



MODARABA

Crescent Standard Modaraba

(An Islamic Financial Institution)

Managed by:

B.R.R. Investment (Private) Limited

**Un-Audited
Condensed Interim Financial Information
For The Half Year Ended
December 31, 2016**

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2016



CRESCENT STANDARD MODARABA

(An Islamic Financial Institution)

Managed by:

B.R.R. Investments (Private) Limited

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CRESCENT STANDARD MODARABA

(An Islamic Financial Institution)

CORPORATE INFORMATION

Modaraba Company	B.R.R. Investment (Private) Limited
Chairman	Mr. Rafique Dawood
Chief Executive	Mr. Ayaz Dawood
Directors	Mr. Waqas Anwar Qureshi Syed Ali Raza
Audit Committee	Mr. Waqas Anwar Qureshi - Chairman Mr. Rafique Dawood - Member Syed Ali Raza - Member
HR and Remuneration Committee	Syed Ali Raza - Chairman Mr. Rafique Dawood - Member Mr. Waqas Anwar Qureshi - Member
Shariah Advisor	Mufti Syed Sabir Hussain
Chief Financial Officer	Syed Tariq Masood
Company Secretary	Mr. Tahir Mehmood
Head of Internal Audit, Risk and Compliance	Syed Moin Ahmed Zaidi
Auditors	BDO Ebrahim & Co. Chartered Accountants
Legal Advisor	Malik & Maliks Law Associates S. & B. Durrani Law Associates
Bankers	Al-Baraka Bank (Pakistan) Limited Burj Bank Limited
Web-site	www.firstdawood.com/csm
Registered Office & Head Office	18th Floor, B.R.R. Tower Hassan Ali Street off. I.I. Chundrigar Road, Karachi-74000 PABX : 92-21-32602401-06 Fax : 92-21-3227-1912
Registrars	F.D. Registrar Services (SMC-Pvt.) Ltd. 1705, 17th Floor, Saima Trade Towers, Tower "A", I.I. Chundrigar Road, Karachi-74000 Phone # 92-21-35478192-93 # 92-21-32271905-6 Fax # 92-21-32213243



CRESCENT STANDARD MODARABA
(An Islamic Financial Institution)

DIRECTORS' REPORT

Dear Certificate holders,

On behalf of the Board of Directors of B.R.R. Investment (Private) Limited ('BRRRI' or 'the company'), Manager of Crescent Standard Modaraba ('CSM' or 'the Modaraba'), we are pleased to present the 2nd Quarter Financial statements of the Modaraba for the six months ended December 31, 2016.

Operations and performance

Financial highlights	December 31, 2016	December 31, 2015
 Rupees.....	
Total Income	22,433,226	18,340,453
Total Expenses	18,360,930	13,124,880
Profit After Management Fee & WWF	3,535,893	4,528,578
Earnings per certificate	0.18	0.23
Certificate Holder's Equity	126,672,607	123,427,093
Breakup value - per certificate	6.33	6.17

During the six months period under review the Modaraba has earned net profit Rs.3.54 million, as compared to Rs 4.53 million profit in the same period last year. Revenue is increased by 22.3%.

CONCLUSION & APPRECIATION:

We are currently watching recent business scenario within the country and also strengthening our risk management strategies. We are pursuing a cautious approach, in order to ensure quality of assets vis-a-viz future growth. Our target is profitable growth in the current line of business with the aim of creation of value for our certificate holders.

On Behalf of the Board of Directors
B.R.R. Investment (Private) Limited

Karachi: February 24, 2017

Rafique Dawood
Chairman



CRESCENT STANDARD MODARABA
(An Islamic Financial Institution)

ڈائریکٹرز کی رپورٹ

محترم سرٹیفکیٹ ہولڈرز،

ہم بی آر اے انویسٹمنٹ (پرائیویٹ) لمیٹڈ (بی آر آئی "ایکٹیویٹی")، ناظم کریڈٹ اسٹیٹرزڈ مضاربہ ("اسی ایس ایم" یا مضاربہ) کی جانب سے دسمبر 31، 2016 کو ختم ہونے والے دوسرے سہ ماہی اور ششماہی مدت کے مالیاتی حسابات پیش کر رہے ہیں۔

