



MODARABA

Crescent Standard Modaraba

(An Islamic Financial Institution)

Managed by:

B.R.R. Investments (Private) Limited

**Un-Audited
Condensed Interim Financial Information
For The Nine Months
Period Ended March 31, 2015**

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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. Investments (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 | Mr. Waqas Anwar Qureshi - Chairman Mr. Rafique Dawood - Member Mr. Ayaz Dawood - Member |
| Chief Financial Officer | Syed Tariq Masood |
| Company Secretary | Mr Tahir Mehmood |
| Auditors | EDO Ebrahim & Co. Chartered Accountants |
| Shariah Advisor | Mufti Syed Sabir Hussain |
| Legal Advisor | Malik & Maliks |
| Bankers | Al -Baraka Bank (Pakistan) 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 # 92-21-32271906 Fax # 92-21-32621233 |



CRESCENT STANDARD MODARABA
(An Islamic Financial Institution)

DIRECTORS' REPORT

Dear Certificate holders,

The Board of Directors of B.R.R. Investments (Private) Limited, manager of Crescent Standard Modaraba (CSM), takes pleasure in presenting the financial statements to Certificate Holders for the 3rd Quarter ended 31st March, 2015 .

The brief of operational performance is as under:

| | March 31, 2015 | March 31, 2014 |
|-----------------------------------|-----------------------|-----------------------|
| | Rupees..... | |
| Total Income | 20,047,953 | 19,671,275 |
| Total Expenses | (15,832,283) | (12,714,511) |
| Provision for doubtful receivable | (12,405,200) | (9,868,521) |
| (Loss) for the Period | (8,189,530) | (2,911,757) |

During the period the Modaraba has suffered loss of Rs. 8,189 million. This loss is a direct result of a provision against a related party of previous management of the Modaraba, the Prudential Regulations necessitates a further provision of Rs 12,405,200 against the doubtful debt. A Recovery Suit against the default party has already been instituted and every effort will be made to recover the defaulted amount.

We are hopeful with recovery of the stuck-up amount, Your Modaraba will return to profitability. The management is trying its best to deploy the funds in a prudent manner and ensures returns which would benefit the Modaraba.

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

April 29, 2015
Karachi

Rafique Dawood
Chairman



CRESCENT STANDARD MODARABA
(An Islamic Financial Institution)

**CONDENSED INTERIM BALANCE SHEET
AS AT MARCH 31, 2015**

| | Notes | (Un-audited) March 31, 2015 | (Audited) June 30, 2014 |
|---|-------|-----------------------------------|-------------------------------|
| | | ------(Rupees)----- | |
| ASSETS | | | |
| NON CURRENT ASSETS | | | |
| Property plant and equipment | 4 | 58,970,707 | 50,953,494 |
| Musharaka finances | 5 | - | - |
| | | <u>58,970,707</u> | <u>50,953,494</u> |
| CURRENT ASSETS | | | |
| Short term investments | 6 | 45,748,965 | 35,601,883 |
| Current portion of musharaka finance | 4 | 3,631,404 | 18,631,404 |
| Morabaha finance | 7 | - | - |
| Advances, deposits, prepayments and other receivable | 8 | 3,234,813 | 3,734,004 |
| Trade debts | 9 | 1,264,892 | 13,022,846 |
| Advance Tax | | 433,739 | 479,744 |
| Cash and bank balances | 10 | 20,806,344 | 21,669,739 |
| | | <u>75,120,157</u> | <u>93,139,620</u> |
| TOTAL ASSETS | | <u>134,090,864</u> | <u>144,093,114</u> |
| EQUITY AND OTHER LIABILITIES | | | |
| CAPITAL AND RESERVES | | | |
| Certificate capital: | | | |
| Authorized Capital | | 250,000,000 | 250,000,000 |
| 25,000,000 (June 30, 2014: 25,000,000) certificate of Rs 10/- each | | <u>200,000,000</u> | <u>200,000,000</u> |
| Issued, subscribed and paid up capital | | 18,470,201 | 18,470,201 |
| Capital reserves | | (101,743,425) | (90,553,895) |
| Accumulated Loss | | 108,854 | (134,929) |
| Surplus(deficit) on Revaluation of Investments | | <u>116,835,630</u> | <u>127,781,377</u> |
| LIABILITIES | | | |
| NON CURRENT LIABILITIES | | | |
| Customers Security deposits | | 12,794,600 | 6,780,705 |
| | | <u>12,794,600</u> | <u>6,780,705</u> |
| CURRENT LIABILITIES | | | |
| Current portion of customers' security deposits | | 258,400 | 4,610,690 |
| Accrued expenses and other liabilities | | 1,008,331 | 2,222,558 |
| Unclaimed profit distribution | | 3,193,903 | 2,697,784 |
| | | <u>4,460,634</u> | <u>9,531,032</u> |
| TOTAL EQUITY AND OTHER LIABILITIES | | <u>134,090,864</u> | <u>144,093,114</u> |
| CONTINGENCIES AND COMMENTMENTS | 11 | | |

