

The General Manager
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building
Stock Exchange Road
Karachi-74000

February 24, 2012



Subject: Financial Results for the Half Yearly Ended December 31, 2011

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on Friday, February 24, 2012 at 10.30 am, at Descon Headquarters, 18-KM Ferozepur Road, Lahore have recommended the following financial results of the Company

	Half Year Ended December 31,		Quarter Ended December 31,	
	2011	2010	2011	2010
	----- (Un-audited) -----			
	Rupees '000		Rupees '000	
Sales - net	1,263,926	1,316,172	613,971	678,606
Cost of sales	(1,170,112)	(1,153,902)	(572,067)	(600,352)
Gross profit	93,814	162,270	41,904	78,254
Operating expenses:				
Distribution costs	(30,320)	(44,651)	(16,507)	(19,616)
Administrative expenses	(20,018)	(40,722)	(8,557)	(23,166)
	(50,338)	(85,373)	(25,064)	(42,782)
Operating Profit	43,476	76,897	16,840	35,472
Other operating charges	(2,563)	(1,009)	(2,228)	(629)
Finance cost	(64,278)	(83,519)	(27,752)	(40,450)
Other operating income	10,129	9,473	(1,395)	6,873
Profit / (Loss) before Taxation and Share of (Loss) / profit of Associated Undertaking	(13,236)	1,842	(14,535)	1,266
Share of net profit / (loss) of associated undertaking	(4,546)	3,795	(4,915)	3,795
(Loss) / profit before Taxation	(17,782)	5,637	(19,450)	5,061
Taxation	(25,253)	(17,214)	(18,753)	(10,839)
Loss after taxation for the period	(43,035)	(11,577)	(38,203)	(5,778)
Loss per Share - Basic (Rupees)	(0.22)	(0.06)	(0.19)	(0.03)

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

Thanking you for your as usual cooperation.

Yours faithfully,
For Descon Chemicals Limited


ABDUL SOHAIL
COMPANY SECRETARY