آپریشن اور کارکردگی

دسمبر 31، 2015	دسمبر 31، 2016	مالیاتی جھلکیاں
پاکستانی روپے میں		
18,340,453	22,433,226	کل آمدنی
13,124,880	18,360,930	کل اخراجات
4,528,578	3,535,893	منافع بعد از احتیاط کی ٹیس اور ڈیویڈنڈ بلایوڈ بلایوڈ
0.23	0.18	نتیجہ فی سرٹیفکیٹ
123,427,093	126,672,607	سرٹیفکیٹ ہولڈرز کی ایکویٹی
6.17	6.33	بریک اپ ڈیویڈنڈ فی سرٹیفکیٹ

اس ششماہی سال مدت میں مضاربہ نے خالص منافع 3.54 ملین روپے کمایا، گزشتہ سال اسی مدت میں منافع 4.53 ملین روپے تھا۔ کل آمدنی میں 22.3 فیصد سے اضافہ ہوا ہے۔

اختصاصی کلمات اور اظہار تشکر

ہم فی الحال ملک کے اندر حالیہ کاروباری حالات کو دیکھ رہے ہیں اور اپنی رسک مینجمنٹ کی حکمت عملی کو مضبوط بنا رہے ہیں۔ مستقبل کی ترقی کے ساتھ اثاثوں کے معیار کو یقینی بنانے کے لئے ہم ایک محتاط نقطہ نظر سے چل رہے ہیں۔ ہمارا ہدف اپنے موجودہ کاروبار میں منافع بخش ترقی کے ساتھ اپنے سرٹیفکیٹ ہولڈرز کی قدر میں اضافہ کرنا ہے۔

از طرف بورڈ آف ڈائریکٹرز

بی آر اے انویسٹمنٹ (پرائیویٹ) لمیٹڈ

مورخہ فروری 24، 2017

کراچی

رفیق داؤد

چیرمین



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Grace Centre,
Canal Bank Road,
1-B Canal Park,
Gulberg-II, Lahore-54660

INDEPENDENT AUDITORS' REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL INFORMATION TO THE CERTIFICATE HOLDERS

Introduction

We have reviewed the accompanying condensed interim balance sheet of **Crescent Standard Modaraba** ("the Modaraba") as at December 31, 2016 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim cash flow statement, condensed interim statement of changes in equity and notes to the accounts for the six-month period then ended (here-in-after referred as the "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion


Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information as at and for the six months period ended December 31, 2016 is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

The figures for the quarter ended December 31, 2016 and December 31, 2015 in the condensed interim profit and loss account and condensed interim statement of comprehensive income have not been reviewed and we do not express a conclusion on them.

KARACHI

DATED: February 24, 2017

CHARTERED ACCOUNTANTS

 Engagement Partner: Zulfikar Ali Causar

BDO Ebrahim & Co. Chartered Accountants

BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.



CRESCENT STANDARD MODARABA
(An Islamic Financial Institution)

Condensed Interim Balance Sheet
As at December 31, 2016

		(Un-audited)	(Audited)
		December 31,	June 30,
		2016	2016
	Note	-----	-----
		(Rupees)	
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	5	85,269,163	88,741,627
Advance against ijarah assets		10,566,000	7,039,900
Musharaka finance	6	8,070,853	-
		103,906,016	95,781,527
CURRENT ASSETS			
Short-term investments	7	43,689,962	40,218,427
Musharaka finance	6	1,706,475	-
Advances, deposits, prepayments and other receivables	8	1,624,333	1,004,270
Trade debts	9	306,022	191,002
Advance tax		1,086,566	732,663
Cash and bank balances	10	8,022,555	17,718,494
		56,435,913	59,864,856
		160,341,929	155,646,383
TOTAL ASSETS			
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Authorized capital			
25,000,000 (June 30, 2016: 25,000,000)			
Modaraba certificate of Rs. 10/- each		250,000,000	250,000,000
Issued, subscribed and paid up certificate capital		200,000,000	200,000,000
Reserves	11	(74,730,908)	(74,966,801)
Surplus on revaluation of investments		1,403,515	18,861
		126,672,607	125,052,060
NON-CURRENT LIABILITIES			
Long term portion customers' security deposits		25,624,355	23,522,632
		25,624,355	23,522,632
CURRENT LIABILITIES			
Current portion of customers' security deposits		1,951,335	-
Accrued expenses and other liabilities		3,251,680	3,888,588
Unclaimed profit distribution		2,841,952	3,183,103
		8,044,967	7,071,691
		160,341,929	155,646,383
TOTAL EQUITY AND LIABILITIES			
CONTINGENCIES AND COMMITMENTS			
	12		

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.