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information

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

Rafique Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Syed Ali Raza
Director



CRESCENT STANDARD MODARABA

(An Islamic Financial Institution)

**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2015
(UN-AUDITED)**

| | For the Nine Months ended | | Quarter Ended | |
|---|---------------------------|---------------------------|---------------------------|-------------------------|
| | March 31, 2015 | March 31, 2014 | March 31, 2015 | March 31, 2014 |
| | <----- Rupees -----> | | | |
| INCOME | | | | |
| Ijarah rentals | 12,663,205 | 8,007,945 | 4,538,896 | 2,485,805 |
| Income on musharaka finance | 1,050,000 | 1,609,468 | - | 533,163 |
| Income on banks balances | 444,550 | 2,759,327 | 24,671 | 921,414 |
| Income on Investments - net | 5,125,223 | 5,433,570 | 1,363,413 | 1,676,950 |
| Surplus on revaluation of investment held-for-trading | 663,880 | 1,492,496 | (2,881,560) | 415,930 |
| Other income | 101,095 | 368,469 | 7,500 | 130,765 |
| | <u>20,047,953</u> | <u>19,671,275</u> | <u>3,052,920</u> | <u>6,164,027</u> |
| EXPENSES | | | | |
| Administrative and operating expenses | 4,887,868 | 5,526,394 | 1,557,333 | 1,581,042 |
| Depreciation on ijarah assets | 10,566,390 | 6,582,847 | 3,713,244 | 2,106,735 |
| Loss on sale of ijarah assets | 376,085 | 605,220 | - | 43,007 |
| Financial charges | 1,940 | 50 | 780 | - |
| Provision of doubtful receivable | 12,405,200 | 9,868,521 | - | - |
| | <u>28,237,483</u> | <u>22,583,032</u> | <u>5,271,357</u> | <u>3,730,784</u> |
| | <u>(8,189,530)</u> | <u>(2,911,757)</u> | <u>(2,218,437)</u> | <u>2,433,243</u> |
| Modaraba company's management fee | - | - | - | - |
| Sales Tax on Modaraba Management fee | - | - | - | - |
| Worker's Welfare Fund | - | - | - | - |
| (Loss) / Profit before taxation | <u>(8,189,530)</u> | <u>(2,911,757)</u> | <u>(2,218,437)</u> | <u>2,433,243</u> |
| Provision for taxation | - | - | - | - |
| Net (loss) / profit for the period | <u><u>(8,189,530)</u></u> | <u><u>(2,911,757)</u></u> | <u><u>(2,218,437)</u></u> | <u><u>2,433,243</u></u> |
| (Loss)per certificate basic and diluted | <u><u>(0.41)</u></u> | <u><u>(0.15)</u></u> | <u><u>(0.11)</u></u> | <u><u>0.12</u></u> |

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information

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

Rafique Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Syed Ali Raza
Director



CRESCENT STANDARD MODARABA
(An Islamic Financial Institution)

