

Jubilee Spinning & Weaving Mills Limited

Annual Report 2003

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Ahmed Shafi

Rizwan Shafi

Salman Rafi

Shams Rafi (Chief Executive)

Shaukat Shafi

Umer Shafi

Usman Shafi

Audit Committee

Rizwan Shafi (Chairman)

Umer Shafi (Member)

Usman Shafi (Member)

Company Secretary

Masood A. Sheikh

Auditors

Anjum Asim Shahid Rahman

Chartered Accountants

Legal Advisers

A. K. Brohi & Co.

Ghani Law Associates

Bankers

Faysal Bank Limited

Habib Bank Limited

National Bank of Pakistan

Bank Al-Habib Limited

Union Bank Limited

Registered Office

40-A, Zafar Ali Road, Gulberg-V,

Lahore-Pakistan.

Mills

B-28, Manghopir Road, S.I.T.E.,
Karachi-Pakistan.

Notice of Annual General Meeting

NOTICE IS HEREBY GIVEN THAT the 30th Annual General Meeting of the shareholders of Jubilee Spinning & Weaving Mills Limited will be held on Saturday the January 31, 2004 at 10:00 a.m. at Registered Office of the Company, 40-A, Off Zafar Ali Road, Gulberg-V, Lahore to transact the following business:-

1. To receive, consider and adopt the Audited Accounts of the Company for the year ended September 30, 2003 together with the Directors' and Auditors' Reports thereon.
2. To appoint Auditors and fix their remuneration.

By Order Of The Board

Masood A. Sheikh

Corporate Secretary

Registered Office:

40-A, Off: Zafar Ali Road, Gulberg-V, Lahore
T: +92-42-111-245-245
F: +92-42-111-222-245
E: mailho@crescentbahunian.com
Dated: December 29, 2003

NOTE:

1. The Members' Register will remain closed from January 16, 2004 to January 31, 2004 (both days inclusive). Transfers received at the Registered Office of the Company by the close of business on January 15, 2004 will be treated in time.
2. A member eligible to attend and vote at this meeting may appoint another member as proxy to attend and vote in the meeting. Proxies in order to be effective must be received by the company at the Registered Office not later than 48 hours before the time for holding the meeting.
3. Shareholders are requested to immediately notify the change in address, if any.
4. CDC account holders will further have to follow the guidelines as laid down in circular No.1 dated January 26, 2000 issued by the Securities and Exchange Commission of Pakistan:

a. For Attending the Meeting

i). In case of individuals, the account holder or sub-account holder and/or the person whose securities are in group account and their registration details are uploaded as per the Regulations, shall authenticate his/her identity by showing his original National Identity Card (NIC) or original passport at the time of attending the meeting.

ii). In case of corporate entity, the Board of Directors' resolution/power of attorney with specimen signatures of the nominee shall be produced (unless it has been provided earlier) at the time of the Meeting

b. For Appointing Proxies

i). In case of individuals, the account holder or sub-account holder and/or the person whose securities are in group account and their registration details are uploaded as per the Regulations, shall submit the proxy form as per the above requirement.

ii). The proxy form shall be witnessed by two persons whose names, addresses and NIC numbers shall be mentioned on the form.

iii). Attested copies of NIC or the passport of the beneficial owners and the proxy shall be

furnished with the proxy form.

iv).The proxy shall produce his original NIC or original passport at the time of the Meeting.

v). In case of corporate entity, the Board of Directors' resolution/power of attorney with specimen signatures shall be submitted (unless it has been provided earlier) along with proxy form to the company.

Director's Report To The Shareholders

The Directors of your Company feel pleasure in presenting the annual report and audited financial statements for the year ended September 30, 2003.

1. Financial Results

Your Company's operations for the year resulted in a post tax Loss of Rupees (31.644). loss per share is Rupees (4.82).

2. Auditors

The present auditors M/s. Anjum Asim Shahid Rahman Chartered Accountants retire and being eligible, offer themselves for re-appointment.

3. Review of financial Affairs and Future Prospects

The Chief Executive's Review provides details of the financial affairs and the future prospects of the Company.

4. Pattern of Shareholding

The pattern of shareholding as required by Section 236 of the Companies Ordinance, 1984 is attached to this report.

5. Statement pursuant to clause XIX of Corporate Governance

a) The financial statements of the Company present fairly its state of affairs, the results of its operations, cash flows and changes in equity.

b) Proper books of account of the Company have been maintained.

c) Appropriate accounting policies have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgment.

d) In preparation of financial statements, International Accounting Standards, as applicable in Pakistan, have been followed and non-applicability, if any, has been adequately disclosed.

e) The system of internal control is sound in design and is being consistently reviewed by the internal audit and other procedures and will continue to be reviewed and any weakness in the system will be eliminated.

f) There are no significant doubts upon the Company's ability to continue as a going concern.

g) There has been no material departure from the best practices of Corporate Governance as detailed in listing regulations.

h) Key operating and financial data of last six years in a summarized is annexed.

i) Attendance at 4 meetings of the Board of Directors held during the year under review were as under:

Name of Director	Meetings Attended
Mr. Ahmed Shafi	2
Mr. Rizwan Shafi	-
Mr. Salman Rafi	4
Mr. Shams Rafi	4
Mr. Shaukat Shafi	4
Mr. Umer Shafi	-
Mr. Usman Shafi	4

j) The Directors, CEO, CFO and Company Secretary, their spouses and minor children carried out no trading in the shares of the Company.

k) Due to Losses no dividend has been declared.
For and on behalf of the Board of Directors

FINANCIAL RATIOS AT 30TH SEPTEMBER, 2003

		2003	2002	2001	2000	1999	1998
Gross Profit / (Loss) Sales	%	-1.55	-13.41	3.37	-12.87	-19.07	2.75
Operating Profit / (Loss) to Sales	%	-6.89	-16.67	0	-16.13	-23.03	-1.99
Pre-tax Profit / (Loss) to Sales	%	-7.3	-26.66	-11.14	-27.56	-35.28	-14.2
Pre-tax Profit / (Loss) to Capital	%	-13.26	-20.93	-11.24	-21.64	-28.1	-13.42
Earning / (Loss) per share	Rs.	-4.82	-19.49	-11.75	-22.04	-28.52	-13.96
Bonus issue to capital	%	0	0	0	0	0	0
Break up value per share	Rs.	-34.01	-63.18	-45.8	-54.58	-24.11	4.41
Debt/Equity Ratio							59/41
Current ratio					0.66:1	0.63:1	0.83:1

Chief Executive Review

It is my pleasure to welcome you to the 30th Annual General Meeting of Jubilee Spinning & Weaving Mills Limited and present to you the audited financial statement for the year ended September 30, 2003.

This year has seen many changes at the Company, most of which are fully reflected in the financial statements. Extensive financial restructuring with our major lenders has been completed and ongoing operational changes have shown their beneficial effects. Underutilized and loss-making assets have been liquidated and proceeds from this sale have been used to reduce debt and other outstanding liabilities. Although these positive developments have impacted the bottom line, the Management feels that much more change is necessary and is continuing to implement its aggressive cost-cutting and quality improvement strategies. Furthermore, more avenues are being explored to further improve efficiencies, develop new products and enter new markets.

During the year under review the Company's sales decreased by 21% to Rs. 433.45 million. This was predominantly due to the sale of our weaving and processing assets which have been major contributors to our loss in the last few years. Resultantly, gross loss has been reduced by a very substantial 91% to Rs. 6.709 million. It is important to note that this has been achieved in an environment of increasing raw material prices and continuing downward pressure on profit margins due to a depressed yarn market.

National Bank of Pakistan (NBP) and Habib Bank Limited (HBL), the Company's main lenders, have extensively restructured their facilities. In the case of NBP, reconciliation of accounts resulted in a rectification that has reduced the total liability from Rs. 189.258 million to Rs. 105.430 million. This remaining liability is payable over the next twelve years, including a grace period of two years. HBL has given the Company a two year grace, allowing the Management enough time to further improve its operations without the burden of high financial charges. Both these facilities now carry very competitive mark-up rates.

We are negotiating with Faysal Bank Limited (FBL) for rescheduling under terms similar to those agreed with NBP and HBL and expect this facility to be regularized within the second quarter of the FY 2004.

Our continuing aggressive cost-cutting has led to an across-the-board reduction in expenses. Financial charges are down by Rs. 18.72 million (63%), selling and distribution expenses by Rs. 1.85 million (42%) and administration expenses by Rs.4.054 (30%) excluding the effect of provisions for doubtful debts. More production of higher quality product is being taken from less machinery and reduced labor. In line with prudent accounting and management standards, a provision for doubtful debts for Rs. 11 million has also been made.

Although the new financial year has started with even higher raw material prices and an uncertain yarn market, the Management feels that our continuing efforts to reduce costs, improve operational efficiencies, develop new products and explore new markets will result in improving financial health.

We wish to place on record our deep gratitude to the management of financial institutions, our shareholders, customers and supplier for their active support and guidance.

For and on behalf of the Board

Vision Statement

We aim to be a leading manufacturer of high quality cotton and polyester/cotton carded and combed yarn. We intend to play a pivotal role in the economic and social development of Pakistan thereby improving the quality of life of its people.

Mission Statement

To achieve a leadership position in providing high quality products in all sector of operations.
To be recognized as an organization that delivers on its commitments with integrity.