For B.R.R. Investment (Private) Limited
(Modaraba Management Company)

Rafique Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Waqas Anwar Qureshi
Director



CRESCENT STANDARD MODARABA

(An Islamic Financial Institution)

**Condensed Interim Profit And Loss Account
For The Half Year And Quarter Ended December 31, 2016
(Un-Audited)**

	Half year ended		Quarter ended	
	December 31, 2016	December 31, 2015	December 31, 2016	December 31, 2015
Note ----- (Rupees) -----				
INCOME				
Ijarah rentals	15,676,107	11,350,393	7,952,720	6,169,221
Income on musharaka and murabaha finance	95,328	-	95,328	-
Income on bank balances	483,454	281,636	230,984	67,552
Income on short-term investments	13 6,178,337	6,706,424	4,157,533	5,114,847
Other income	14 -	2,000	-	2,000
	22,433,226	18,340,453	12,436,565	11,353,620
EXPENSES				
Depreciation on ijarah assets	13,484,479	9,496,156	6,843,733	5,121,430
Provision for doubtful receivables - net	-	610,852	-	610,852
Loss / (gain) on disposal of ijarah assets	833,933	(304,874)	11,802	(304,874)
Impairment of investment	622,976	-	622,976	-
Administrative and operating expenses	3,418,772	3,321,568	1,864,186	1,863,939
Financial charges	770	1,178	600	1,178
	18,360,930	13,124,880	9,343,297	7,292,525
Modaraba Management Company fee	4,072,296	5,215,573	3,093,268	4,061,095
Sales tax on Modaraba Management Company fee	(407,230)	(521,557)	(309,327)	(406,109)
Workers' Welfare Fund	(72,161)	(92,420)	(54,813)	(71,963)
Profit before taxation	3,535,893	4,528,578	2,685,822	3,526,168
Provision for taxation	15 -	-	-	-
Net profit for the period	3,535,893	4,528,578	2,685,822	3,526,168
Earnings per certificate				
Basic and diluted	0.18	0.23	0.13	0.18

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.

For B.R.R. Investment (Private) Limited
(Modaraba Management Company)

Rafique Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Waqas Anwar Qureshi
Director



CRESCENT STANDARD MODARABA

(An Islamic Financial Institution)

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
For The Half Year And Quarter Ended December 31, 2016
(Un-Audited)

	Half year ended		Quarter ended	
	December 31,	December 31,	December 31,	December 31,
	2016	2015	2016	2015
	(Rupees)			
Profit for the period	3,535,893	4,528,578	2,685,822	3,526,168
Other comprehensive income	-	-	-	-
Unrealised gain on available for sale investments - net	1,384,654	1,264,302	1,032,512	806,528
Items that will be subsequently reclassified to profit or loss:				
Transfer to profit and loss account on disposal of investments	-	-	-	-
Total comprehensive income for the period	4,920,547	5,792,880	3,718,334	4,332,696

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.

For B.R.R. Investment (Private) Limited
(Modaraba Management Company)

Rafique Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Waqas Anwar Qureshi
Director



CRESCENT STANDARD MODARABA

(An Islamic Financial Institution)