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE MONTHS AND QUARTER ENDED MARCH 31, 2015
(UN-AUDITED)**

| | For the Nine Months ended | | Quarter Ended | |
|--|---------------------------|---------------------------|---------------------------|-------------------------|
| | March 31, 2015 | March 31, 2014 | March 31, 2015 | March 31, 2014 |
| | <----- Rupees -----> | | | |
| (Loss) / Profit for the Period | (8,189,530) | (2,911,757) | (2,218,437) | 2,433,243 |
| Other Comprehensive Income | | | | |
| Unrealized (deficit) / surplus on revaluation of available for sale investments | 243,783 | (215,584) | (136,409) | - |
| Total Comprehensive (loss) / income for the period | <u>(7,945,747)</u> | <u>(3,127,341)</u> | <u>(2,354,846)</u> | <u>2,433,243</u> |

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information

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

Rafique Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Syed Ali Raza
Director



CRESCENT STANDARD MODARABA

(An Islamic Financial Institution)

**CONDENSED INTERIM STATEMENT OF CASH FLOWS
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2015
(UN-AUDITED)**

| | March 31, 2015 Rupees | March 31, 2014 Rupees |
|--|-----------------------------|-----------------------------|
| A. CASH FLOWS FROM OPERATING ACTIVITIES | | |
| (Loss) / Profit for the Period | (8,189,530) | (2,911,757) |
| Adjustments for non-cash and other items; | | |
| Depreciation on Ijarah Assets | 10,566,374 | 6,582,847 |
| Depreciation on own Assets | 267,203 | 389,362 |
| Gain on sale of Investment - net | (2,321,629) | (4,273,890) |
| Gain on sale of fixed assets | - | (203,048) |
| Provision for doubtful receivables | 12,405,200 | 9,868,521 |
| Income on SUKUK | (2,306,592) | (554,713) |
| Dividend Income | (497,002) | (564,880) |
| Loss on sale of Ijarah assets | 376,085 | 605,220 |
| | 18,489,639 | 11,849,419 |
| | 10,300,109 | 8,937,662 |
| (Increase) / Decrease in Current Assets | | |
| Advances, deposits and other receivables | 2,558,791 | 926,127 |
| Trade Debts | (647,246) | 178,037 |
| Advance Tax | 46,005 | (710) |
| | 1,957,550 | 1,103,454 |
| Increase / (Decrease) in Current Liabilities | | |
| Accrued expenses and other liabilities | (1,214,227) | (786,433) |
| Profit paid to the Certificate Holders | (2,503,881) | (2,804,916) |
| Net cash generated from operating activities | 8,539,551 | 6,449,767 |
| B. CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Investments-Net | (9,903,299) | (24,119,777) |
| Musharaka Finance | 15,000,000 | 274,180 |
| Addition to property and equipment- own | - | (162,812) |
| Addition to property and equipment- Ijarah | (23,666,660) | (3,599,030) |
| Advance against Ijarah | (1,857,500) | - |
| Proceed on disposal of Ijarah Assets | 4,439,785 | 1,567,771 |
| Proceed on disposal of Fixed Assets | - | 1,108,735 |
| Net cash (used in) / from investing activities | (15,987,674) | (24,930,933) |
| C. CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Income received on Investment | 4,923,123 | 5,365,813 |
| Customers Security Deposits | 1,661,605 | (888,465) |
| Net cash generated from financing activities | 6,584,728 | 4,477,348 |
| Net (decreased) / increase in cash and cash equivalents | (863,395) | (14,003,818) |
| Cash and cash equivalents at the beginning of the period | 21,669,739 | 59,447,452 |
| Cash and cash equivalents at the end of the Period | 20,806,344 | 45,443,634 |

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information

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

Rafique Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Syed Ali Raza
Director



CRESCENT STANDARD MODARABA

(An Islamic Financial Institution)

