

February 19, 2015

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



Subject: **Financial Results for the Half Year Ended December 31, 2014**

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on Thursday, February 19, 2015 at 04.30 p.m, 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,	
	2014	2013	2014	2013
(Un-audited)				
	Rupees '000		Rupees '000	
Sales - net	936,446	1,125,493	451,693	547,802
Cost of sales	(855,165)	(1,014,409)	(420,667)	(493,731)
Gross profit	81,281	111,084	31,026	53,871
Operating expenses:				
Distribution costs	(36,966)	(34,137)	(21,912)	(16,038)
Administrative expenses	(23,077)	(26,740)	(14,241)	(16,380)
Research & Development Expenses	(185)	(2,823)	(185)	(1,270)
	(60,228)	(63,700)	(36,338)	(33,688)
Operating Profit / (Loss)	21,053	47,384	(5,312)	20,183
Other operating charges	(10,581)	(3,991)	(1,727)	(1,733)
Finance cost	(56,528)	(52,964)	(29,666)	(27,317)
Other Income	5,879	9,304	3,171	5,492
Share of net loss of associated undertaking	(11,073)	(6,413)	(4,359)	(959)
Loss before Taxation	(51,250)	(6,680)	(37,893)	(4,334)
Taxation	(2,488)	(10,681)	2,360	(4,902)
Net Loss for the period	(53,738)	(17,361)	(35,533)	(9,236)
Loss per Share-Basic (Rupees)	(0.27)	(0.09)	(0.18)	(0.05)

We will be sending you 300 copies of printed accounts for distribution amongst 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