**Condensed Interim Statement of Cash Flows
For The Half Year Ended December 31, 2016
(Un-Audited)**

	December 31, 2016	December 31, 2015
	----- (Rupees) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	3,535,893	4,528,578
Adjustments for non-cash items:		
Depreciation on ijarah assets	13,484,479	9,496,156
Depreciation on assets in own use	176,531	178,135
Provision for doubtful receivable - net	-	610,852
Impairment of investment	622,976	-
Unrealised gain on revaluation of held-for-trading investments	(3,327,966)	(1,255,907)
Income on investments in debt securities	(806,516)	(1,016,337)
Gain on sale of investment - net	(1,724,171)	(3,988,416)
Loss / (gain) on disposal of ijarah assets	833,933	(304,874)
Dividend income	(319,684)	(445,764)
	8,939,582	3,273,845
(Increase) / decrease in current assets		
Trade debts	(115,020)	677,538
Advances, deposits, prepayments and other receivables	(620,063)	(5,280,618)
Advance tax	(353,903)	(77,396)
	(1,088,986)	(4,680,476)
Increase in current liabilities		
Accrued expenses and other liabilities	636,908	137,127
Net cash flows generated from operating activities	12,023,397	3,259,074
CASH FLOWS FROM INVESTING ACTIVITIES		
Return on short-term investments	1,112,056	6,742,091
Short-term investment - net	5,385,640	7,537,198
Additions to property and equipment - ijarah	(16,924,890)	(28,137,300)
Additions to property and equipment - owned	(8,100)	-
Advance against ijarah assets	(3,526,100)	5,040,000
Musharika finance-net	(9,777,328)	-
Proceed on disposal of ijarah Assets	1,607,479	7,566,343
Security deposits repaid	4,053,058	2,599,340
Net cash flow (used in) / generated from investing activities	(18,078,185)	1,347,672
CASH FLOWS FROM FINANCING ACTIVITIES		
Profit paid to certificate holders and net cash used in financing activities	(3,641,151)	(8,979)
Net (decrease) / increase in cash and cash equivalents	(9,695,939)	4,597,767
Cash and cash equivalents at beginning of the period	17,718,494	12,982,467
Cash and cash equivalents at end of the period	8,022,555	17,580,234

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.

**For B.R.R. Investment (Private) Limited
(Modaraba Management Company)**

**Rafique Dawood
Chairman**

**Ayaz Dawood
Chief Executive Officer**

**Waqas Anwar Qureshi
Director**



CRESCENT STANDARD MODARABA
(An Islamic Financial Institution)

**Condensed Interim Statement of Changes In Equity
For The Half Year Ended December 31, 2016
(Un-Audited)**

	Issued subscribed and paid up certificate	Statutory reserve	Surplus/ (deficit) on revaluation of investment - ----- (Rupees) -----	Accumulated loss	Total
Balance as at July 01, 2015	200,000,000	18,470,201	(141,614)	(100,694,374)	117,634,213
Profit for the half year ended December 31, 2015	-	-	-	4,528,578	4,528,578
Unrealised gain on available for sale investment-net	-	-	1,264,302	-	1,264,302
Total comprehensive income for the period	-	-	1,264,302	4,528,578	5,792,880
Profit distribution for the year ended June 30, 2015 @ Rs.0.15 per certificate	-	-	-	-	-
Balance as at December 31, 2015	200,000,000	18,470,201	1,122,688	(96,165,796)	123,427,093
Profit for the half year ended June 30, 2016	-	-	-	2,728,794	2,728,794
Other comprehensive income	-	-	-	-	-
Unrealised loss on available for sale investment-net	-	-	(1,103,827)	-	(1,103,827)
Transfer to statutory reserve	-	3,591,418	-	(3,591,418)	-
Total comprehensive income for the period	-	3,591,418	(1,103,827)	(862,624)	1,624,967
Balance as at July 01, 2016	200,000,000	22,061,619	18,861	(97,028,420)	125,052,060
Profit for the half year ended December 31, 2016	-	-	-	3,535,893	3,535,893
Unrealised gain on available for sale investment-net	-	-	1,384,654	-	1,384,654
Total comprehensive income for the period	-	-	1,384,654	3,535,893	4,920,547
Profit distribution for the year ended June 30, 2016 @ Rs.0.165 per certificate	-	-	-	(3,300,000)	(3,300,000)
Balance as at December 31, 2016	200,000,000	22,061,619	1,403,515	(96,792,527)	126,672,607

The annexed notes from 1 to 20 form an integral part of this condensed interim financial information.

For B.R.R. Investment (Private) Limited
(Modaraba Management Company)

Rafique Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Waqas Anwar Qureshi
Director



CRESCENT STANDARD MODARABA

(An Islamic Financial Institution)

**Notes To The Condensed Interim Financial Information
For The Half Year Ended December 31, 2016**

1. LEGAL STATUS AND NATURE OF THE BUSINESS

1.1 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 thereunder. Modaraba was managed by Financial Link Limited up to January 19, 2007, however, the Deputy Registrar, Modaraba Wing, SECP, vide order No. SC/M/RW/CSM2006-32 dated January 19, 2007 transferred management of Modaraba to Providence Modaraba Limited. During the year 2008, Providence Modaraba Limited merged with and into B.R.R. Investment (Private) Limited, and since then the Modaraba is under management of B.R.R. Investment (Private) Limited.