**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2015
(UN-AUDITED)**

| | Certificate capital | Capital reserve | Surplus / (Deficit) on revaluation of investment Available for sale | Accumulated (Loss) | Total |
|---|---------------------|-------------------|---|----------------------|--------------------|
| | -----Rupees----- | | | | |
| Balance as at July 01, 2013 | 200,000,000 | 15,874,298 | (215,584) | (90,887,228) | 124,771,486 |
| Profit for Nine months ended March 31, 2014 | - | - | - | (2,911,757) | (2,911,757) |
| Profit distribution for the year ended June 30, 2013 @ 0.15 per certificate | - | - | - | (3,000,000) | (3,000,000) |
| Other comprehensive income | - | - | 215,584 | - | 215,584 |
| | - | - | 215,584 | (5,911,757) | (5,696,173) |
| Balance as at March 31, 2014 | 200,000,000 | 15,874,298 | - | (96,798,985) | 119,075,313 |
| Profit for quarter ended June 30, 2014 | - | - | - | 8,840,993 | 8,840,993 |
| Other comprehensive income | - | - | (134,929) | - | (134,929) |
| Transfer to statutory reserve | - | 2,595,903 | - | (2,595,903) | - |
| | - | - | - | - | - |
| Balance as at June 30, 2014 | 200,000,000 | 18,470,201 | (134,929) | (90,553,895) | 127,781,377 |
| Profit for Nine months ended March 31, 2015 | - | - | - | (8,189,530) | (8,189,530) |
| Profit distribution for the year ended June 30, 2014 @ 0.15 per certificate | - | - | - | (3,000,000) | (3,000,000) |
| Other comprehensive income- | - | - | 243,783 | - | 243,783 |
| | - | - | 243,783 | (11,189,530) | (10,945,747) |
| Balance as at March 31, 2015 | 200,000,000 | 18,470,201 | 108,854 | (101,743,425) | 116,835,630 |

The annexed notes from 1 to 14 form an integral part of these condensed interim financial information

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

Rafique Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Syed Ali Raza
Director



CRESCENT STANDARD MODARABA

(An Islamic Financial Institution)

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2015
(UN-AUDITED)**

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 there under. 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. Investments (Private) Limited, and since then the Modaraba is under management of B.R.R. Investments (Private) Limited.

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

2. BASIS OF PREPARATION

These financial statement are unaudited and being submitted to Certificate Holders as required under Rule 10 of Modaraba Companies and Modaraba Rules 1981, These have been prepared in accordance with International Accounting Standard- 34 "Interim Financial Reporting" as applicable in Pakistan

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation followed in the preparation of these condensed interim financial information are the same as those applied in preparing the audited financial statements for the year ended June 30, 2014

4. PROPERTY AND EQUIPMENT

Property and equipment - owned
Property and equipment Lease /Ijarah

| | (Un-audited) March 31, 2015 | (Audited) June 30, 2014 |
|--|-----------------------------------|-------------------------------|
| | ------(Rupees)----- | |
| | 764,437 | 1,031,640 |
| | <u>58,206,270</u> | <u>49,921,854</u> |
| | <u>58,970,707</u> | <u>50,953,494</u> |

4.1 Property, Plant and Equipment-Owned

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

| | -----Additions----- | | -----Disposal----- | |
|----------|-----------------------------------|------------------------------|-----------------------------------|------------------------------|
| | (Un-audited) March 31, 2015 | (Audited) 30 June 2014 | (Un-audited) March 31, 2015 | (Audited) 30 June 2014 |
| | ------(Rupees)----- | | | |
| Vehicles | - | 131,508 | - | 2,746,609 |
| Computer | - | 107,344 | - | - |
| | <u>-</u> | <u>238,852</u> | <u>-</u> | <u>2,746,609</u> |



CRESCENT STANDARD MODARABA

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4.2 Property, Plant and Equipment-Ijarah/Leased