To be an equal opportunity employer and to motivate every employee to strive for excellence in meeting and exceeding customers' needs to ensure the company's future prosperity.

To be a responsible corporate citizen and contribute to our community by participating in social and environmental causes.

STATEMENT OF COMPLIANCE WITH THE CODE OF CORPORATE GOVERNANCE

This statement is being presented to comply with the Code of Corporate Governance contained in Regulation No.37 of listing regulations of Karachi, Lahore & Islamabad Stock Exchanges for the purpose of establishing a framework of good governance, whereby a company is managed in compliance with the best practices of corporate governance.

The Company has applied the principles contained in the Code in the following manner:

1. The Company encourages representation of independent Non-Executive Directors and Directors representing minority interests on the Board of Directors. At present the Board includes at least 06 independent non-executive directors and no directors representing minority shareholder. Director's election was held before implementation of code of corporate governance.
2. The Directors have confirmed that none of them is serving as a Director in more than ten listed companies, including this Company.
3. All the resident directors of the Company are registered as taxpayers and none of them has defaulted in payment of any loan to a banking company, a DPI or an NBF I or, being a member of a stock exchange, has been declared as a defaulter by that stock exchange.
4. No casual vacancy occurred in the Board after date of Director Election.
5. The Company has prepared a 'Statement of Ethics and Business Practices', for the directors and certain employees of the Company.
6. The Board has developed a vision/mission statement, overall corporate strategy and significant policies are being developed.
7. All the powers of the Board have been duly exercised and decisions on material transactions, including appointment and determination of remuneration and terms and conditions of employment of the CEO and other executive directors, have been taken by the Board.
8. The meetings of the Board were presided over by the Chairman and, in his absence, by a director elected by the Board for this purpose and the Board met at least once in every quarter. Written notices of the Board meetings, along with agenda and working papers, were circulated at least seven days before the meetings. The minutes of the meetings were appropriately recorded and circulated.
9. The Board has approved appointment of CFO, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment, as determined by the CEO.
10. The director's report for this year has been prepared in compliance with the requirements of the Code and fully describes the salient matters required to be disclosed.
11. The financial statements of the Company were duly endorsed by CEO and CFO before approval of the Board.
12. The directors, CEO and executives do not hold any interest in the shares of the Company other than that disclosed in the pattern of shareholding.

13. The Company has complied with all the corporate and financial reporting requirements of the Code.

14. The Board has formed an audit committee. It comprises 03 members, all are non-executive directors including the chairman of the committee.

15. The meetings of the audit committee were held at least once every quarter prior to approval of interim and final results of the Company and as required by the Code. The terms of reference of the committee have been formed and advised to the committee for compliance.

16. The Board has set-up an effective internal audit function who are considered suitably qualified and experienced for the purpose and are conversant with the policies and procedures of the Company and they are involved in the internal audit function on a full time basis.

17. The statutory auditors of the Company have confirmed that they have been given a satisfactory rating under the quality control review programme of the Institute of Chartered Accountants of Pakistan, that they or any of the partners of the firm, their spouses and minor children do not hold shares of the Company and that the firm and all its partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by Institute of Chartered Accountants of Pakistan.

18. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the listing regulations and the auditors have confirmed that they have observed IFAC guidelines in this regard.

19. We confirm that all other material principles contained in the Code have been complied with.

REVIEW REPORT TO THE MEMBERS ON STATEMENT OF
COMPLIANCE WITH BEST PRACTICES OF CODE OF
CORPORATE GOVERNANCE

We have reviewed the statement of compliance with the best practices contained in the code of Corporate governance prepared by the Board of Directors of Jubilee Spinning & Weaving Mills Limited to comply with the listing regulation No. 37 of the Karachi Stock Exchange, chapter XIII of the listing regulations of Lahore Stock Exchange and chapter XI of listing regulations of the Islamabad Stock Exchange where the company is listed.

The responsibility for compliance with the Code of Corporate Governance is that of the Board of Directors of the company. Our responsibility is to review to the extent where such compliance can be objectively verified, whether the Statement of Compliance reflects the status of the company's compliance with the provisions of the Code of Corporate Governance and report if it does not. A review is limited primarily to inquires of the company personnel and review of various documents prepared by the company to comply with Code.

As part of our audit of financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We have not carried out any special review of the internal control system to enable us to express an opinion as to whether the Board's statement on internal control covers all controls and the effectiveness of such internal controls.

Based on our review, nothing has come to our attention, which cause us to believe that the statement of Compliance does not appropriately reflect the company's status of compliance, in all material respects, with the best practices contained in the Code of Corporate Governance effective as September 30, 2003.

Anjum Asim Shahid Rahman

Chartered Accountant

December 29, 2003
Karachi.

Auditors' Report to the Members

We have audited the annexed balance sheet of Jubilee Spinning & Weaving Mills Limited as at September

30, 2003 and the related profit and loss account, cash flow statement and statement of changes in equity together with the notes forming part thereof, for the year then ended and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit.

It is the responsibility of the company's management to establish and maintain a system of internal control, and prepare and present the above said statements in conformity with the approved accounting standards and the requirements of the Companies Ordinance, 1984. Our responsibility is to express an opinion on these statements based on our audit.

Except as discussed in paragraph (b) below we conducted our audit in accordance with the auditing standards as applicable in Pakistan. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the above said statements are free of any material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the above said statements. An audit also includes assessing the accounting policies and significant estimates made by management, as well as, evaluating the overall presentation of the above said statements. We believe that our audit provides a reasonable basis for our opinion and, after due verification, we report that:

a. The financial statement of the company as at September 30, 2002, were audited by another firm of chartered accountants who had expressed an unqualified opinion on those statements in their report dated January 28, 2003.

b. The company obtained Morabaha Finance from Faysal Bank Limited on June 28, 2002. Total principal outstanding as at the balance sheet date was Rs. 5,981,500 (2002: Rs. 6,019,000) as referred to in note 11.2 to the financial statements. The facility has been expired on December 28, 2002. In the absence of any loan agreement as to the renewal / rescheduling of the facility, we can not comment on classification of this facility, financial charges and liquidated damages to be charged by the bank, if any.

c. in our opinion, proper books of accounts have been kept by the company as required by the Companies Ordinance, 1984;

d. in our opinion-

i) the balance sheet and profit and loss account together with the notes thereon have been drawn up in conformity with the Companies Ordinance, 1984, and are in agreement with the books of account and are further in accordance with accounting policies consistently applied except for policy for deferred taxation (refer note 3.10) with which we concur;

ii) the expenditure incurred during the year was for the purpose of the company's business; and

iii) the business conducted, investments made and the expenditure incurred during the year were in accordance with the objects of the company;

e. in our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter stated in paragraph (b) above, the balance sheet, profit and loss account, cash flow statement and statement of changes in equity together with the notes forming part thereof conform with the approved accounting standards as applicable in Pakistan, and, give the information required by the Companies Ordinance, 1984, in the manner so required and except for the effects, if any, of the observation stated in paragraph (b) above, respectively give a true and fair view of the state of the company's affairs as at September 30, 2003 and of the loss, its cash flows and changes in equity for the year then ended; and

f. in our opinion no Zakat was deductible at source under the Zakat and Ushr Ordinance, 1980.

Without qualifying our opinion, we draw attention to note 3.1 to the accounts which states that these accounts have been prepared assuming that the company will continue as a going concern. As explained in note 3.1 to the accounts, the company has suffered a loss after taxation of Rs. 33,832,882 (2002: Rs. 116,341,834) during the year and accumulated loss of Rs. 426,399,360 as at September 30, 2003 (2002: Rs. 392,566,478). As of that date company's equity is negative by Rs. 238,632,720 (2002: Rs. 289,289,874) and its debt equity ratio is adverse. These factors raise doubt that the company may be able to continue as a going concern. Managements plan in this regard to this matter is also discussed in note 3.1 to the accounts. These accounts do not include any adjustment that might result from the outcome of this uncertainty.

Anjum Asim Shahid Rahman

Chartered Accountant

December 29, 2003
Karachi.