1.2 The Modaraba is a perpetual and multipurpose modaraba and is engaged in investing in equity and debt securities, musharaka and murabaha finance, etc. The address of registered office is 18th floor, on BRR Tower Hassan Ali Street off I. I. Chundrigar Road, Karachi. The Modaraba is listed on the Karachi Stock Exchange which has been merged into Pakistan Stock Exchange.

2. BASIS OF PREPARATION

2.1 Statement of compliance

This condensed interim financial information of the Modaraba for the six months period ended December 31, 2016 has been prepared in accordance with the requirements of the International Accounting Standard 34 - "Interim Financial Reporting" and provisions of and directives issued under the Modaraba Companies and Modarabas (Floatation and Control) Ordinance, 1980, the Modaraba Companies and Modaraba Rules, 1981 and Prudential Regulations for Modarabas. In case where requirements differ, the provisions of or directives issued under the Modaraba Companies and Modarabas (Floatation and Control) Ordinance, 1980, the Modaraba Companies and Modaraba Rules, 1981 and Prudential Regulations for Modarabas have been followed.

The disclosures made in this condensed interim financial information have been limited, based on the requirements of International Accounting Standard 34 - "Interim Financial Reporting". These condensed interim financial information do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the financial statements of the Modaraba for the year ended June 30, 2016.

This condensed interim financial information is un-audited. However, limited scope review has been performed by the statutory auditors, except for the figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended December 31, 2016 and December 31, 2015, in accordance with the requirement of clause (xxi) of the Code of Corporate Governance and are being submitted to the Certificate holders as required by Rule 10 of Modaraba Companies and Modaraba Rules, 1981.

2.2 Basis of measurement

This condensed interim financial information has been prepared under the "historical cost convention" except for the revaluation of certain financial assets which are stated at fair value.

This condensed interim financial information has been prepared following accrual basis of accounting except for cash flow information.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted and methods of computation followed in the preparation of this condensed interim financial information are same as those applied in the preparation of annual financial statements of the Modaraba for the year ended June 30, 2016.

There were certain new standards, amendments to the approved accounting standards and new interpretation issued by the International Financial Reporting Interpretations Committee (IFRIC) which became effective during the period but are considered not to be relevant or have any significant effect on the Modaraba's operations and are, therefore, not disclosed in this condensed interim financial information except for certain disclosure requirements in accordance with IFRS 13: Fair Value Measurements.



CRESCENT STANDARD MODARABA
(An Islamic Financial Institution)

**Notes To The Condensed Interim Financial Information
For The Half Year Ended December 31, 2016**

4 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Modaraba's accounting policies and key sources of estimation of uncertainty are the same as those that were applied to the financial statements for the year ended June 30, 2016.

		(Un-audited) December 31, 2016	(Audited) June 30, 2016
		----- (Rupees) -----	
5 PROPERTY AND EQUIPMENT			
Property and equipment - owned	5.1	150,665	319,097
Property, plant and equipment - leased / ijarah	5.2	85,118,498	88,422,530
		<u>85,269,163</u>	<u>88,741,627</u>

5.1 Property and equipment - owned

	----- Additions -----		----- Disposals -----	
	(Un-audited) December 31, 2016	(Audited) June 30, 2016	(Un-audited) December 31, 2016	(Audited) June 30, 2016
	----- (Rupees) -----		----- (Rupees) -----	
Computers	8,100	-	-	-
	<u>8,100</u>	<u>-</u>	<u>-</u>	<u>-</u>

5.2 Property, plant and equipment - Ijarah / leased

Following additions and disposals in assets leased out, at cost, were made during the period:

	----- Additions -----		----- Disposals -----	
	(Un-audited) December 31, 2016	(Audited) June 30, 2016	(Un-audited) December 31, 2016	(Audited) June 30, 2016
	----- (Rupees) -----		----- (Rupees) -----	
Plant and machinery	-	-	-	3,760,300
Vehicles	15,520,890	52,273,420	11,466,000	9,284,000
Computers and equipments	1,404,000	-	692,800	1,196,000
	<u>16,924,890</u>	<u>52,273,420</u>	<u>12,158,800</u>	<u>14,240,300</u>