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

| | -----Additions----- | | -----Disposal----- | |
|--|-----------------------------------|------------------------------|-----------------------------------|-------------------------------|
| | (Un-audited) March 31, 2015 | (Audited) 30 June 2014 | (Un-audited) March 31, 2015 | (Audited) 30 June 2014 |
| | ------(Rupees)----- | | ------(Rupees)----- | |
| Vehicles | 22,256,810 | 12,908,030 | 14,098,500 | 5,648,500 |
| Plant and Machinery | 1,409,850 | 25,000,000 | - | 4,615,750 |
| Computer and office Equipment | - | 27,275 | 1,347,015 | 1,198,175 |
| | <u>23,666,660</u> | <u>37,935,305</u> | <u>15,445,515</u> | <u>11,462,425</u> |
| 5. MUSHARAKA FINANCE - secured | | | | |
| Considered good | | | 3,631,405 | 18,631,404 |
| Considered doubtful | | | <u>3,631,404</u> | <u>13,813,744</u> |
| | | | 7,262,809 | 32,445,148 |
| Less: Provision for doubtful receivables | | | (3,631,405) | (13,813,744) |
| Less: Current portion of Musharaka Finance | | | <u>(3,631,404)</u> | <u>(18,631,404)</u> |
| | | | <u>-</u> | <u>-</u> |
| 6. SHORT TERM INVESTMENTS | | | | |
| Held for trading | | | | |
| Investment in listed equity securities | | | 22,457,714 | 15,130,079 |
| Available for Sale | | | | |
| Investment in SUKUK | | | <u>23,291,251</u> | <u>20,471,804</u> |
| | | | <u>45,748,965</u> | <u>35,601,883</u> |
| 7. MURABAHA FINANCE | | | | |
| Considered doubtful-unsecured | | | - | 1,902,053 |
| Less: Provision for doubtful receivables | | | <u>-</u> | <u>(1,902,053)</u> |
| | | | <u>-</u> | <u>-</u> |
| | | | (Un-audited) March 31, 2015 | (Audited) June 30, 2014 |
| | | | ------(Rupees)----- | |
| 8. ADVANCES, DEPOSITS, PREPAYMENT AND OTHER RECEIVABLES | | | | |
| Considered good | | | | |
| Advances | | | | |
| Advance against purchase of securities | | | - | 2,000,000 |
| Dawood Equities Limited - a related party | | | 61,658 | 27,654 |
| Due from broker | | | 194,215 | - |
| Advance to staff against salary | | | 92,400 | 548,666 |
| Advance against ijarah | | | 1,857,500 | - |
| | | | <u>2,205,773</u> | <u>2,576,320</u> |



CRESCENT STANDARD MODARABA

(An Islamic Financial Institution)

| | (Un-audited) March 31, 2015 | (Audited) June 30, 2014 |
|---|-----------------------------------|-------------------------------|
| | ------(Rupees)----- | |
| Prepayment | | |
| Takaful | 57,284 | 47,921 |
| Other receivables | | |
| Accrued profit on: | | |
| Bank balances | 280,000 | 770,318 |
| Sukuk certificates | 426,341 | 224,241 |
| Takaful contribution receivable | 265,416 | 115,204 |
| | <u>971,757</u> | <u>1,109,763</u> |
| | 3,234,814 | 3,734,004 |
| Considered doubtful | | |
| Advances | | |
| Advance for purchases | 44,922,678 | 90,387,701 |
| Deposits | | |
| Security deposit | - | 25,000 |
| Other receivables | | |
| Accrued profit | - | 7,715,387 |
| Sales tax receivable | - | 3,350,922 |
| Other receivables | - | 37,592 |
| | <u>44,922,678</u> | <u>101,516,602</u> |
| Less: Provision for doubtful receivables | <u>(44,922,679)</u> | <u>(101,516,602)</u> |
| | 3,234,813 | 3,734,004 |
| 9 TRADE DEBTS | | |
| Ijarah Rental | 1,264,892 | 617,646 |
| Others | 33,810,401 | 33,810,401 |
| | <u>35,075,293</u> | <u>34,428,047</u> |
| Less: Provision for doubtful ijarah rentals | <u>(33,810,401)</u> | <u>(21,405,201)</u> |
| | 1,264,892 | 13,022,846 |
| 10 CASH AND BANK BALANCES | | |
| Cash in hand | 5,000 | 665 |
| With banks on: | | |
| PLS saving account | 20,535,205 | 20,254,963 |
| Current accounts | 1,425,388 | 2,573,360 |
| Less: Provision for doubtful balances | 10.1 (1,159,249) | (1,159,249) |
| | <u>266,139</u> | <u>1,414,111</u> |
| | 20,806,344 | 21,669,739 |

