



Dewan Farooque Motors Limited

Karachi Office
 Finance & Trade Centre
 8th Floor, Tower "A" Main
 Shahrah-e-Faisal
 Karachi-75250
 UAN: (92-21)111-364-111
 Fax: (92-21) 563-0860

27 February 2006

The General Manager
 Karachi Stock Exchange (Guarantee) Limited
 Stock Exchange Building
 Stock Exchange Road
 Karachi
 Fax No. 2415763/2437569

Subject: Financial Results for the half year ended 31 December 2005

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on 27 February 2006 at 4:30 p.m. at Dewan Centre, 3-A Lalazar, Beach Hotel Road, Karachi, has recommended the following:

- | | |
|---|-----|
| (i) CASH DIVIDEND | Nil |
| AND/OR | |
| (ii) BONUS SHARES | Nil |
| AND/OR | |
| (iii) RIGHT SHARES | Nil |
| AND/OR | |
| (iv) ANY OTHER ENTITLEMENT/CORPORATE ACTION | Nil |
| AND/OR | |
| (v) ANY OTHER PRICE-SENSITIVE INFORMATION | Nil |

The un-audited financial results of the Company are as follows:

	Half Year Ended		Quarter Ended	
	July to Dec.	July to Dec.	Oct. to Dec.	Oct. to Dec.
	2005	2004	2005	2004
	--- Rupees in '000' ---		--- Rupees in '000' ---	
GROSS SALES	4,835,816	4,292,118	2,866,318	2,270,176
Sales tax	(864,431)	(527,500)	(346,229)	(204,764)
Commission and discounts	(102,813)	(77,421)	(69,860)	(39,461)
	<u>(797,242)</u>	<u>(605,011)</u>	<u>(406,079)</u>	<u>(204,225)</u>
NET SALES	3,928,373	3,687,107	2,249,237	1,965,953
Cost of sales	3,462,084	3,255,689	1,989,497	1,709,600
GROSS PROFIT	466,089	431,500	269,740	256,085
Distribution expenses	109,874	91,992	83,601	47,331
Administration and general expenses	118,823	102,609	60,269	60,601
OPERATING PROFIT	236,992	238,007	135,790	142,153
OTHER INCOME	406	254	311	55
	<u>237,398</u>	<u>238,161</u>	<u>136,101</u>	<u>142,208</u>
Other Operating expense	8,648	8,688	5,660	5,505
Financial charges	105,082	83,400	83,617	30,677
	<u>113,710</u>	<u>72,088</u>	<u>69,177</u>	<u>38,443</u>
PROFIT BEFORE TAXATION	123,688	165,073	66,924	105,765
TAXATION				
Current	31,124	18,436	8,893	9,830
Deferred	12,489	44,840	17,640	32,346
	<u>43,613</u>	<u>63,276</u>	<u>26,233</u>	<u>42,176</u>
NET PROFIT FOR THE PERIOD	<u>80,075</u>	<u>101,797</u>	<u>40,691</u>	<u>63,589</u>
BASIC EARNINGS PER SHARE (Rupee)	1.04	1.32	0.63	0.83