6 MUSHARAKA FINANCE

Secured

		(Un-audited) December 31, 2016	(Audited) June 30, 2016
		----- (Rupees) -----	
Considered good		9,777,328	-
Considered doubtful	6.1	7,262,809	7,262,809
		17,040,137	7,262,809
Less: Provision for doubtful receivables		(7,262,809)	(7,262,809)
Less: Current portion of musharaka finance		(1,706,475)	-
		<u>8,070,853</u>	<u>-</u>

6.1 This musharaka finance was receivable by October 12, 2015.



CRESCENT STANDARD MODARABA
(An Islamic Financial Institution)

**Notes To The Condensed Interim Financial Information
For The Half Year Ended December 31, 2016**

7 SHORT-TERM INVESTMENTS

Held for trading

Listed ordinary shares	7.1	21,329,167	20,153,945
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Available-for-sale

Listed Ordinary shares	7.2	3,693,675	587,376
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Debt securities	7.3	18,667,120	19,477,106
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		43,689,962	40,218,427
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7.1 Held-for-trading

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

<u>No. of shares</u>		<u>Name of investee</u>	<u>(Un-audited)</u>	<u>(Audited)</u>
<u>December 31, 2016</u>	<u>June 30, 2016</u>		<u>December 31, 2016</u>	<u>June 30, 2016</u>
			<u>----- (Rupees) -----</u>	
Power generation and distribution				
-	65,000	K- Electric Limited	-	523,607
Oil and gas exploration				
8,000	10,000	Pakistan Petroleum Limited	1,505,440	1,550,500
200	300	Mari Petroleum Limited	274,982	272,466
Oil and gas marketing				
2,500	-	Sui Northern Gas Pipeline	203,925	-
Refinery				
10,000	-	BYCO Petroleum Limited	232,000	-
2,800	4,500	National Refinery Limited	1,599,138	2,139,302
Fertilizer				
-	35,000	Fauji Fertilizer Bin Qasim Limited	-	1,855,351
Chemicals				
7,000	7,000	Linde Pakistan Limited	1,367,590	731,500
60,000	78,000	Lotte Chemical Pakistan Limited	499,201	468,781
300	-	ICI Pakistan Limited	298,119	-
Cable and electrical goods				
-	1,100	Siemens Pakistan Engineering	-	1,094,038
Automobile parts and accessories				
-	50	Thal Limited	-	14,152
Leather and tanneries				
2,300	-	Service Industries	3,443,353	-



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**Notes To The Condensed Interim Financial Information
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No. of shares		Name of investee	Note	(Un-audited)	(Audited)
December 31, 2016	June 30, 2016			December 31, 2016	June 30, 2016
				----- (Rupees) -----	
		Pharmaceuticals			
3,600	3,800	Feroz Sons Laboratories		2,695,500	3,917,572
700	750	Abbot Laboratories Limited		669,964	565,501
729	779	High Noon Laboratories		465,830	449,015
11,865	10,865	Glaxo SmithKline			
		Pakistan Limited		2,768,104	2,250,250
3,054	3,049	Searle Pakistan Limited		1,996,674	1,634,722
		Food and personal care products			
49,250	47,750	Treet Corporation Limited		3,219,966	2,360,283
-	3,258	GlaxoSmithKline Consumer Health Care Pakistan		-	-
		Technology and communication			
5,000	20,000	Pakistan Telecommunication Company Limited		85,900	300,600
		Cement			
20	220	Cherat Cement Company Limited		3,481	26,305
				<u>21,329,167</u>	<u>20,153,945</u>

7.2 Available for sale : Investment in Listed Companies

		Engineering			
4,125	5,125	Crescent Steel and Allied Product Limited		635,992	587,376
		Automobile parts and accessories			
28,562	-	Loads Limited		1,454,091	-
		Glass and ceramics			
3,500	-	Ghani Glass Mills Limited		518,000	-
		Automobile assembler			
1,200	-	Millat Tractors Limited		1,085,592	-
		Food and personal care products			
3,258	-	GlaxoSmithKline Consumer Health Care Pakistan		-	-
				<u>3,693,675</u>	<u>587,376</u>

(Un-audited) (Audited)
December 31, June 30,
2016 2016
Note ----- (Rupees) -----

7.3 Available for Sale : Investment in debt securities

Sukuk Certificates		<u>18,667,120</u>	<u>19,477,106</u>
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CRESCENT STANDARD MODARABA
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**Notes To The Condensed Interim Financial Information
For The Half Year Ended December 31, 2016**