Balance Sheet As

	Note	2003 Rupees	(Restated) 2002 Rupees
CAPITAL AND RESERVES			
SHARE CAPITAL			
Authorised			
20,000,000 (2002: 20,000,000)			
ordinary shares of Rs 10 each			
Issued, subscribed and paid up	4	200,000,000 70,168,670	200,000,000 70,168,670
RESERVES			
Revenue reserves		51,012,000	51,012,000
Accumulated loss		-426,399,360	-392,566,478
		-375,387,360	-341,554,478
Surplus / (Deficit) on revaluation of available for sale securities		66,585,970	-17,904,066
		-238,632,720	-289,289,874
SURPLUS ON REVALUATION OF FIXED ASSETS	5	169,524,032	203,950,404
		-69,108,688	-85,339,470
LONG TERM LOANS	6	187,687,771	110,820,754
LOANS FROM DIRECTORS AND ASSOCIATES	7	166,983,258	165,678,258
LIABILITIES AGAINST ASSETS			
SUBJECT TO FINANCE LEASE	8	-	236,176
DEFERRED LIABILITY	9	16,328,005	19,323,936
CURRENT LIABILITIES			
Current maturity of long term liabilities	10	38,158,426	15,860,992
Short term finances	11	5,981,500	112,188,359
Creditors, accrued and other liabilities	12	157,891,001	175,968,916
Provision for taxation		2,189,293	2,858,600
		204,220,220	306,876,867
CONTINGENCIES AND COMMITMENTS	13	-	-
		506,110,566	517,596,521

At September 30, 2003

	Note	2003 Rupees	(Restated) 2002 Rupees
TANGIBLE FIXED ASSETS			
LONG TERM DEPOSITS	14	254,700,476	304,344,323
LONG TERM INVESTMENTS	15	684,770	6,687,770
LONG TERM LOANS	16	48,431,902	22,510,539
CURRENT ASSETS	17	370,259	698,070
Current maturity of long term loans	17	441,404	1,513,180
Stores and spares	18	5,314,154	8,664,988
Stock-in-trade	19	13,139,941	10,273,319
Trade debts	20	44,271,058	67,924,870
Short term investments	21	95,480,194	46,514,089
Advances, deposits, prepayments and other receivables	22	41,822,753	41,721,907
Cash and bank balances	23	1,453,655	6,743,466
		201,923,159	183,355,819
		506,110,566	517,596,521

Profit & Loss Account

For the year ended September 30, 2003

(Restated)

	Note	2003 Rupees	2002 Rupees
Sales - net	24	433,450,700	550,928,902
Cost of sales	25	440,160,220	624,807,051
Gross loss		-6,709,520	-73,878,149
Administrative and selling expenses			
Administrative	26	20,609,257	13,569,411
Selling and distribution	27	2,544,009	4,397,309
		23,153,266	17,966,720
Operating loss		-29,862,786	-91,844,869
Other income	28	28,077,602	10,155,174
		-1,785,184	-81,689,695
Financial charges	29	10,879,224	29,601,525
Other charges	30	18,979,181	15,168,958
		29,858,405	44,770,483
Loss before taxation		-31,643,589	-126,460,178
Provision for taxation	31	2,189,293	-10,118,344
Loss after taxation		-33,832,882	-116,341,834
Accumulated loss brought forward		-392,566,478	-276,224,644
Accumulated loss carried to balance sheet		-426,399,360	-392,566,478
Loss per share	33	-4.82	-16.58

Cash Flow Statement

For the year ended September 30, 2003

	Note	2003 Rupees	(Restated) 2002 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operating activities			
after working capital changes	34	13,975,953	49,280,906
Tax paid		-6,587,258	-1,162,494
Gratuity paid		-7,937,640	-10,709,463
Net cash from operating activities		-548,945	37,408,949
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from disposal of fixed assets		22,560,000	34,495,200
Purchase of fixed assets		-23,275,283	-708,329
Proceeds from sale of investments		7,502,568	-
Long term deposits		6,003,000	3,449,079
Long term loans		327,811	2,281,262
Net cash from investing activities		13,118,096	39,517,212
CASH FLOWS FROM FINANCING ACTIVITIES			
Loans from directors and associates		1,305,000	49,236,290
Financial charges paid		-2,303,877	-67,332,116
Long term loans		-	110,820,754
Payment of lease liabilities		-16,097,168	-22,883,919
Short term running finances		-762,917	-147,200,743
Net cash used in financing activities		-17,858,962	-77,359,734
Net decrease in cash and cash equivalents		-5,289,811	-433,573
Cash and cash equivalents at beginning of the year		6,743,466	7,177,039
Cash and cash equivalents at end of the year	23	1,453,655	6,743,466
The annexed notes form an integral part of these accounts.			

Statement of Changes in Equity

For the year ended September 30, 2003

	Share capital Rs.	Surplus/ (Deficit) on revaluation of securities Rs.	Revenue reserves	Accumulated loss Rs.	Total Rs.	
Balance as at October 01, 2001	70,168,670	38,420,957	5	1,012,000 (339,631,023) (2)	.56,871,310)
Correction of fundamental error - net of tax (refer note 32)	-	-	-	63,406,379	63,406,379	
Balance as at October 01, 2001 (restated)	70,168,670	[38,420,957]	5	1,012,000 (276,224,644)(1)	93,464,931)

Net loss for the year after taxation	-	-	-	-116,341,834	-116,341,834
Surplus on revaluation of available for sale securities	-	20,516,891	-	-	20,516,891
Balance as at September 30, 2002	70,168,670	[17,904,066]	5	1,012,000 (392,566,478) (2
Net loss for the year after taxation	-	-	-	-33,832,882	-33,832,882
Surplus on revaluation of available for sale securities	-	84,490,036	-	-	84,490,036
Balance as at September 30, 2003	70,168,670	66,585,970	5	1,012,000 (426,399,360) (1
					.38,632,720)

Notes to the Accounts

For the year ended September 30, 2003

1. STATUS AND ACTIVITIES

The company was incorporated in Pakistan as a public limited company on December 12, 1973. The company obtained certificate of commencement of business in January 1974. Shares of the company are listed in Karachi, Lahore and Islamabad stock exchanges. The principal activity of the company is to manufacture and sale of yarn.

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan and the requirements of Companies Ordinance, 1984. Approved accounting standards comprise of such International Accounting Standards as notified under the provisions of the Companies Ordinance, 1984. Wherever, the requirements of the Companies Ordinance, 1984 or directive issued by the Securities and Exchange Commission of Pakistan differ with the requirements of these standards, the requirements of Companies Ordinance, 1984 or the requirements of the said directives take precedence.

3. SIGNIFICANT ACCOUNTING POLICIES

3.1 Basis of accounting

The Company has incurred after tax loss of Rs. 33.833 million for the year ended September 30, 2003 (2002: 116.342 million) and has accumulated losses of Rs.426.399 million (2002: 392.566) as of that date . Shareholders equity of the company is negative by Rs. 238.633 million (2002: Rs. 289.290 million).

To improve its financial position, the management of the company devised a plan, which involved financial restructuring of its debts which has been implemented during the year.

Short term running finance and accrued markup amounting to Rs. 94.66 million and Rs. 25.76 million respectively payable to Habib Bank Limited have been rescheduled (refer note 6.1 and 6.2).

The company negotiated with the National Bank of Pakistan for reconciliation and settlement of outstanding dues. Consequently, a settlement agreement was signed between the company and the bank on October 21, 2003. As a result of this settlement outstanding liabilities towards bank has been settled at Rs. 105.430 million from Rs. 189.258 (refer note 6.3, 11.1, 12 and 32).

Despite the fact that the company suffered heavy losses in previous years, during the year, management of the company had been able to substantially reduce loss for the year. As a consequence of restructuring of liabilities related to Habib Bank Limited and National Bank of Pakistan the company has availed a grace period of two years, in which it would not be required to pay substantial amount of financial cost, which would positively affect financial position of the company in forthcoming years. These factors mitigate the doubt about the company's ability to continue in a foreseeable future, therefore, these accounts have been prepared on going concern basis.

These financial statement do not include adjustments relating to the recoverability and classification of recorded assets amount and classification of liabilities that may be necessary should the company not be able to continue as a going concern.

3.2 Accounting convention

These accounts have been prepared under historical cost convention except certain fixed assets which have been included at revalued amount and investments which are shown at

fair value as stated in note 3.4 and 3.6 respectively.

3.3 Provision for staff retirement benefits

The company operates an unfunded gratuity for its permanent employees who complete the eligible period of service. Provision has been made in accordance with actuarial recommendations using the projected unit credit method. The results of current valuation are summarized in note 36. Actuarial gains / losses in excess of 10 percent of the actuarial liabilities or plan assets are recognized over the average lives of the employees.

3.4 Fixed Assets

These are stated at cost or revalued amounts less accumulated depreciation. Depreciation is charged to income applying reducing balance method.

Full year's depreciation is charged on all fixed assets capitalized during the year whereas no depreciation is charged on fixed assets disposed-off during the year.

Maintenance and repairs are charged to income as and when incurred. Major renewals and improvements are capitalized and the assets so replaced, if any, are retired. Gains and losses on disposal of assets, if any, are included in current income.

3.5 Assets subject to finance lease

Assets acquired under 'Finance Lease' are stated at cost less accumulated depreciation at the rates and basis applicable to the Company's owned assets. The outstanding obligation under 'Finance Lease' less finance charges allocated to future periods is shown as liability. The finance charges are calculated at the interest rates implicit in the lease and are taken to profit and loss account.

3.6 Investments

Investments which are acquired principally for the purposes of generating profit from short term fluctuations in price are classified as held for trading. These are stated at fair values with any resulting gains or losses recognized directly in the profit and loss account.

Investments with fixed maturity and for which the company has positive intent and ability to hold such till maturity are classified as 'held-to-maturity'.

Investments which could not be classified as held for trading or held-to-maturity are classified as available for sale. Investments in available for sale securities are stated at fair value with any resultant gain or loss being recognized directly in equity. Investments sold, collected, or otherwise disposed off, or determined to be impaired at which time the cumulative gain or loss recognized in equity, is transferred to profit and loss account.

All investments whether held for trading, held to maturity and available for sale are initially recognized at cost and are recognized / de-recognized by the company on the date it commits to purchase / sell off investments.

The fair value of those investments representing listed equity are determined on the basis of year-end prices obtained from stock exchange quotations and quotes from brokers. Fair value of the investments representing unlisted equity are determined by considering break up value of the securities.

3.7 Stores and spares

Stores and spares are valued at moving average cost.

