



BABA FARID SUGAR MILLS LTD.

Head Office : 1st Floor, Panorama Centre # 2, Raja Ghazanfar Ali Khan Road, Saddar, Karachi.
UAN: 111-133-280 Phones: 5682178-5682991 Fax: 5683800-5684709 Website: www.fecto.com
Email : fecto@fecto.com

9th July, 2010

Mr. Haroon Askari
General Manager - Operations
The Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building, Stock Exchange Road
Karachi.

Subject: PLACEMENT OF OUR COMPANY ON THE NON-COMPLIANT SEGMENT OF THE EXCHANGE.

Dear Sir,

Kindly refer to your letter # KSE/GEN-4621 dated 01.07.2010 on the captioned subject; we submit our financial result as tabulated below:

<u>Year</u>	<u>Profit/(Loss)</u>	<u>E P S</u>	<u>Accumulated Loss</u>	<u>Equity</u>
2009	(105,918,680)	(11.21)	(322,859,080)	(228,359,080)
2008	(3,942,286)	(0.42)	(261,658,280)	(167,158,280)
2007	(153,748,816)	(16.47)	(279,451,241)	(184,951,241)
2006	(22,018,628)	(2.33)	(125,702,425)	(31,202,425)
2005	10,920,948	1.16	(103,683,796)	(9,183,796)
2004	(43,720,249)	(4.63)	(114,604,744)	(20,104,744)

Your good self may evaluate from the above results that our Company is suffering from huge losses in the past years except the year 2005 and its shareholder's equity is in negative due to unfavorable circumstance in the sugar sector and critical situation of the economy. The Management is trying level best to turn the project into a profitable venture but due to some factors beyond the control, we have been unable to achieve our planned results.

We, however, assure you Sir, that as soon as we have little room for the compliance to the referred regulations, we at our very first instance will rectify our position and, therefore request you to kindly take a lenient view of our financial constraint in mind.

Thanking you and hoping that you will consider our above submission sympathetically and will not report our company in Non-compliant segment of Stock Exchange for one year.

Yours truly,
For BABA FARID SUGAR MILLS LIMITED


(MALIK AHMED SAEED NASIR)
Company Secretary