<u>No. of shares</u>			<u>(Un-audited)</u>	<u>(Audited)</u>
<u>December 31,</u>	<u>June 30,</u>		<u>December 31,</u>	<u>June 30,</u>
<u>2016</u>	<u>2016</u>		<u>2016</u>	<u>2016</u>
		Note	----- (Rupees) -----	
7.3.1 Sukuk Certificates				
1,267	1,267	Eden Housing Limited	1,245,953	1,245,953
3,000	3,000	K-Electric Limited	15,130,275	14,970,390
5	5	Al Baraka Bank (Pakistan) Limited	3,536,845	3,883,740
			19,913,073	20,100,083
Less: Provision for impairment			(1,245,953)	(622,977)
			18,667,120	19,477,106
8 ADVANCES, DEPOSITS, PREPAYMENT AND OTHER RECEIVABLES				
Considered good				
Advances - secured				
		Advances to staff against salary	8.1 780,000	346,990
			780,000	346,990
Prepayment				
		Takaful	49,801	4,338
Other receivables				
		Accrued profit on Sukuk certificates	224,238	231,310
		Takaful premium receivable	570,294	421,632
			794,532	652,942
			1,624,333	1,004,270
Considered doubtful				
Advances				
		Advance for purchases	44,922,678	44,922,678
		Other receivables	1,368,702	1,368,702
		Accrued profit	46,291,380	46,291,380
			(46,291,380)	(46,291,380)
		Less: Provision for doubtful receivables	1,624,333	1,004,270
8.1 This includes advances provided to employee against salaries. These advances do not carry any interest or mark-up.				
			<u>(Un-audited)</u>	<u>(Audited)</u>
			<u>December 31,</u>	<u>June 30,</u>
			<u>2016</u>	<u>2016</u>
		Note	----- (Rupees) -----	
9 TRADE DEBTS				
Secured and considered good				
		Ijarah rental	306,022	191,002
Unsecured and considered doubtful				
		Others	9.1 33,810,401	33,810,401
		Less: Provision for doubtful receivables	9.1 (33,810,401)	(33,810,401)
			306,022	191,002
9.1 This facility was partly secured against pledge of stock of jute while some of the stock was misappropriated from the factory premises of the borrower. In prior year, the Modaraba has filed a criminal case against the borrower and its owner against misappropriation of pledged stock.				



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For The Half Year Ended December 31, 2016**

During the prior period, complete provision has been recorded against outstanding balance as per Prudential Regulations. The management believes that the said lawsuit and criminal case will be decided in favour of the Modaraba.

	(Un-audited) December 31, 2016	(Audited) June 30, 2016
	----- (Rupees) -----	
10 CASH AND BANK BALANCES		
Cash in hand	4,000	4,000
Cash with banks in:		
PLS savings accounts	10.1 8,018,555	17,450,204
Current accounts	-	264,290
	<u>8,022,555</u>	<u>17,718,494</u>

10.1 These carry profit at rates ranging from 5.55% to 5.74% (June 30, 2016: 5% to 8%) per annum. PLS saving accounts includes balances placed under arrangements permissible under shariah amounting to Rs. 8.016 million (June 30, 2016: 17.450 million).

11 RESERVE

Capital reserve		
Statutory reserve	22,061,619	22,061,619
Revenue reserve		
Accumulated loss	(96,792,527)	(97,028,420)
	<u>(74,730,908)</u>	<u>(74,966,801)</u>

12 CONTINGENCIES AND COMMITMENTS

12.1 The Modaraba had received a legal notice from Innovative Investment Bank Limited (formerly: Crescent Standard Investment Bank Limited) which was addressed to previous Management Bank Company (Financial Link Limited) of the Modaraba, wherein they had asked Modaraba to settle an outstanding balance of short-term borrowing amounting to Rs. 171.143 million (June 30, 2016: Rs. 171.143 million) along with the mark-up thereon on or before February 10, 2007. The management and the legal advisor of the Modaraba believe that the matter will be decided in the favour of the Modaraba and, accordingly, no liability in respect of the above has been recognised in the financial statements.