3.8 Stock-in-trade

Stock in trade comprise raw material, work in process and finished goods. These are valued as under:

Raw material	Weighted average cost
Work in process	Weighted average cost

Finished goods Lower of weighted average manufacturing cost and net

realizable value.

Stock in transit At cost

Net realizable value represents the estimated selling price in the ordinary course of business less estimated costs necessary to make the sale.

3.9 Foreign currency

Assets and liabilities in foreign currencies are translated into Pak Rupee at the rate of exchange ruling on the transaction date. Exchange gains or losses are included in income currently.

3.10 Provision for taxation

Current

Charge for current taxation is based on taxable income at current tax rates after taking into account applicable tax rebates and credits, if any, or minimum tax at the rate of 0.5 percent of the turnover, whichever is higher.

Deferred

In the current year, the company has restated its policy for deferred taxation in line with requirements of the International Accounting Standard (IAS) 12 'Income Taxes' as follows:

Deferred tax is accounted for using the balance sheet liability method in respect of temporary timing differences arising from differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable income. The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities using tax rates enacted at the balance sheet date. A deferred tax asset is recognized only to the extent that the company has sufficient taxable temporary differences or it is probable that future taxable profits will be available against which the asset can be utilized. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

3.11 Revenue

Sales are recognized on the basis of dispatch of goods to customers, which is invoice date.

Dividend income is recognized when the company's right to receive the dividend has been established.

3.12 Trade debts

Known bad debts are written off and provision is made for debts considered doubtful.

3.13 Financial instruments

All financial assets and liabilities excluding investments are recognized at cost which is the fair value of the consideration given or received at the time when the company becomes a party to the contractual provisions of the instrument by following trade date accounting. Any gain or loss on subsequent measurement and derecognition is charged to income.

3.14 Provisions

Provisions are recognized when the company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made.

3.15 Related party transactions

The related party transactions are entered on an arms length basis following comparable uncontrolled price method on sale, insurance premium, purchase of power, commission etc.

3.16 Off-setting

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.

3.17 Impairment

The carrying amount of the company's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If such indication exists, the assets' recoverable amount is estimated. An impairment loss is recognized wherever the carrying amount of the asset exceeds its recoverable amount. Impairment losses are recognized in profit and loss account.

3.18 Presentation

Figures have been rounded-off to the nearest rupee.

Prior year figures have been re-arranged / reclassified for purposes of comparison wherever necessary.

	2003 Rupees	(Restated) 2002 Rupees
4. ISSUED, SUBSCRIBED AND PAID-UP CAPITAL		
700 (2002: 700) ordinary shares of Rs.10 each fully paid in cash	7,000	7,000
1,500,000 (2002: 1,500,000) ordinary shares of Rs.10 each issued for consideration other than cash	15,000,000	15,000,000
5,516,167 (2002: 5,516,167) ordinary shares of Rs.10 each issued as bonus shares	55,161,670	55,161,670
	70,168,670	70,168,670

5. SURPLUS ON REVALUATION OF FIXED ASSETS

This represents surplus resulting from revaluation of fixed assets carried out in 1998 and 2000 adjusted by surplus realized on disposal of revalued assets.

The surplus on revaluation of fixed assets has been arrived at as under:

	Amount of surplus Rupees	Date of Revaluation	Name of Surveyor
Lease hold land	70,000,000	30-09-1998	Iqbal A. Nanji & Co., Karachi
Building on lease hold land	47,883,717	30-09-2000	Razzaque Umerani & Co., Karachi
Plant and machinery	86,066,687	30-09-2000	Razzaque Umerani & Co., Karachi
	203,950,404		
Less:			
Revalued amount of fixed assets sold	73,947,542		
Written down value of fixed assets sold	-39,521,170		
Realization of surplus on revaluation of fixed assets disposed off	34,426,372		
Balance as on September 30, 2003	169,524,032		

5.1 Had there been no revaluation, related figures of land, building and plant and machinery as at September 30, 2003 would have been as under:

	Cost	Accumulated Depreciation	2003 Rupees Written down value	(Restated) 2002 Rupees Written down value
Lease hold land	-	-	-	-
Building on lease hold land	15,133,189	4,101,094	11,032,095	12,264,496

Plant and machinery	137,612,934	37,293,105	100,319,829	64,653,184
	152,746,123	41,394,199	111,351,924	76,917,680
6. LONG TERM LOANS - secured				
Habib Bank Limited				
Demand finance		6.1	94,659,200	94,659,200
Less: Current maturity		10	23,008,638	-
			71,650,562	94,659,200
Demand finance - 1 (Frozen mark-up)		6.2	25,757,144	16,161,554
Less: Current maturity		10	11,991,362	-
			13,765,782	16,161,554
National Bank of Pakistan				
Total outstanding liability		6.3	105,429,853	-
Less: Current maturity / Upfront payment		: 10	3,158,426	-
			102,271,427	-
			187,687,771	110,820,754

6.1 Demand finance

This represents demand finance facility obtained from Habib Bank Limited, which has been created by conversion of running finance facility into demand finance through an offer letter dated October 01, 2003. As per terms of the offer, the company will pay Rs.23,008,638 through sale proceeds of shares under pledge of Habib Bank Limited. Remaining balance of Rs. 71,650,562 (Rs. 94,659,200 - Rs. 23,008,638) would be payable in seven years including grace period of two years. This facility was disclosed in the financial statements for the year ended September 30, 2002 as 'Redeemable Capital'.

Details of this facility are as under:

Demand finance	Rs. 94,659,200
Principal repayment	Rs. 23,008,638 through sale proceed of pledged shares and remaining balance of Rs. 71,650,562 in 20 quarterly installments starting from October 01, 2004
Mark-up repayment	Payable quarterly starting from October 06, 2003
Rate of mark-up	Six months T-Bill +350 bps with no floor no cap.
Security	Ranking hypothecation charge on current assets of the company of Rs. 120 million.
Period	7 years including two years grace period
Expiry date	July 01, 2009
Effective date of the offer	October 01, 2002

6.2 Demand finance -1 (Frozen mark-up)

This represents facility obtained from Habib Bank Limited, which has been created by conversion of outstanding mark up against running finance facility amounting to Rs. 16,161,554 and mark for the grace period of demand finance amounting to Rs. 9,595,590 through an offer letter dated October 01, 2003. As per terms of the offer, Rs. 11,991,362 would be payable within 6 weeks of the acceptance of the offer letter and remaining balance of Rs. 13,765,782 (Rs. 25,757,144 - Rs. 11,991,362) would be payable in 8 years including 7 years grace period. No mark-up is chargeable against outstanding amount of this facility. This facility was disclosed in the financial statements for the year ended September 30, 2002 as 'Accrued Mark-up' under the heading 'Redeemable Capital'.

Details of this facility are as under:

Demand finance - 1 (Frozen mark-up)	Rs. 25,757,144
Repayment	Rs. 11,991,362 within 6 weeks of acceptance of the offer letter and remaining balance of Rs. 13,765,782 in 12 monthly installments commencing from September 01, 2009
Security	Ranking hypothecation charge on current assets of the company of Rs. 120 million. Pledge of quoted shares
Period	8 years including 7 years grace period

6.3 National Bank of Pakistan

This represents reconciled and settled liability of National Bank of Pakistan, which has been arrived at by settlement of outstanding balances of Packing Finance, Demand Finance and

Accrued Mark-up thereon (refer note 11.1 and 32). The settlement agreement was executed between the bank and the company on October 21, 2003. As per terms of the settlement agreement, the aggregate total outstanding liability due to the bank has been agreed to be Rs. 105,429,853.

Details of this facility are as under:

Total outstanding	Rs, 105,429,853
Repayment	Upfront payment of Rs. 3,158,426 within a week of execution of settlement agreement and remaining balance of Rs. 102,271,427 in 16 half yearly installments commencing from September 01, 2005.
Rate of mark-up	Weighted average T-Bill yield plus 200 bps with a cap of 4.5 percent per annum.
Security	First pari passu charge on fixed assets comprising land building and plant and machinery. First pari passu charge on current assets comprising raw material, finished goods and book debts.
Expiry date	March 01, 2015

		(Restated)
	2003	2002
	Rupees	Rupees
7. LOANS FROM DIRECTORS AND ASSOCIATES - unsecured		
Loans from directors and associates	166,983,258	165,678,258

These represent un-secured, interest free long term loan received from directors and their associates.

8. LIABILITIES AGAINST ASSETS SUBJECT TO FINANCE LEASE

Period	2003		2002	
	Minimum lease payments	Present value	Minimum lease payments	Present value
	Rupees			
Up to one year	-	-	15,940,793	15,860,992
One to three years	-	-	250,964	236,176
	-	-	16,191,757	16,097,168
Financial charges allocated to future periods	-	-	-94,589	-
	-	-	16,097,168	16,097,168
Current maturity including overdue installments	-	-	-15,860,992	-15,860,992
	-	-	236,176	236,176

The future minimum payments to which the company is committed as at September 30, 2003 are as under:

	2003 -	15,940,793
	2004 -	250,964
	-	16,191,757

During the year, the company has paid all its leased liabilities by making early payments.

