



Crescent Steel &  
Allied Products Ltd.

## Balance Sheet

As at 30 June 2007

	Note	2007 (Rupees in '000)	2006
<b>EQUITY AND LIABILITIES</b>			
<b>Share capital and reserves</b>			
Authorized capital			
100,000,000 ordinary shares of Rs. 10 each (2006: 100,000,000 ordinary share of Rs. 10 each)		<u>1,000,000</u>	<u>1,000,000</u>
Issued, subscribed and paid-up capital	7	466,612	349,959
Capital reserves		792,518	316,322
Revenue reserves		<u>1,941,273</u>	<u>1,371,417</u>
		<u>3,200,403</u>	<u>2,037,698</u>
<b>Non-current liabilities</b>			
Long-term loan	8	280,354	392,591
Redeemable capital	9	73,652	147,753
Liabilities against assets subject to finance leases	10	–	7,970
Deferred taxation	11	64,584	1,635
<b>Current liabilities</b>			
Trade and other payables	12	435,080	229,887
Interest and mark-up accrued	13	16,150	20,272
Short-term borrowings	14	432,799	739,374
Current portion of long-term loan	8	112,500	56,250
Current portion of redeemable capital	9	75,000	75,000
Current portion of liabilities against assets subject to finance leases	10	5,544	6,319
		<u>1,077,073</u>	<u>1,127,102</u>
		<u>4,696,066</u>	<u>3,714,749</u>
Contingencies and commitments	15		

# Balance Sheet

As at 30 June 2007

	Note	2007	2006
(Rupees in '000)			
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	16	1,306,641	1,381,110
Intangible assets	17	503	1,106
Long-term investments	18	1,259,546	485,191
Long-term deposits and prepayments	19	4,567	5,748
<b>Current assets</b>			
Stores, spares and loose tools	20	48,849	36,342
Stock-in-trade	21	633,452	468,519
Trade debts	22	181,408	75,147
Advances	23	83,119	221,325
Trade deposits and short-term prepayments	24	4,750	2,804
Current portion of long-term investments		10	10
Investments	25	1,040,919	827,350
Mark-up accrued	26	2,476	8,780
Other receivables	27	72,635	168,821
Taxation-net	28	20,192	16,738
Cash and bank balances	29	36,999	15,758
		2,124,809	1,841,594
		<u>4,696,066</u>	<u>3,714,749</u>

The annexed notes 1 to 50 form an integral part of these financial statements.

  
Chief Executive

  
Director



Crescent Steel &  
Allied Products Ltd.

## Profit and Loss Account

For the year ended 30 June 2007

	Note	2007 (Rupees in '000)	2006
Sales	30	2,950,120	1,707,132
Cost of sales	31	<u>2,439,656</u>	<u>1,566,803</u>
Gross profit		510,464	140,329
Investment income	32	<u>411,402</u>	<u>332,890</u>
		921,866	473,219
Distribution and selling expenses	33	<u>13,286</u>	<u>14,813</u>
Administrative expenses	34	<u>133,362</u>	<u>103,825</u>
Other operating expenses	35	<u>125,543</u>	<u>21,868</u>
		272,191	140,506
		<u>649,675</u>	<u>332,713</u>
Other income	36	<u>107,002</u>	<u>24,558</u>
Operating profit before financing costs		756,677	357,271
Finance costs	37	128,490	82,940
Share of profit / (loss) in associated undertakings		99,136	(11,922)
Profit before taxation		<u>727,323</u>	<u>262,409</u>
Taxation	38	<u>64,145</u>	<u>2,790</u>
Profit for the year		<u><u>663,178</u></u>	<u><u>259,619</u></u>
		<b>(Rupees)</b>	
Basic and diluted earnings per share	39	<u><u>14.60</u></u>	<u><u>7.36</u></u>

The annexed notes 1 to 50 form an integral part of these financial statements.