	(Un-audited) December 31, 2016	(Un-audited) December 31, 2015
	----- (Rupees) -----	
13 INCOME ON SHORT-TERM INVESTMENTS		
Income on investment in debt securities	806,516	1,016,337
Gain on sale of investments	1,724,171	3,988,416
Unrealised gain on revaluation of investments	3,327,966	1,255,907
Dividend income	319,684	445,764
	<u>6,178,337</u>	<u>6,706,424</u>

14 OTHER INCOME

Miscellaneous income	-	2,000
	<u>-</u>	<u>2,000</u>



CRESCENT STANDARD MODARABA

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**Notes To The Condensed Interim Financial Information
For The Half Year Ended December 31, 2016**

15 PROVISION FOR TAXATION

As per the Second Schedule to the Income Tax Ordinance, 2001, the income of a non-trading modaraba is exempt from income tax provided that it distributes 90% of its profits to its certificate holders for the year after making appropriation for statutory reserves. The Modaraba intends to avail this exemption by distributing 90% of its profits to its certificate holders after making appropriation for statutory reserves. Accordingly, no provision in respect of current and deferred tax has been made in this condensed interim financial statements.

16 FAIR VALUE HIERARCHY

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

Level 1: Quoted prices in active markets for identical assets.

Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3: Techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

	Level 1	Level 2	Level 3	Total
	----- (Rupees) -----			
December 31, 2016				
Investments at fair value through profit or loss - held-for-trading				
Listed ordinary shares	21,329,167	-	-	21,329,167
Available-for-sale investments				
Listed ordinary shares	3,693,675	-	-	3,693,675
Sukuk certificates	18,667,120	-	-	18,667,120
	<u>43,689,962</u>	<u>-</u>	<u>-</u>	<u>43,689,962</u>
June 30, 2016				
Investments at fair value through profit or loss - held-for-trading				
Listed ordinary shares	20,153,945	-	-	20,153,945
Available-for-sale investments				
Listed ordinary shares	587,376	-	-	587,376
Sukuk certificates	18,854,130	-	622,976	19,477,106
	<u>39,595,451</u>	<u>-</u>	<u>622,976</u>	<u>40,218,427</u>

Valuation techniques

For Level 3 available-for-sale investments the Modaraba values the investment at carrying value which approximates the fair value of the investment.

Transfers during the period

During the 6 month period to December 31, 2016: There were no transfers into or out of Level 3 fair value measurements .

17 RELATED PARTY TRANSACTIONS

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions and include a subsidiary company, associated companies with or without common directors, directors, and key management personnel.

The Modaraba has related party relationships with its Modaraba Management Company, Associated Undertakings and its Key Management Personnel.



CRESCENT STANDARD MODARABA
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**Notes To The Condensed Interim Financial Information
For The Half Year Ended December 31, 2016**

A number of transactions are entered into with related parties in the normal course of business. These include financings, investments, borrowings, sharing of common expenses and rental income.

The details of transactions with related parties and balances with them, apart from compensation to executives, are given below:

Relationship with the Modaraba Transactions during the period	Nature of transactions	(Un-audited) December 31, 2016	(Un-audited) December 31, 2015
		Rupees	
Management Company			
B.R.R Investment (Private) Limited	Management fee accrued	407,230	521,557
B.R.R Investment (Private) Limited	Management fee paid	835,833	-
Associated companies/other related parties			
B.R.R Guardian Modaraba	Sharing expenses paid	82,463	92,095
First Dawood Employee Provident Fund	Transfer to provident fund	115,200	101,358
Dawood Family Takaful Limited	Rental received against ijarah	416,359	806,059
Dawood Equities Limited	Brokerage and commission	31,410	42,415
Dawood Global Foundation	Charity Paid	3,954	8,090
		(Un-audited) December 31, 2016	(Audited) June 30, 2016
17.1 Period end balances	Nature of balances	----- (Rupees) -----	
Management Company			
B.R.R Investment (Private) Limited	Management fee accrued	407,230	835,833

18 DATE OF AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue on **February 24, 2017** by the Board of Directors of B.R.R. Investment (Private) Limited.

19 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison and better presentation. However, no significant reclassification has been made during the period.

20 GENERAL

20.1This condensed interim financial information is presented in Pak Rupees, which is the Modaraba's functional and presentation currency.

20.2Amounts have been presented and rounded off to the nearest Rupees.

**For B.R.R. Investment (Private) Limited
(Modaraba Management Company)**

Rafique Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Waqas Anwar Qureshi
Director

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