

Telegrams : "SWEET SUGAR"

Telex : 25183 ADAM PK

Faxes : 32427560/ 32417907

Telephones : 32417812-16

: 32401139-43

**Adam Sugar Mills Ltd.****HEAD OFFICE:**

HAJI ADAM CHAMBERS,  
P.O. BOX 4274,  
ALTAF HUSSAIN ROAD,  
NEW CHALLI,  
KARACHI-PAKISTAN.

Ref. ADAMSM-HO/C-5/373

July 25, 2011

General Manager

Karachi Stock Exchange (Guarantee) Limited  
Stock Exchange Building, Stock Exchange Road  
**KARACHI**

Dear Sir,

**RE. FINANCIAL RESULTS FOR THE THIRD QUARTER ENDED JUNE 30, 2011.**

Dear Sir,

We have to inform you that Board of Directors of our Company in their Meeting held on Monday, July 25, 2011 at 12:00 p.m. at the registered office of the company, recommended the following:

- |                         |     |
|-------------------------|-----|
| 1) <b>CASH DIVIDEND</b> | NIL |
| 2) <b>BONUS SHARES</b>  | NIL |
| 3) <b>RIGHT SHARES</b>  | NIL |

The financial results of the Company are as follows:

	For the Third Quarter Ended		Quarter ended	
	Oct 2010, to Jun 2011	Oct 2009, to Jun 2010	Apr 2011, to Jun 2011	Apr 2010, to Jun 2010
	-----Rupees-----		-----Rupees-----	
Sales - net	2,320,565,243	1,495,344,399	121,452,357	468,099,786
Cost of sales	(2,103,935,954)	(1,336,409,728)	(114,021,889)	(429,674,387)
<b>Gross profit</b>	<b>216,629,289</b>	<b>158,934,671</b>	<b>7,430,468</b>	<b>38,425,399</b>
Administrative expenses	(24,439,528)	(24,204,983)	(6,419,966)	(9,463,738)
Selling expenses	(1,757,685)	(975,336)	(81,294)	(104,484)
	(26,197,213)	(25,180,299)	(6,501,260)	(9,568,222)
<b>Operating profit</b>	<b>190,432,076</b>	<b>133,754,372</b>	<b>929,208</b>	<b>28,857,177</b>
Other income	4,538,204	7,534,516	1,065,710	57,168
	194,970,280	141,288,888	1,994,918	28,914,345
Financial Charges	(79,446,115)	(39,371,326)	(50,462,048)	(20,851,241)
Workers' profit participation fund	(5,776,208)	(5,095,878)	2,423,357	(413,155)
Workers' welfare fund	(2,151,921)	(1,936,434)	1,147,676	(166,998)
	(87,374,244)	(46,403,638)	(46,891,015)	(21,221,395)
<b>Profit/(loss) before taxation</b>	<b>107,596,036</b>	<b>94,885,250</b>	<b>(44,896,097)</b>	<b>7,692,950</b>
Taxation				
Current	(39,114,788)	(33,665,792)	17,473,315	(3,784,709)
Deferred	2,447,443	(3,158,293)	-	-
	(36,667,325)	(36,824,085)	17,473,315	(3,784,709)
<b>Profit/(loss) after taxation</b>	<b>70,928,711</b>	<b>58,061,165</b>	<b>(27,422,782)</b>	<b>3,908,241</b>

Earning per share - basic &amp; diluted

12.31

10.07

(4.76)

0.68

We will be sending you 300 copies of printed accounts for distribution amongst members of the Exchange in due course of time.

Yours faithfully

  
(CHIEF EXECUTIVE)