

DEWAN FAROOQUE SPINNING MILLS LIMITED

September 28, 2019

FORM-3

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

Subject: Financial Results for the year ended June 30, 2020

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on September 28, 2020 at 06:30 p.m. at 2nd Floor, Block-A, Finance & Trade Centre, Shahrah-e-Faisal, Karachi, Pakistan, 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 financial results of the Company for the year ended June 30, 2020 are as follows:

	2020	2019
	(Rupees)	
Sales / Revenue - Net	431,984,100	482,918,465
Cost of sales / revenue	<u>(531,195,423)</u>	<u>(593,035,262)</u>
Gross (loss)	(99,211,323)	(110,116,797)
Operating expenses		
Administrative expenses	<u>(23,193,486)</u>	<u>(39,189,115)</u>
Selling and distribution expenses	<u>(8,180,195)</u>	<u>(9,891,843)</u>
	<u>(31,373,681)</u>	<u>(49,080,958)</u>
Operating (loss)	(130,585,004)	(159,197,755)
Other charges		
Finance cost	<u>(79,677,635)</u>	<u>(66,172,330)</u>
Other income	<u>-</u>	<u>238,887</u>
	<u>(79,677,635)</u>	<u>(65,933,443)</u>
(Loss) before taxation	(210,262,639)	(225,131,198)
Taxation		
Current	<u>(6,479,762)</u>	<u>(6,036,481)</u>
Deferred	<u>18,873,784</u>	<u>20,954,406</u>
	<u>12,394,022</u>	<u>14,917,925</u>
(Loss) after taxation	<u>(197,868,617)</u>	<u>(210,213,273)</u>
(Loss) per share - Basic and diluted (Rupees)	<u>(2.02)</u>	<u>(2.15)</u>

Auditors have qualified their auditors' 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.

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The Annual General Meetings of the Company will be held on Monday, October 26, 2020 at Karachi, Pakistan.

The Share Transfer Books of the Company will be closed from October 19, 2020 to October 26, 2020 (both days inclusive).

We will send you scanned copy of Financial Statements of the Company, in compliance with the PSX circular No. PSX/N-4952 dated August 29, 2018, before 21 days of the AGM.

Yours faithfully,


Muhammad Irfan Ali
Chief Financial Officer


Syed Maqbool Ali
Director

