

DEWAN FAROOQUE SPINNING MILLS LIMITED

February 24, 2020

FORM-3

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building, Stock Exchange Road
Karachi, Pakistan.

Subject: **Financial Results for the Half Yearly, un-audited, condensed interim Financial Statements of the Company for the period ended December 31, 2019**

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on Monday, February 24, 2020 at 06:30 p.m. at Karachi, 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 |

 **YD** | A YOUSUF DEWAN COMPANY

DEWAN FAROOQUE SPINNING MILLS LIMITED

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DEWAN FAROOQUE SPINNING MILLS LIMITED

The Half Yearly, un-audited, condensed interim Financial Statements of the Company for the period ended December 31, 2019, are as follows:

	Half Year Ended		Quarter Ended	
	December 31, 2019	December 31, 2018	December 31, 2019	December 31, 2018
	(Rupees)			
Sales / Revenue - Net	255,755,200	232,367,135	136,935,900	108,977,935
Cost of sales / revenue	(297,732,296)	(270,223,686)	(152,540,119)	(136,996,576)
Gross (loss)	(41,977,096)	(37,856,551)	(15,604,219)	(28,018,641)
Operating expenses				
Administrative expenses	(14,685,032)	(14,964,856)	(9,744,732)	(7,834,238)
Selling and distribution expenses	(2,469,565)	(2,376,628)	1,299,646	(1,209,131)
	(17,154,597)	(17,341,484)	(8,445,086)	(9,043,369)
Operating (loss)	(59,131,693)	(55,198,035)	(24,049,305)	(37,062,010)
Other charges				
Finance cost	(41,052,268)	(30,112,310)	(21,033,888)	(16,279,045)
Other income	-	7,368	-	-
	(41,052,268)	(30,104,942)	(21,033,888)	(16,279,045)
(Loss) before taxation	(100,183,961)	(85,302,977)	(45,083,193)	(53,341,055)
Taxation				
Current	(3,836,328)	(2,904,589)	(2,054,038)	(1,362,224)
Deferred	9,436,892	10,477,203	4,718,446	5,238,601
	5,600,564	7,572,614	2,664,408	3,876,377
(Loss) after taxation	(94,583,397)	(77,730,363)	(42,418,785)	(49,464,678)
(Loss) per share - Basic and diluted (Rupees)	(0.97)	(0.80)	(0.43)	(0.51)

Auditors have qualified their review report on default in repayment of instalments of restructured liabilities and related non-provisioning of mark-up. They have also added matter of emphasis paragraph on going concern assumption.

The Half Yearly Report of the Company for the period ended December 31, 2019 will be transmitted through PUCARS separately, within the specified time.

Yours faithfully,


Muhammad Hanif German
Company Secretary


Syed Maqbool Ali
Director