



Crescent Steel &  
Allied Products Ltd.

# Balance Sheet As at 30 June 2005

	Note	2005	2004
		(Rupees in '000)	
<b>EQUITY AND LIABILITIES</b>			
<b>Share capital and reserves</b>			
Authorized capital			
30,000,000 ordinary shares of Rs 10 each		<u>300,000</u>	<u>300,000</u>
Issued, subscribed and paid-up capital	3	243,027	220,934
Reserves	4	1,267,608	1,270,464
Unappropriated profit		<u>317,474</u>	<u>28,016</u>
		<u>1,828,109</u>	<u>1,519,414</u>
Deferred income	5	304	792
<b>Non-current liabilities</b>			
Redeemable capital	6	221,854	295,955
Liabilities against assets subject to finance leases	7	14,289	30,561
Deferred taxation	8	3,624	10,582
<b>Current liabilities</b>			
Trade and other payables	9	221,942	174,482
Interest and mark-up accrued	10	13,454	7,032
Short-term borrowings	11	142,204	142,734
Current portion of redeemable capital	6	75,000	–
Current portion of liabilities against assets subject to finance leases	7	16,292	13,514
Proposed dividend		–	33,140
		<u>468,892</u>	<u>370,902</u>
Contingencies and commitments	12	<u>2,537,072</u>	<u>2,228,206</u>

# Balance Sheet

## As at 30 June 2005

	Note	2005	2004
		(Rupees in '000)	
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	13	441,836	467,805
Intangible assets	14	4,989	2,875
Long-term investments	15	258,917	210,651
Long-term deposits	16	4,313	5,737
<b>Current assets</b>			
Stores, spares and loose tools	17	34,937	39,256
Stock-in-trade	18	194,329	240,451
Trade debts	19	132,037	36,024
Advances	20	15,663	6,756
Trade deposits and short-term prepayments	21	3,583	3,422
Current portion of long-term investments	22	10	12,061
Investments	23	1,210,887	1,012,511
Mark-up accrued	24	4,730	1,372
Other receivables	25	164,571	111,282
Taxation-net	26	13,188	59,989
Cash and bank balances	27	53,082	18,014
		1,827,017	1,541,138
		2,537,072	2,228,206

The annexed notes 1 to 49 form an integral part of these financial statements.

  
Chairman

  
Chief Executive



Crescent Steel &  
Allied Products Ltd.

## Profit and Loss Account For the year ended 30 June 2005

	Note	2005			2004		
		Steel division	Cotton division	Total	Steel division	Cotton division	Total
(Rupees in '000)							
Sales	28	2,046,540	640,060	2,686,600	612,651	735,488	1,348,139
Cost of sales	29	1,697,491	617,193	2,314,684	459,495	714,387	1,173,882
Gross profit		349,049	22,867	371,916	153,156	21,101	174,257
Distribution and selling costs	30	7,748	4,110	11,858	6,183	7,667	13,850
Administrative expenses	31	75,717	20,731	96,448	63,502	13,326	76,828
Other operating expenses	32	67,058	2,937	69,995	24,089	12,776	36,865
		150,523	27,778	178,301	93,774	33,769	127,543
Other operating income	33	258,431	12,757	271,188	298,769	1,626	300,395
Operating profit before financing costs		456,957	7,846	464,803	358,151	(11,042)	347,109
Finance costs	34	14,286	29,663	43,949	6,151	14,240	20,391
Profit / (loss) before taxation		442,671	(21,817)	420,854	352,000	(25,282)	326,718
Taxation	35			82,790			30,818
Profit after taxation				338,064			295,900
Basic and diluted earnings per share	36			Rs. 13.91			Rs. 12.18

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Chairman

  
Chief Executive

# Cash Flow Statement

## For the year ended 30 June 2005

	Note	2005	2004
		(Rupees in '000)	
<b>Cash flows from operating activities</b>			
Cash generated from operations	38	264,972	95,939
Taxes paid		(43,703)	(83,383)
Financial charges paid		(37,527)	(13,328)
Contributions to pension and gratuity fund		(5,494)	(4,886)
Payment for the Workers Welfare Fund		-	(5,393)
Insurance commission received		-	1,347
Increase in long-term deposits and prepayments		1,424	(448)
Net cash from / (used in) operating activities		179,672	(10,152)
<b>Cash flows from investing activities</b>			
Capital expenditure		(59,451)	(144,656)
Purchase of intangible assets		(4,051)	(4,288)
Proceeds from sale of fixed assets		13,841	6,476
Investments - net		(79,220)	(166,594)
Dividends received		68,752	53,491
Interest received		6,326	5,361
Net cash used in investing activities		(53,803)	(250,210)
<b>Cash flows from financing activities</b>			
Receipts against short term loans		70,000	50,000
Receipts against redeemable capital		-	300,000
Receipts against commercial papers		(75,000)	73,727
Payment of liabilities against assets subject to finance leases		(13,494)	(29,968)
Dividends paid		(76,678)	(87,245)
Net cash (used in) / from financing activities		(95,172)	306,514
Net increase in cash and cash equivalents		30,697	46,152
Cash and cash equivalents at beginning of the year		181	(45,971)
Cash and cash equivalents at end of the year	39	30,878	181

The annexed notes 1 to 49 form an integral part of these financial statements.

  
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## Statement of Changes in Equity For the year ended 30 June 2005

	Issued, subscribed and paid-up capital	General reserve	Reserve for issue of bonus shares	Unrealised gain on remeasure- ment of available for sale investment securities  (Rupees in '000)	Unappropri- ated profit	Total
Balance as at 1 July 2003	200,849	746,000	22,363	188,610	4,257	1,162,079
Profit for the year	-	-	-	-	295,900	295,900
Unrealised gains on available- for-sale investment securities	-	-	-	207,462	-	207,462
Realised gain on sale of investments	-	-	-	(68,701)	-	(68,701)
Issuance of bonus shares	20,085	-	(20,085)	-	-	-
Transfer to general reserve	-	175,000	-	-	(175,000)	-
Dividends - First interim (10%)	-	-	-	-	(22,093)	(22,093)
- Second interim (10 %)	-	-	-	-	(22,093)	(22,093)
- Final (15 %)	-	-	-	-	(33,140)	(33,140)
					(77,326)	(77,326)
Transfer to reserve for issue of bonus shares	-	-	19,815	-	(19,815)	-
Balance as at 30 June 2004	220,934	921,000	22,093	327,371	28,016	1,519,414
Profit for the year	-	-	-	-	338,064	338,064
Unrealised gains on available- for-sale investment securities	-	-	-	78,725	-	78,725
Realised gain on sale of investments	-	-	-	(59,488)	-	(59,488)
Issuance of bonus shares	22,093	-	(22,093)	-	-	-
Dividends - First interim (10%)	-	-	-	-	(24,303)	(24,303)
- Second interim (10 %)	-	-	-	-	(24,303)	(24,303)
					(48,606)	(48,606)
Balance as at 30 June 2005	243,027	921,000	-	346,608	317,474	1,828,109

The annexed notes 1 to 49 form an integral part of these financial statements.

  
Chairman

  
Chief Executive