9. DEFERRED LIABILITY		
Provision for gratuity	9.1	16,328,005
9.1 Provision for gratuity		19,323,936
Balance at beginning of the year		19,323,936
Add: Provided during the year		25,565,114
		4,941,709
		24,265,645
		30,033,399
Less: Paid during the year		7,937,640
Balance at end of the year		10,709,463
		16,328,005
		19,323,936

(Restated)

	2003	2002
	Rupees	Rupees

10. CURRENT MATURITY OF LONG TERM LIABILITIES

Current maturity of long term loans			
Habib Bank Limited			
Demand finance	6	23,008,638	-
Demand finance - 1 (Frozen Mark-up)	6	11,991,362	-
National Bank of Pakistan	6	3,158,426	-
		38,158,426	-
Current maturity of liabilities against assets subject to finance lease			
		-	15,860,992
		38,158,426	15,860,992
11. SHORT TERM FINANCES - secured			
National Bank of Pakistan			
Packing finance	11.1	-	79,000,000
Demand finance	11.1	-	48,222,216
Less: Reduction in liability on reconciliation and settlement	11.1	-	-21,778,274
		-	105,443,942
Faysal Bank Limited			
Morabaha finance	11.2	5,981,500	6,019,000
Habib Bank Limited			
Cash finance	11.3	-	725,417
Letter of credit sight / usance	11.4	-	-
		-	725,417
		5,981,500	112,188,359

11.1 These facilities have been converted into a consolidated long term liability (refer note 6.3 and 32) through a settlement agreement executed between the company and the bank on October 21, 2003. As per the terms of the settlement, the bank has agreed to release charge on assets of the company under these facilities.

11.2 Morabaha finance

This represents Morabaha finance facility obtained from Faysal Bank Limited on December 28, 2002. The purchase price paid by the bank to the company being agent of the bank for purchase of cotton / fabric and grey cloth was Rs. 6.Q74.Q41 and HIP nuirhaq& price, ta.be.. subsequently paid by the company to the bank was Rs. 6,553,308.

11.3 Cash finance

Maximum limit under this facility is Rs. 25 million with sub limit of cash in transit Rs. 12 million.

Details of this facility are as under:

Maximum limit	Rs. 25,000,000
Total outstanding amount	-
Repayment of mark up	On quarterly basis
Rate of mark-up	10 percent per annum
	With effect from October 01, 2003: 5 percent per annum
Security	Pledge of cotton at 10 percent margin

11.4 Letter of credit sight / usance

The company utilized and settled this facility during the year obtained from Habib Bank Limited.

Details of this facility are as under:

Maximum limit	Rs. 10,000,000
Total outstanding amount	-
Repayment of mark up	On quarterly basis
Rate of Mark-up	Bank's latest schedule of charges
Security	Lien on imported / inland documents Accepted bill of exchange

(Restated)

	2003	2002
	Rupees	Rupees
12. CREDITORS, ACCRUED AND OTHER LIABILITIES		
Creditors	94,871,845	126,556,421
Accrued		
Accrued expenses	7,280,806	11,784,416

Accrued mark up on long term loan	186,045	70,823,463
Less: Settlement on account of reconciliation (refer note 32)	-	-69,631,264
	7,466,851	12,976,615
Other liabilities		
Advances from customers	27,975,321	3,068,050
Other payables	125,000	3,426,648
Due to associated undertakings	215,597	308,811
Due to director and associates	6,010,400	4,070,000
Workers profit participation fund	354,339	339,081
Unclaimed dividend	592,580	595,909
Income tax payable deducted at source	12,283,882	13,069,141
Provision for penalty on account non-deposition of withholding tax	5,000,000-	
Sales tax payable	533,145	7,234,314
Miscellaneous	2,462,041	4,323,926
	55,552,305	36,435,880
	157,891,001	175,968,916
12.1 Workers' Profit Participation Fund		
Balance at beginning of the year	339,081	294,853
Add: Interest charged during the year	15,258	44,228
Balance at end of the year	354,339	339,081

13. CONTINGENCIES AND COMMITMENTS

For contingencies refer note 31.

The company has no capital commitments as at the balance sheet date.

14. Fixed Assets

Particulars	COST / RE -ASSESSED VALUE					DEPRECIATION					Written down value as at September 30, 2003
	As at October 01, 2002	As at September 30, 2003	Rate %	As at October 01, 2002	As at September 30, 2003	Disposals/ (adjustments)	As at September 30, 2003	As at September 30, 2003			
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs			
OWNED											
Lease hold land	70,000,000-	-		70,000,000	-						70,000,000
Building on lease hold land	63,016,906-	-		63,016,906	10	11,966,148	5,105,076-				17,071,224
Plant and machinery	199,225,238	63,975,283	-73,947,542	189,252,979	10	48,205,890	14,531,992	18,444,436	-22,717,264	58,465,054	130,787,924
Electric installation and equipments	2,918,769-	-		2,918,769	10	2,252,281	66,649-			2,318,930	599,839
Gas installation	2,170,989-	-		2,170,989	10	832,721	133,827-			966,548	1,204,441
Factory tools and equipments	715,450	-		715,450	15	578,200	20,588-			598,788	116,662
Vehicles	9,955,287	1,724,000	-1,187,300	10,491,987	20	7,115,576	668,645	620,639	-587,451	7,817,409	2,674,578
Office equipments	612,195-	-		612,195	15	492,171	18,004-			510,175	102,020
Furniture and fixtures	1,487,700	-		1,487,700	10	1,073,869	41,383-			1,115,252	372,448
Telephone installations	438,180-	-		438,180	10	296,007	14,217			310,224	127,956
Guns	2,608-	-		2,608	10	2,401	21-			2,422	186
Office machine and electrical appliances	8,267,643	500,000		8,767,643	15	5,170,592	488,601	339,711-		5,998,904	2,768,739
	358,810,965	66,199,283	-75,134,842	349,875,406		77,985,856	21,089,003	19,404,786	-23,304,715	95,174,930	254,700,475
LEASED											
Machinery	40,700,000		-40,700,000		10	18,444,436-		-18,444,436			-
Vehicles	1,724,000-		-1,724,000-		20	620,639-		-620,639			-
Office machine and electrical appliances	500,000-		-500,000-		15	339,711-		-339,711			-
	42,924,000-		-42,924,000			19,404,786		-19,404,786-			-
2003 Rupees	401,734,965	56,199,283	118,058,842	349,875,406		97,390,642	21,089,003-		-23,304,715	95,174,930	254,700,476
2002 Rupees	449,207,527	57,690,331	-105,162,893	401,734,965		81,437,405	26,815,620-		-10,862,383	97,390,642	304,344,323

14.1 Leasehold land has been acquired on annual lease (rental) basis from Sindh Industrial and Trading Estate.

14.2 Allocation of depreciation for the year:		2003 Rupees	2002 Rupees
Cost of goods manufactured	25.1	21,015,378	26,704,352
Administrative expenses	26	73,625	111,268
		21,089,003	26,815,620

14.3 Disposal of fixed assets

PARTICULARS	COST	ACCUMULATE	BOOK VALUE	SALE PROCEEDS	PROFIT/(LOSS) On Disposal	MODE OF DISPOSAL	PARTICULARS OF PURCHASERS
Plant and machinery							
Blow room set	217,995	41,419	176,576	350,000	173,424	Negotiation	Lasani Spinning (Private) Limited 5 KM, Sargodha Road, Sheikhpura.
Weaving machine 154" with accessories	6,252,036	1,835,830	4,416,206	2,200,000	-2,216,206	Negotiation	Acme Mills (Private) Limited D-113, Site Karachi.
Calendar machine	1,266,210	240,580	1,025,630	475,000	-550,630	Negotiation	Badar Processing Industries (Private) Limited D-256, 273 Site Karachi.
Simplex machine	4,808,282	913,574	3,894,708	2,500,000	-1,394,708	Negotiation	Nishat Mills Limited 3rd Floor, EFU House, Jail Road, Lahore.
Simplex machine	4,099,257	778,859	3,320,398	2,000,000	-1,320,398	Negotiation	Chiragh Textile Mills Limited Suite* 10, 2nd Floor, Shal Arcade, Barkat Market, Green Town, Lahore.
Processing plant	25,604,131	4,833,630	20,770,501	3,000,000	-17,770,501	Negotiation	Al-Aziz Dyeing Sargodha Road, Faisalabad.
Drawing machine	803,121	117,354	685,767	490,000	-195,767	Negotiation	M/s. Abdul Majeed and Sons 27-A, New Cloth Market, M.A. Jinnah Road, Karachi.
Weaving machine 154"	5,600,000	2,259,270	3,340,730	1,560,000	-1,780,730	Negotiation	M/s. Al-Badar Weaving C-51, Site Karachi.
Weaving machine 153" with accessories	5,149,049	2,209,895	2,939,154	1,560,000	-1,379,154	Negotiation	Yaseen Industries 216-249, 258/61 Class V, Block-C, M-II-1040, Shershah Karachi.
Cloth inspection machine	130,394	24,775	105,619	30,000	-75,619	Negotiation	Siddiq Ahmed and Sons F-576/A, Room* 2, Site Karachi.
16 Carding machines	7,410,000	4,220,238	3,189,762	1,200,000	-1,989,762	Negotiation	Lasani Spinning (Private) Limited 5 KM, Sargodha Road, Sheikhpura.
Carding machine	3,397,872	645,596	2,752,276	500,000	-2,252,276	Negotiation	Vohra Tex B-33/B, Site Karachi.
Carding machine	1,696,759	322,385	1,374,374	455,000	-919,374	Negotiation	Rehman Fabrics Chak# 113/10-R Opp. Railway Station, Jahanian Distt., Khanewal.
Sluzer machine	926,191	526,914	399,277	675,000	275,723	Negotiation	Shoaib Suleman Textile Mills Grain Market, Sahiwal.
Sluzer machine	2,195,415	1,248,982	946,433	1,600,000	653,567	Negotiation	Popular Fibre Mills (Private) Limited Plot* 187, 255 Site Noriabad Distt., Dadu.
Sluzer machine	4,116,403	2,341,840	1,774,563	3,000,000	1,225,437	Negotiation	Suleman Tex F-98-A Site Karachi.
Sluzer machine	274,427	156,123	118,304	220,000	101,696	Negotiation	Rehman Fabrics Chak# 113/10-R Opp. Railway Station, Jahanian Distt., Khanewal.
	73,947,542	22,717,264	51,230,278	21,815,000	-29,415,278		
Vehicles							
Suzuki Khyber, AB-3732	388,300	299,812	88,488	170,000	81,512	Negotiation	Mr. Zahid Hussain (Ex-employee) Garden, Karachi.
Suzuki Baleno, ADK-987	799,000	287,639	511,361	575,000	63,639	Negotiation	Renfro Crescent (Private) Limited A-40, Site Karachi.
	1,187,300	587,451	599,849	745,000	145,151		
2003 Rupees	75,134,842	23,304,715	51,830,127	22,560,000	-29,270,127		
2002 Rupees	48,180,893	10,862,384	37,318,509	34,495,200	-2,823,309		
					(Restated)		
				2003	2002		
				Rupees	Rupees		
15. LONG TERM DEPOSITS				684,770	824,770		
Security deposits				-	5,863,000		
Lease deposits				684,770	6,687,770		
16. LONG TERM INVESTMENTS - AVAILABLE FOR SALE							
Listed companies							
Associated Undertakings							
Crescent Jute Products Limited				13,733,415	13,733,415		
1,716,683 (2002: 1,716,683) ordinary shares of Rs.10 each							
Crescent Board Limited				1,476,530	1,476,530		
154,585 (2002: 154,585) ordinary shares of Rs.10 each							
Crescent Textile Mills Limited				1,002,170	1,002,170		

