
-	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) Limited	147,997	218,831
7,155	7,155	NIB Bank Limited	60,460	81,351
		Textile Spinning		
140	140	Saif Textile Mills Limited	1,330	1,399
		Textile Composite		
462	462	Kohinoor Textile Mills Limited	4,158	6,408
27	27	Nishat Mills Limited	1,261	2,321
		Cement		
300	300	Lucky Cement Limited	17,331	29,379
25	25	D.G. Khan Cement Limited	982	1,678
		Miscellaneous		
6,000	6,000	United Distributors Pakistan Limited	153,360	154,440
			<u>386,879</u>	<u>18,302,453</u>

2.2 Available for Sale : Investments in Listed Mutual Fund

(Un-Audited)		(Audited)			
September,30	June 30,			(Un-Audited)	(Audited)
2008	2008			September 30,	June 30,
No. of Shares / Units		Name of Investee		2008	2008
				Rupees	Rupees
-		Open - End Mutual Fund			
		Askarai Asset Allocation Fund			
	122,020	(par value of Rs 100 Per unit)		-	10,723,754

2.3 Available for sale Investment in TFCs/Sukuk

1,400	-	Eden Housing Ltd PP Sukuk Certificate	7,000,000	-
50,667	-	Avari Hotels Ltd PP Term Finance Certificate	5,066,667	-
			12,066,667	-

Assets in Own Use

Following additions and deletions in assets in own use were made during the period.

		Additions	
		September 30,	June 30,
		2008	2008
		(Un-audited)	(Audited)
	Vehicles	-	350,000

3 DATE OF ISSUE

These financial statements were authorised for issue on October 30,2008 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
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Director
B.R.R. Investments
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