  
Chief Executive

  
Director

# Cash Flow Statement

For the year ended 30 June 2007

	<b>Note</b>	<b>2007</b>	<b>2006</b>
		<b>(Rupees in '000)</b>	
<b>Cash flows from operating activities</b>			
Cash generated from operations	40	629,572	29,876
Taxes paid		(4,650)	(14,085)
Financial charges paid		(131,399)	(96,759)
Contribution to pension and gratuity fund		(6,571)	(5,556)
Payment for 10 C bonus		(483)	(483)
Liquidated damages paid		(427)	-
Increase in long-term deposits and prepayments		(17)	(1,546)
Net cash generated from / (used in) operating activities		486,025	(88,553)
<b>Cash flows from investing activities</b>			
Capital expenditure		(126,907)	(980,504)
Purchase of intangible assets		(194)	(802)
Proceeds from sale of property, plant and equipment		127,419	2,125
Investments - net		(435,910)	127,991
Dividends received		37,862	65,526
Interest received		6,015	7,616
Net cash used in investing activities		(391,715)	(778,048)
<b>Cash flows from financing activities</b>			
(Payment) / receipts against short term loans		(147,925)	360,000
Proceeds from issue of shares		466,612	-
(Repayment) / receipts against long term loan		(56,250)	448,687
Repayment of redeemable capital		(75,000)	(75,000)
Repayment of liabilities against assets subject to finance leases		(9,934)	(18,312)
Dividend paid		(91,922)	(33,268)
Net cash generated from financing activities		85,581	682,107
Net increase / (decrease) in cash and cash equivalents		179,891	(184,494)
Cash and cash equivalents at beginning of the year		(153,616)	30,878
Cash and cash equivalents at end of the year	41	26,275	(153,616)

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Chief Executive

  
Director



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## Statement of Changes in Equity

For the year ended 30 June 2007

	Issued, subscribed and paid-up capital	Capital reserve			Revenue reserves		Total
		Share Premium	Unrealised gain on remeasurement of available for sale investment securities	Others*	General reserve	Unappropriated profit	
(Rupees in '000)							
<b>Balance as at 1 July 2005</b>	<b>243,027</b>	<b>–</b>	<b>173,748</b>	<b>200,724</b>	<b>921,000</b>	<b>322,033</b>	<b>1,860,532</b>
<b>Changes in equity for the year ended 30 June 2006</b>							
Unrealised loss on available for sale investment securities	–	–	(9,865)	–	–	–	(9,865)
Realised gain on sale of investments	–	–	(57,903)	–	–	–	(57,903)
Proportionate share of various reserves of associated undertakings	–	–	–	9,618	–	–	9,618
Profit for the year	–	–	–	–	–	259,619	259,619
Total recognised income and expenses for the year	–	–	(67,768)	9,618	–	259,619	201,469
Dividend final 2005 (10%)	–	–	–	–	–	(24,303)	(24,303)
Issuance of bonus shares final 2005 (20%)	48,605	–	–	–	–	(48,605)	–
Issuance of bonus shares interim 2006 (20%)	58,327	–	–	–	–	(58,327)	–
<b>Balance as at 30 June 2006</b>	<b>349,959</b>	<b>–</b>	<b>105,980</b>	<b>210,342</b>	<b>921,000</b>	<b>450,417</b>	<b>2,037,698</b>
<b>Changes in equity for the year ended 30 June 2007</b>							
Unrealised gain on available for sale investment securities	–	–	193,126	–	–	–	193,126
Realised gain on sale of investments	–	–	(54,581)	–	–	–	(54,581)
Proportionate share of various reserves of associated undertakings	–	–	–	(19,828)	–	–	(19,828)
Reclassification for better presentation, inadvertently classified in previous years	–	–	49,693	(49,693)	–	–	–
Reversal of proportionate share of reserve on disposal of shares	–	–	–	7,520	–	–	7,520
Profit for the year	–	–	–	–	–	663,178	663,178
Total recognised income and expenses for the year	–	–	188,238	(62,001)	–	663,178	789,415
Issuance of right shares	116,653	349,959	–	–	–	–	466,612
Transfer to general reserve	–	–	–	–	421,000	(421,000)	–
Dividend - First interim 2007 (10%)	–	–	–	–	–	(46,661)	(46,661)
Dividend - Second interim 2007 (10%)	–	–	–	–	–	(46,661)	(46,661)
<b>Balance as at 30 June 2007</b>	<b>466,612</b>	<b>349,959</b>	<b>294,218</b>	<b>148,341</b>	<b>1,342,000</b>	<b>599,273</b>	<b>3,200,403</b>

\*This represents various reserves maintained by the associated undertakings

The annexed notes 1 to 50 form an integral part of these financial statements.

  
**Chief Executive**

  
**Director**