144,356 (2002: 144,356) ordinary shares of Rs.10 each			
Shams Textile Mills Limited		2,155,275	2,155,275
174,033 (2002: 174,033) ordinary shares of Rs.10 each			
Shakarganj Mills Limited		6,576,685	7,234,349
898,551 (2002: 816,865) ordinary shares of Rs.10 each			
Elite Textile Mills Limited		510,935	510,935
94,080 (2002: 94,080) ordinary shares of Rs.10 each			
The Premier Insurance Company of Pakistan Limited		35,140	35,140
56,215 (2002: 56,215) ordinary shares of Rs.5 each			
25,490,150 26,147,814			
Unlisted companies			
Associated undertakings			
Crescent Ventures International Limited			
150,000 (2002: 150,000)		1,500,000	1,500,000
ordinary shares of Rs.10 each	16.1		
Crescent Group Services (Private) Limited			
110,000 (2002: 110,000)		1,100,000	1,100,000
ordinary shares of Rs.10 each	16.2		
Taxmac Services (Private) Limited			
52,000 (2002: 52,000)		520,000	520,000
ordinary shares of Rs.10 each	16.3		
Crescent Bahuman Limited			
(formerly Crescent Greenwood Limited)			
414,267 (2002: 414,267)		4,142,679	4,142,679
ordinary shares of Rs.10 each	16.4		
Crescent Industrial Chemicals Limited			
184,250 (2002: 184,250)		1,842,500	1,842,500
ordinary shares of Rs.10 each	16.5		
9,105,179 9,105,179			
34,595,329 35,252,993 Surplus / (Deficit) on revaluation of			
available for sale securities		13,836,573	-12,742,454
		48,431,902	22,510,539

16.1 Break-up value as per audited accounts for the year ended June 30, 2003 was Rs. 0 per share. Equity held 30.03 percent (2002: 30.03 percent).

16.2 Break-up value as per audited accounts for the year ended June 30, 2002 was Rs. 0 per share. Equity held 4.10 percent (2002: 4.10 percent).

16.3 Break-up value as per audited accounts for the year ended June 30, 2001 was Rs. 36.31 per share. Equity held 26 percent (2002: 26 percent). Mr. Muhammad Rafi is chief executive of the company.

16.4 Break-up value as per audited accounts for the year ended September 30, 2002 was Rs. 0 per share. Equity held 0.30 percent (2002: 0.30 percent). Mr. Nasir Shafi is chief executive of the company.

16.5 Break-up value as per audited accounts for the year ended June 30, 1999 was Rs. 10 per share. Equity held 0.14 percent (2002: 0.14 percent). Mr. Tariq Shafi is chief executive of the company.

		(Restated)
	2003	2002
	Rupees	Rupees
17. LONG TERM LOANS - secured		
Loans to employees - considered good	811,663	2,211,250
Less: Current maturity	441,404	1,513,180

370,259 698,070

These represent interest free personal loans and vehicle loans provided by the company to its employees. Personal loans are secured against balance of the gratuity of the concerned employee, whereas vehicle loans are secured by registration of vehicles in the name of the company.

No amount is outstanding for the period exceeding three years.

18. STORES AND SPARES

Stores		
Spares and loose tools	2,703,557	3,430,050
	2,610,597	5,234,938
19. STOCK-IN-TRADE	5,314,154	8,664,988
Raw materials		
Work-in-process	3,477,953	2,627,011
Finished goods	5,442,790	6,420,057
	4,219,198	1,226,251
20. TRADE DEBTS- unsecured	13,139,941	10,273,319
Considered good		
Considered doubtful	44,271,058	67,924,870
	11,094,199	— --
Less: Provision for doubtful debts	55,365,257	67,924,870
	11,094,199	-
	44,271,058	67,924,870

These include Rs. 19,138,571 (2002: Rs. 19,715,838) receivable from Renfro Crescent (Private) Limited, an associated undertaking.

2003 2002
Rupees Rupees

21. SHORT TERM INVESTMENTS

Listed companies		
Associated undertakings		
Crescent Sugar Mills and Distillery Limited		
453,868 (2002: 453,868) ordinary shares of Rs.10 each	3,148,910	3,148,910
Mushreq Bank of Pakistan Limited (formerly Crescent Investment Bank Limited)		
5,380,578 (2002: 2,669,904) ordinary shares of Rs.10 each	34,480,948	40,379,200
Crescent Steel and Allied Products Limited		
308,100 (2002: 488,100) ordinary shares of Rs.10 each	1,620,352	2,567,004
	39,250,210	46,095,114
Others		
Crescent Spinning Mills Limited		
290,000 (2002: 290,000) ordinary shares of Rs.10 each	2,900,000	2,900,000
PICIC		
82,313 (2002: 82,313) ordinary shares of Rs.10 each	580,587	580,587
	3,480,587	3,480,587
Unlisted companies		
Associated undertakings		
Advance against shares, considered bad		
Crescent Group Services (Private) Limited	1,100,000	1,100,000
Crescent Modaraba Management (Private) Limited	1,000,000	1,000,000
Less: Provision for bad debt debts	-2,100,000	-
	-	2,100,000
Surplus / (Deficit) on revaluation of available for sale securities	52,749,397	-5,161,612
	95,480,194	46,514,089
22. ADVANCES, DEPOSITS, PREPAYMENTS AND OTHER RECEIVABLES		
Advances, un-secured, considered good		
advance to suppliers and others	4,649,073	4,352,481
Deposits	3,516,480	6,181,480
Prepayments	-	133,729
Other receivables		
Due from associated undertakings 22.1	17,648,334	10,368,585
Advance tax	11,274,706	7,546,048
Other receivables	3,561,056	17,904,756
Less: Settlement on account of reconciliation		

(refer note 32)			-7,580,756
Due from government	22.2	1,173,104	2,283,118
Insurance claim		-	532,466
		33,657,200	31,054,217
		41,822,753	41,721,907

(Restated)

		2003	2002
		Rupees	Rupees
22.1 Due from associated undertakings			
Elite Textile Mills Limited		4,502,990	3,386,571
Jubilee Energy Limited {formerly Jubilee Energy (Private) Limited}		13,145,344	6,982,014
		17,648,334	10,368,585

Maximum aggregate amount due from associated undertakings at the end of any month during the year was Rs. 18,821,364 (2002: Rs 45,715,432).