10.1 This includes (a) sum of Rs 1.090 (2014: Rs 1.090) million against which a claim has been lodged by a commercial bank as referred in note 11.1 and (b) a sum of Rs 0.069 (2014: Rs 0.069) million representing balance in a dividend account with a commercial bank. the modaraba has mad full provision against the above balances.



CRESCENT STANDARD MODARABA

(An Islamic Financial Institution)

11 CONTINGENCIES AND COMMENTMENTS

Following contingencies are related to period before the management of the Modaraba was transferred to the present management.

- 11.1** A commercial bank has lodged a claim of Rs.1.090 (June 30, 2014: Rs.1.090) million on account of excess mark-up paid to the Modaraba during previous years which is not accepted by the Modaraba. The Modaraba has also lodged a claim before the banking tribunal against the said commercial bank for short payment of mark-up to the Modaraba to the extent of Rs.2.498 (June 30, 2014: Rs.2.498) million. The proceedings under both cases are pending to-date. As a matter of abundant caution, full provision in respect of the said claim of the commercial bank has been made by the Modaraba (refer note 10.1)
- 11.2** the Modaraba had received a legal notice from Innovative Investment Bank Limited (formerly: Crescent Standard Investment Bank Limited) which was addressed to previous Management Company (Financial Link Limited) of the Modaraba, wherein they had asked Modaraba to settle an outstanding balance of short-term borrowing amounting to Rs 171.43 (June: 30, 2014: 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 believed that the matter will be decided in the favour of the Modaraba and, accordingly, no liability in respect of the above has been recognized in the financial statements.

12 RELATED PARTY TRANSCATION

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, retirement benefits funds, directors and key management personnel.

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

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

The detail of transactions with related parties and balances with them, apart from compensation to executives, is given below.

| Relationship with the Modaraba | Nature of Transactions | (Un-audited) | (Un-audited) |
|--|--|----------------------|-------------------|
| | | March 31, 2015 | March 31, 2014 |
| | | ----- (Rupees) ----- | |
| B.R.R Guardian Modaraba | Sharing expenses receivables | - | 9,698 |
| B.R.R Guardian Modaraba | Sharing expenses received | - | 371,180 |
| B.R.R Guardian Modaraba | Sharing expenses paid | (307,507) | (380,878) |
| First Dawood Investment | Sharing Expenses paid | - | 12,666 |
| First Dawood Investment and other - Employer Provident Fund | Transfer to provident funds | 152,037 | 152,905 |
| Dawood Family Takaful Limited | Rental received against ijarah | 1,284,630 | 3,333,131 |
| Dawood Family Takaful Limited | Rental receivable ijarah | 706,875 | - |
| Dawood Equities Limited | Brokerage and commission | 72,514 | 185,840 |
| Dawood Equities Limited | Receivables against sale of securities | 61,658 | 903,688 |
| Dawood Global Foundation | Charity Paid | - | 1,595 |



CRESCENT STANDARD MODARABA
(An Islamic Financial Institution)

13 DATE OF AUTHORISATION OF ISSUE

These condensed interim financial information was authorized for issue on April 29 , 2015 by the Board of Directors of the B.R.R. Investments (Private) Limited.

14 GENERAL

- 14.1** This condensed interim financial information is presented in Pak Rupees, which is the Modaraba's functional and presentation currency.
- 14.2** Amounts have been presented and rounded off to the nearest Rupees.

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

Rafique Dawood
Chairman

Ayaz Dawood
Chief Executive Officer

Syed Ali Raza
Director

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