

27-Feb-15

The General Manager
Karachi Stock Exchange Ltd
Stock Exchange Building
Stock Exchange Road
Karachi

FINANCIAL RESULTS FOR THE HALF YEAR ENDED DECEMBER 31, 2014

Dear Sir

We have to inform you that the Board of Directors in their Meeting held on Friday, February 27, 2015 at 11:00 a.m. at the registered office of the Company has approved the following:

- | | | |
|-------|----------------------|------------|
| (i) | CASH DIVIDEND | NIL |
| (ii) | BONUS SHARES | NIL |
| (iii) | RIGHT SHARES | NIL |

The Stand Alone financial results of Azgard Nine Ltd for the Half Year ended December 31, 2014 are as follows:

	Half Year Ended (Jul - Dec)		Quarter Ended (Oct - Dec)	
	31-Dec-14	31-Dec-13	31-Dec-14	31-Dec-13
	Rupees	Rupees	Rupees	Rupees
SALES - net	4,966,912,466	7,000,575,712	2,696,193,106	3,620,687,098
COST OF SALES	(4,456,752,937)	(6,442,254,421)	(2,309,426,493)	(3,268,070,179)
GROSS PROFIT	510,159,529	558,321,291	386,766,613	352,616,919
ADMINISTRATIVE AND GENERAL EXPENSES	(211,696,167)	(209,816,732)	(99,200,909)	(98,130,807)
SELLING AND DISTRIBUTION EXPENSES	(279,502,741)	(321,999,015)	(155,026,633)	(173,724,711)
OPERATING PROFIT	18,960,621	26,505,544	132,539,071	80,761,401
OTHER INCOME	320,004,040	29,487,004	2,475,992	8,349,227
OTHER EXPENSES	(61,698,005)	-	(61,698,005)	(29,087,932)
FINANCE COST	(607,404,868)	(846,586,018)	(287,958,678)	(412,781,884)
LOSS BEFORE TAXATION	(330,138,212)	(790,593,470)	(214,641,620)	(352,759,188)
TAXATION	(50,887,795)	(69,961,126)	(28,826,292)	(36,391,365)
LOSS AFTER TAXATION	(381,026,007)	(860,554,596)	(243,467,912)	(389,150,553)
LOSS PER SHARE-BASIC AND DILUTED	(0.84)	(1.89)	(0.54)	(0.86)

Page 1/2





AZGARD-9

The Consolidated financial results of Azgard Nine Ltd and Subsidiary for the Half Year Ended December 31, 2014 are as follows:

	Half Year Ended (Jul - Dec)		Quarter Ended (Oct - Dec)	
	31-Dec-14	31-Dec-13	31-Dec-14	31-Dec-13
	Rupees	Rupees	Rupees	Rupees
SALES - net	5,377,156,365	6,994,618,449	3,006,166,435	3,534,182,594
COST OF SALES	(4,821,297,768)	(6,340,294,846)	(2,603,926,509)	(3,154,915,177)
GROSS PROFIT	555,858,597	654,323,603	402,239,926	379,267,417
ADMINISTRATIVE AND GENERAL EXPENSES	(258,930,477)	(335,012,499)	(117,619,812)	(116,191,551)
SELLING AND DISTRIBUTION EXPENSES	(287,879,613)	(242,540,831)	(160,516,803)	(177,611,706)
OPERATING PROFIT	9,048,507	76,770,273	124,103,311	85,464,160
OTHER INCOME	27,569,063	29,487,004	2,475,991	8,349,227
OTHER EXPENSES	(61,698,005)	-	(61,698,005)	(29,087,932)
FINANCE COST	(612,213,777)	(851,331,978)	(290,409,231)	(415,647,359)
LOSS BEFORE TAXATION	(637,294,212)	(745,074,701)	(225,527,934)	(350,921,904)
TAXATION	(50,887,795)	(69,961,126)	(28,826,292)	(36,391,365)
LOSS AFTER TAXATION	(688,182,007)	(815,035,827)	(254,354,226)	(387,313,269)
LOSS PER SHARE-BASIC AND DILUTED	(1.51)	(1.79)	(0.56)	(0.85)

The Auditors have qualified their opinion in the Review Report on financial statements' non compliance of IAS 1(Presentation of Financial Statements). IAS 1 requires that long term loan falling due after one year should be classified as current liability if Company fails to meet covenants of long term loan arrangement. The Company has classified them as per individual loan repayment schedules.

Further the Auditors without qualifying their opinion have drawn the attention, that losses of the Company and net current liabilities indicate uncertainty that may cast doubt about the Company's ability to continue as going concern while based on the Company's expected future profitability and positive cash flows from operating activities, the financial statements have been prepared on a going concern basis.

Yours Faithfully,
For AZGARD NINE LIMITED

Muhammad Ijaz Haider
COMPANY SECRETARY



CC:.

The Executive Director,
Enforcement Department,
Securities and Exchange Commission of Pakistan
NIC Building, Jinnah Avenue, Blue Area,
Islamabad

Page 2/2