22.2 Due from government			
Export rebate		1,173,104	2,237,525
Sales tax	-	-	45,593
		1,173,104	2,283,118

23. CASH AND BANK BALANCES

Cash in hand		82,531	294,446
Balance with banks in:			
Current accounts		735,559	5,941,064
PLS accounts		635,565	507,956
		1,371,124	6,449,020
		1,453,655	6,743,466

24. SALES - NET

Yarn		426,619,450	416,764,046
Fabric	-	-	121,925,263
Others		11,239,167	14,691,263
		437,858,617	553,380,572
Add: Rebate on exports	-	-	973,872
		437,858,617	554,354,444
Less: Export duty, sales tax / quality claim	-	-	438,830
Less: Commission on sales		4,407,917	2,986,712
		4,407,917	3,425,542
		433,450,700	550,928,902

25. COST OF SALES

Finished stock - opening		1,226,251	33,652,809
Add: Cost of goods manufactured	25.1	443,153,677	592,380,493
		444,379,418	626,033,302
Less: Finished stock - closing		4,219,198	1,226,251
		440,160,220	624,807,051

(Restated)

		2003	2002
		Rupees	Rupees
25.1 Cost of goods manufactured			
Raw material consumed	25.2	311,807,948	354,247,260
Packing material consumed		5,255,487	4,797,583
Stores and spares consumed		9,476,187	19,327,908
Dyes and chemicals consumed	-	-	1,598,666
Salaries, wages and benefits		38,440,810	67,747,243
Processing and weaving charges	-	-	8,112,676
Repairs and maintenance		923,415	542,150
Rent, rates and taxes		399,460	1,066,626
Fuel and power		51,774,793	60,858,983
Insurance		1,275,865	2,136,183
Depreciation	14.2	21,015,378	26,704,352
Stationery and printing		15,884	34,269
Transportation and conveyance		561,677	2,260,334
Telephone and postage		591,512	803,739
Fee and subscription		9,190	103,464
Professional charges		540,750	519,050

Miscellaneous		87,545	168,149
Work-in-process			
Opening		6,420,056	47,771,914
Closing	19	-5,442,790	-6,420,056
		977,266	41,351,858
		443,153,167	592,380,493
25.2 Raw material consumed			
Raw material stock - opening		2,627,011	57,217,132
Add: Purchases during the year		312,658,890	299,657,139
		315,285,901	356,874,271
Less: Raw material stock - closing		3,477,953	2,627,011
		311,807,948	354,247,260
26. ADMINISTRATIVE EXPENSES			
Salaries, allowances and benefits		5,944,972	7,455,718
Directors' meeting fee	-		4,500
Traveling, conveyance and entertainment		671,262	1,878,934
Rent, rates and taxes		332,920	570,720
Printing and stationery		138,896	332,781
Communication		493,202	750,623
Electricity and gas	-		708,186
Insurance		36,664	30,303
Subscription and periodicals		509,473	181,942
Repairs and maintenance		113,726	29,512
General expenses		260,254	80,522
Auditors' remuneration	26.1	179,675	45,000
Legal and professional charges		760,389	1,389,402
Provision for doubtful debts		11,094,199 -	
Depreciation	14.2	73,625	111,268
		20,609,257	13,569,411
			(Restated)
		2003	2002
		Rupees	Rupees
29. FINANCIAL CHARGES			
Mark-up on loans		10,064,562	26,428,477
Interest on workers' profit participation fund		15,258	44,228
Lease financial charges		33,670	2,227,938
Bank charges, excise duty, commission etc.		765,734	900,882
		10,879,224	29,601,525
30. OTHER CHARGES			
Debit balances written off		6,649,601	15,150,243
Provision for advance against shares		2,100,000	-
Credit balances written off		-2,023,677	-
Sales tax penalty due to non-payment of sales tax dues		7,253,257	-
Provision for penalty on account non-deposition of withholding tax		5,000,000	-
Others		-	18,715
		18,979,181	15,168,958
31. PROVISION FOR TAXATION			
Current	31.2	-2,189,293	-2,858,600
Deferred		-	12,976,944
		-2,189,293	10,118,344

31.1 Current

The tax liability of the company for the year has been calculated under the normal provision of the Income Tax Ordinance, 2001 or minimum tax at the rate of 0.5 percent of turnover under section 113, whichever is higher. The income tax assessments of the company have been finalized up to and including assessment year 2000-2001 (Income year ended September 30, 1999).

The company has filed appeals in various appellate forum related to previous assessments which have not yet been decided. The management expects favorable outcome of the appeals, therefore, no provision for any adverse decisions has been made in these accounts.

31.2 Relationship between accounting and tax profit

Loss before tax as per Profit and Loss Account	-31,643,589	-126,460,178
Add / (less)		
Accounting depreciation or fixed assets	21,089,003	26,815,620
Payment of lease rentals	-16,197,757	-24,265,720
Lease financial charges	33,670	1,381,801
Tax depreciation of fixed assets	-22,630,198	-3,342,034
Accounting loss on disposal of fixed assets	-5,156,245	-5,186,969
Tax gain on disposal of fixed assets	18,539,577	22,703,253
Provision for gratuity	4,941,709	4,468,285
Gratuity paid	-7,937,640	-10,709,463
Taxable loss	-38,961,470	-114,595,405
In view of above tax loss, the tax liability has been worked out as under		
Minimum turnover tax @ 0.5 percent of sale	2,189,293	2,858,600

31.3 Deferred

Deferred tax asset as on September 30, 2003 /s Rs. 28.258 million (2002: Rs. 28.163 million) arising mainly due to accumulated tax losses has not been accounted for in these financial statements. The management expects that future taxable profits / taxable temporary differences would not be available against which the deferred tax asset can be utilized.

32. CORRECTION OF FUNDAMENTAL ERROR

The company was in dispute with the National Bank of Pakistan regarding calculation of mark-up on Demand Finance and Packing Finance. The bank did not adjust accounts of these facilities properly and charge mark-up on mark-up.

During the year the company negotiated with National Bank of Pakistan for reconciliation of outstanding liabilities on account of Packing Finance, Demand Finance and Accrued Mark-up thereon. Consequently, a settlement agreement was executed between the company and the bank on October 21, 2003. As a result of this settlement, outstanding liabilities towards bank have been consolidated and settled at Rs. 105.430 million from Rs. 189.258.

To give effect to the resultant adjustment, comparative figures have been restated in accordance with the benchmark treatment prescribed in International Accounting Standard (IAS) 8, 'Net profit or loss for the period, Fundamental errors and changes in accounting policies'.

Details of the restatement and effect of the adjustment on prior years is as under:

	(Restated)	
	2003	2002
	Rupees	Rupees
Reduction in:		
Demand Finance and Packing Finance	21,778,274	
Accrued mark-up	12 69,631,264	
Other receivables	22 -7,580,756	
	83,828,782	

Year ended September 30th	Demand Finance and Packing	Accrued mark-up Finance	Other receivables	Total Rupees
2002	-	20,422,403-		20,422,403
2001	-	20,422,403-		20,422,403
2000	-	21,047,580-		21,047,580
1999	8,343,590	7,738,878-		16,082,468
1998	13,434,684	-	-7,580,756	5,853,928
Charged to opening accumulated loss of comparative figures	21,778,274	49,208,861-	-7,580,756	63,406,379
	21,778,274	69,631,264-	-7,580,756	83,828,782

(Restated)
2003
Rupees
2002
Rupees

33. LOSS PER SHARE - BASIC AND DILUTED
Basic

Profit after taxation attributable to ordinary shareholders (Rupees)	-33,832,882	,116,341,834)
Weighted average number of ordinary shares issued and subscribed during the year	7,016,687	7,016,687
Earning per share (Rupees.)	-4.82	-16.58
Diluted	N.A	N.A
34. CASH GENERATED FROM OPERATIONS		
Loss before taxation	-31,643,589	126,460,178)
Add / (Less) adjustments for:		
Depreciation	21,089,003	26,815,620
Realization of surplus on revaluation of fixed assets disposed off	-34,426,372	-8,010,278
Provision for gratuity	4,941,709	4,468,285
Provision for doubtful debts	11,094,199	
Debit balances - written off	6,649,601	15,150,243
Credit balances - written off	-2,023,677	-
Provision for advance against shares	2,100,000	-
Provision for penalty on account non-deposition of withholding tax	5,000,000	-
Loss on disposal of fixed assets - before realization of surplus on revaluation of fixed assets	29,270,127	2,823,309
Financial charges	10,879,224	29,601,525
	54,573,814	70,848,704
Net cash flow from / (used in) operating activities before working capital changes	22,930,225	-55,611,474
Working capital changes		
(Increase) / Decrease in current assets		
Stores and spares	3,350,834	8,351,500
Stock-in-trade	-2,866,622	128,368,537
Trade debts	12,559,613	-17,257,801
Loans and advances	1,071,776	11,779,221
Advances, deposits, prepayments, and other receivables	-3,021,789	30,761,807
Increase / (Decrease) in current liabilities		
Creditors, accrued and other liabilities	-20,048,084	-57,110,884
Working capital changes	-8,954,272	104,892,380
Net cash from operating activities after working capital changes	13,975,953	49,280,906
		(Restated)
	2003	2002
	Rupees	Rupees
5. REMUNERATION OF EXECUTIVES		
Chief Executive Officer		
Managerial remuneration and other benefits	-	-
Number of executive	1	1
Director		
Managerial remuneration	-	100,000
	-	100,000
Number of directors	1	1
Executives		
Managerial remuneration	2,800,212	5,315,916
Housing and utilities	661,488	132,035
Retirement benefits	213,724	347,808
	3,675,424	5,795,759
Number of executives	19	21

35.1 The Chief Executive Officer is provided with free use of company maintained car. Five (2002: Five) other executives are also provided with the use of company's cars.

36. DEFINED BENEFIT PLAN

36.1 General description

The scheme provides for terminal benefits for all permanent employees who complete qualifying period of services with the company at varying percentages of last drawn salary. The percentage depends on the number of services year with the company.

