

Adam Sugar Mills Ltd.

10011 ADAM VERMINDER RD,
P.O. BOX 4274,
A.T. JAFI HUSSAIN ROAD,
NEW CHALLI,
KARACHI-PAKISTAN.

Ref: ADAMSM-HO/C-6039
28 February, 2008

Karachi Stock Exchange (Guarantee) Limited
KARACHI

Dear Sir,

FINANCIAL RESULTS (UN-AUDITED) FOR THE FIRST QUARTER ENDED 31 DECEMBER, 2007

We have to inform you that Board of Directors of our Company in their Meeting held on 28 February, 2008 recommended the following:

- | | |
|------------------|-----|
| 1) CASH DIVIDEND | NIL |
| 2) BONUS ISSUE | NIL |
| 3) RIGHT SHARE | NIL |

The financial result of the Company are as follows.

(Rupees in thousand)

	31 DECEMBER, 2007	31 DECEMBER, 2006
Sales	183,051	349,205
Cost of Sales	200,389	381,264
Gross Loss	(16,718)	(32,059)
Operating Expenses		
Administrative Expenses	5,894	5,084
Selling Expenses	96	282
Financial Charges	4,879	1,147
	10,869	6,513
Operating Loss	(27,583)	(38,572)
Other Income	3	-
	(27,580)	(38,572)
Worker's Profit Participation Fund	-	-
Workers Welfare Fund	-	-
(Loss) before Taxation	(27,580)	(38,572)
Taxation	918	1,746
(Loss) after Taxation	(23,498)	(40,318)
(Loss) per share	(4.94)	(7.00)

Yours faithfully


(CHIEF EXECUTIVE)



KARACHI STOCK EXCHANGE	
CORPORATE ANNOUNCEMENT	
Date:	29/2/08
Received at:	10.06 Initial: 14
Announcement no:	10 07 Initial: 4