



26th August 2016

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi-74000

Sub: **Financial Results for the Second Quarter and Half Year Ended 30 June 2016**

Dear Sir,

We would like to inform you that the Board of Directors of Dawood Hercules Corporation Limited in their meeting held on Friday, 26th August 2016 at 9.30 a.m. at Dawood Center, M.T. Khan Road, Karachi, has approved the un-audited standalone condensed interim financial statements and un-audited consolidated condensed interim financial statements of the Company for the second quarter and half year ended 30th June 2016 and recommended the following:

Cash Dividend:

An interim cash dividend for the quarter ended 30th June 2016 at Rs. 9 per share i.e. 90%. This is in addition to Interim Dividend already paid at Rs. 2.50 per share i.e. 25%.

The unaudited financial results of the Company (unconsolidated and consolidated) are attached as '**Annexure A**' and '**Annexure B**'.

The above entitlement will be paid to the shareholders whose names will appear in the Register of Members on Monday, 19th September 2016.

The Share Transfer Books of the Company will be closed from Tuesday, 20th September 2016 to Monday, 26th September 2016 (both days inclusive). Transfer received in order at the office of our Registrar, Messrs. FAMCO Associates (Pvt.) Limited, 8-F, Next to Hotel Faran, Nursery, Block-6, P.E.C.H.S., Shahrah-e-Faisal, Karachi at the close of business (5:00 p.m.) on Monday, 19th September 2016 will be treated in time for the purpose of above entitlement to the transferees.

We will be sending you 200 copies of printed accounts for distribution amongst the TRE Certificate Holders of the Exchange.

Sincerely yours,
For Dawood Hercules Corporation Limited


Shafiq Ahmed

Company Secretary

Encl : As above

DAWOOD HERCULES CORPORATION LIMITED
Unaudited standalone financial results
For the quarter and six months period ended June 30, 2016

(Amount in thousand except for earnings per share)

	Quarter ended		Six months period ended	
	June 30, 2016	June 30, 2015	June 30, 2016	June 30, 2015
Dividend income	2,943,708	19,068,871	3,720,327	19,227,699
Administrative expenses	<u>(222,232)</u>	<u>(736,210)</u>	<u>(409,602)</u>	<u>(1,098,198)</u>
Gross profit	2,721,476	18,332,661	3,310,725	18,129,501
Other operating expenses	(434)	(210)	(660)	(210)
Other income	6,259	1,958	8,705	506
Operating profit	<u>2,727,301</u>	<u>18,334,409</u>	<u>3,318,770</u>	<u>18,129,797</u>
Finance costs	<u>(85,837)</u>	<u>(30,167)</u>	<u>(169,600)</u>	<u>(53,587)</u>
Profit before taxation	2,641,464	18,304,242	3,149,170	18,076,210
Taxation	<u>(465,654)</u>	<u>(155,411)</u>	<u>(524,410)</u>	<u>(167,323)</u>
Profit after taxation	<u>2,175,810</u>	<u>18,148,831</u>	<u>2,624,760</u>	<u>17,908,887</u>
Unappropriated profit brought forward	29,431,334	14,805,001	28,982,384	15,044,945
Other comprehensive income for the period	(4,116)	810	(4,116)	810
Final cash dividend of Rs 4/- per share for the year ended December 31, 2015 (2014: Rs 1/- per share)	(1,925,148)	(481,287)	(1,925,148)	(481,287)
Interim cash dividend of Rs 2.5/- per share for the year ending December 31, 2016 (2015: Rs 0/- per share)	(1,203,218)	-	(1,203,218)	-
Profit available for appropriation	<u>28,474,662</u>	<u>32,473,355</u>	<u>28,474,662</u>	<u>32,473,355</u>
Earnings per share - basic and diluted	<u>4.52</u>	<u>37.71</u>	<u>5.45</u>	<u>37.21</u>

For Dawood Hercules Corporation Limited





Shafiq Ahmed
Company Secretary

DAWOOD HERCULES CORPORATION LIMITED
Unaudited consolidated financial results
For the quarter and six months period ended June 30, 2016

(Amount in thousand except for earnings per share)

	Quarter ended		Six months period ended	
	June 30, 2016	June 30, 2015 Restated	June 30, 2016	June 30, 2015 Restated
Net sales	32,442,052	46,415,291	66,768,491	87,754,549
Cost of sales	(25,436,163)	(33,669,518)	(49,309,247)	(63,817,960)
Gross profit	7,005,889	12,745,773	17,459,244	23,936,589
Selling and distribution expenses	(2,276,094)	(2,703,779)	(4,709,594)	(5,124,375)
Administrative expenses	(1,383,746)	(1,615,320)	(2,493,144)	(2,969,966)
	3,346,049	8,426,674	10,256,506	15,842,248
Other income	2,303,492	740,695	2,773,764	1,892,707
Other operating expenses	(349,987)	(1,098,432)	(862,771)	(1,680,921)
Finance cost	(1,738,891)	(2,017,717)	(3,227,657)	(4,548,530)
Share of income from associates & Joint ventures	733,304	700,188	1,469,099	1,374,047
Profit before taxation	4,293,967	6,751,408	10,408,941	12,879,551
Taxation	(2,025,415)	(1,569,753)	(3,666,789)	(3,767,599)
Profit for the period	2,268,552	5,181,655	6,742,152	9,111,952
Profit attributable to :				
- continuing operations	1,415,279	4,272,977	4,780,822	7,134,367
- discontinued operations	853,273	908,678	1,961,330	1,977,585
	2,268,552	5,181,655	6,742,152	9,111,952
Profit attributable to :				
- Owners of the Holding Company	443,249	1,485,670	1,884,634	2,531,202
- Non Controlling Interest	1,825,303	3,695,985	4,857,518	6,580,750
	2,268,552	5,181,655	6,742,152	9,111,952
Earnings per share				
- Basic	0.92	10.77	3.92	5.26
- Diluted	0.92	10.77	3.92	5.26

For Dawood Hercules Corporation Limited





Shafiq Ahmed
Company Secretary