Annual provision is based on actuarial valuation. This was carried out as on September 30, 2003

36.2 Principal actuarial assumption

Following principal actuarial assumptions were used for the valuation.

Estimated rate of increase in salary of the employees	7%	9%
Discount rate	8%	10%

36.3 Balance sheet liability as at September 30, 2003

Present value of defined benefit obligation	13,290,339	15,370,122
Add: Unrecognized actuarial gain	2,912,214	3,953,814
Benefits payable as on September 30, 2003	125,452	-
	16,328,005	19,323,936

	2003	(Restated) 2002
	Rupees	Rupees
36.4 Movement in balances		
Balance at beginning of the year	19,323,936	25,565,114
Expense during the year	4,941,709	4,468,285
	24,265,645	30,033,399
Benefits paid during the year	-7,937,640	-10,709,463
Balance at end of the year	16,328,005	19,323,936
36.5 Charge for the year		
Current service cost	3,807,497	3,659,191
Interest cost	1,537,012	2,397,655
Actuarial gain recognized	-402,800	-
Transitional liability	-	-1,588,561
	4,941,709	4,468,285

37. TRANSACTIONS WITH ASSOCIATED UNDERTAKINGS DURING THE YEAR

Aggregate transactions with associated undertakings during the year were as follows:

37.1 Jubilee Energy Limited (formerly Jubilee Energy (Private) Limited)

Purchase of power	51,774,793	60,858,983
37.2 The Premier Insurance Company of Pakistan Limited		
Insurance premium	1,312,529	2,166,486
Commission income	10,730,829	2,291,378
Dividend income	-	27,616

37.3 Renfro Crescent (Private) Limited

Sale of goods	51,129,334	40,769,348
Trade debts	19,138,571	4,820,603
Proceed from disposal of fixed assets	575,000	-

37.4 Shams Textile Mills Limited

Dividend income	-	435,082
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37.5 Crescent Textile Mills Limited

Sale of goods	29,772,079	76,322,520
Dividend income	303,503	422,397
Advances from customers	17,289,536	60,176

37.6 Shakarganj Mills Limited

Dividend income	1,347,828	673,913
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37.7 Crescent Sugar Mills and Distillery Limited

Dividend income	680,802	-
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37.8 Crescent Steel & Allied Products Limited

Dividend income	578,070	270,150
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Above related parties are group companies

	2003	(Restated) 2002
	Rupees	Rupees

38. PLANT CAPACITY AND ACTUAL PRODUCTION

Total number of spindles available for production	26,660	26,660
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Total number of spindles worked during the year	24,206	23,543
Actual production in 20 / s (Kg.)	6,890,300	7,911,379
Production in 26.26 and 26.51 (Kg.)	4,579,742	5,184,209
Number of shifts per day	3	3
Plant capacity of yarn (Kg.)	8,137,674	8,137,674
Actual production of yarn (Kg.)	4,200,625	5,366,131

38.1 Reason for low production

Production during the year was low due to various technical factors.

39. NUMBER OF EMPLOYEES

The number of employees as at September 30, 2003 are 514 (2002: 720).

40. FINANCIAL INSTRUMENTS AND RELATED DISCLOSURES

40.1 Interest rate risk exposure

The company's exposure to interest rate risk and the effective rates on its financial assets and liabilities as at year end are summarized follows:

Particulars	Rate %	Interest / Mark up bearing			Non Interest / Mark up bearing			Total
		Maturity up to year	Maturity after one year	Sub Total	Maturity to one year	Maturity after one year	Sub Total	
FINANCIAL ASSETS								
Long term deposits						684,770	684,770	684,770
Long term investments				-		48,431,902	48,431,902	48,431,902
Long term loans					441,404	370,259	811,663	811,663
Trade debts					44,271,058		44,271,058	44,271,058
Short term investments					95,480,194		95,480,194	95,480,194
Advances, deposits, prepayments and other receivables					41,822,753		41,822,753	41,822,753
Cash and bank balances	6.4	635,565		635,565	818,090		818,090	1,453,655
		635,565		635,565	182,833,499	49,486,931	32,320,430	232,955,995
FINANCIAL LIABILITIES								
Long term loans	4.5 to 10	38,158,426	187,687,771	225,846,197				225,846,197
Loans from directors and associates			-			166,983,258	66,983,258	166,983,258
Deferred liability						16,328,005	16,328,005	16,328,005
Short term finances	10 to 18	5,981,500		5,981,500			5,981,500	
Creditors, accrued and other liabilities	4.5	339,081	339,081	157,551,920		157,551,920	57,891,001	
Provision for taxation			-			2,189,293	2,189,293	2,189,293
		44,479,007	187,687,771	232,166,778	157,551,920	185,500,556	43,052,476	575,219,254
2003	Rupees	45,114,572	87,687,771	32,802,343	140,385,419	34,987,487	5,372,906	808,175,249
2002	Rupees	171,237,959	236,176	171,474,135	22,484,501		22,484,501	193,958,636

40.2 Concentration of credit risk

Credit risk represents the accounting loss that would be recognized at the reporting date if counter parties failed to perform as contracted. The company believes that it is not exposed to major concentration of credit risk.

40.3 Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect the value of financial instruments. The company is exposed to interest rate risk in case of bank borrowings. The rate of interest /markup and their maturities have been given in respective notes.

40.4 Liquidity risk

Liquidity risk reflects an enterprise inability in raising funds to meet commitments. The company's management closely monitors the company's liquidity and cash flow position

40.5 Foreign exchange risk

Foreign exchange risk arises mainly due to conversion of foreign currency assets and liabilities into local currency is not material.

40.6 Fair value of financial instruments

The carrying amount of the financial assets and financial liabilities approximate their fair values.

41. DATE OF AUTHORIZATION FOR ISSUE

These financial statements were authorized for issue by the Board of Directors on December 29, 2003

Form 34

Pattern of Holding of Shares

Held by the Shareholders as at September 30, 2003

No. of Shareholders	Share Holding From	TO	Total Shares Held
365	1	100	14,348
448	101	500	113,257
138	501	1,000	97,194
184	1,001	5,000	412,085
34	5,001	10,000	256,986
17	10,001	15,000	217,592
17	15,001	20,000	310,462
12	20,001	25,000	269,766
8	25,001	30,000	223,549
5	30,001	35,000	158,798
3	35,001	40,000	117,307
6	40,001	45,000	257,547
5	45,001	50,000	232,160
3	50,001	55,000	158,871
5	55,001	60,000	289,016
2	60,001	65,000	123,970
1	65,001	70,000	65,569
3	70,001	75,000	210,609
4	75,001	80,000	305,259
2	80,001	85,000	164,115
1	85,001	90,000	88,673
1	90,001	95,000	94,749
2	95,001	100,000	196,994
1	100,001	105,000	100,278
1	105,001	110,000	107,651
1	115,001	120,000	116,623
1	120,001	125,000	124,722
1	130,001	135,000	132,008
2	180,001	185,000	362,818
1	195,001	200,000	199,146
1	285,001	290,000	285,357
1	355,001	360,000	357,974
1	375,001	380,000	377,091
1	470,001	475,000	474,323
1,278			7,016,867

Categories of Shareholders	Number	Shares Held	Percentage
Financial Institution	10	740,638	10.56
Individual	1,224	4,529,330	64.55
Insurance Companies	5	244,312	3.48
Investment Companies	2	4,739	0.07
Joint Stock companies	29	1,452,481	20.7
Modaraba	1	9,127	0.13
Other	8	36,240	0.52

Total	1,279	7,016,867	100
Others			
Abandoned Property	2	402	0.01
Association	3	6,493	0.09
Trust	3	29,345	0.42
Total	8	36,240	0.52

Form 34

Pattern of Holding of Shares

Held by the Shareholders as at September 30, 2003

Categories of Shareholder

Directors, Chief Executive Officer,
their spouse and minor childrenNumber of
shares held

Chief Executive/ Director			
Mr. Shams Rafi		83,485	
Directors			
Mr. Ahmed Shafi		132,008	
Mr. Rizwan Shafi		33,099	
Mr. Salman Rafi		94,749	
Mr. Shaukat Shafi		75,852	
Mr. Umar Shafi		100,278	
Mr. Usman Shafi		98,494	617,965
Directors' Spouse and their minor children			
Mrs. Zahid Shaukat		42,859	42,859
Associated companies, undertakings and related parties			
The Premier Insurance Co.		78,867	
Shafi International (Pvt) Limited		58,006	
Crescent Boards Limited		285,357	
The Crescent Textile Mills Limited		182,629	
Crescent Powertec Limited		98,500	
Shams Textile Mills Limited		7,788	
Ahsan Associates (Pvt) Ltd		1,937	
Crescent Sugar Mills & Distillery Ltd		474,323	
Crescent Investment Bank Limited		8,050	
Crescent Steel and Allied Products Ltd		26,490	
Shakarganj Mills Limited		15,584	1,237,531
NIT & ICP			
National Bank of Pakistan, Trustee Dept.		377,091	
Investment Corporation of Pakistan		80,867	457,958
Banks, DPI, NBFIs		73,912	73,912
Insurance Companies		189,237	189,237
Modaraba and Mutual Funds		9,127	9,127
Trusts		29,345	29,345
Public sector companies and corporations		13,623	13,623
Shareholders holding ten percent or more voting interest in the listed companies		-	-
General Public		4,345,310	4,345,310
Grand Total			7,016,867