

SECY/STOCKEXC/5266

February 23, 2006

The General Manager
Karachi Stock Exchange (G) Ltd.,
Stock Exchange Road, Karachi.

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**SUB: FINANCIAL RESULTS FOR THE HALF YEAR ENDED
DECEMBER 31, 2005 (UN-AUDITED)**

Dear Sir,

We have to inform you that the Board of Directors of D. G. Khan Cement Company Limited in their meeting held on Thursday the 23rd of February, 2006, at 11 : 00 A. M. at Nishat House, 53-A, Lawrence Road, Lahore, recommended the following:

- i) CASH DIVIDEND
NIL
- ii) BONUS SHARES
NIL
- iii) RIGHT SHARES

The Board has recommended to issue 25% Ordinary Right Shares @ Rs. 35/- per share (inclusive of Premium of Rs. 25/- per share) in proportion of 1 Ordinary Right Share for every 4 Ordinary Shares to those shareholders whose names shall appear on the Register of members of Ordinary Shares as on April 14, 2006. The entitlement of right shares being is not applicable on Preference Shares.

- iv) ANY OTHER ENTITLEMENT
NIL

The Financial Results of the Company for the Half Year are as under:-

	(R u p e e s i n t h o u s a n d)			
	October to December 2005	2004	July to December 2005	2004
Sales	1,846,509	1,218,710	3,686,556	2,510,553
Cost of Sales	(888,849)	(762,494)	(1,864,927)	(1,572,280)
Gross Profit	957,660	456,216	1,821,629	938,273
Administration Expenses	(20,644)	(19,756)	(38,288)	(35,458)
Selling and Distribution Expenses	(7,230)	(26,334)	(14,565)	(41,292)
Other Operating Expenses	(54,574)	(26,600)	(92,038)	(47,444)
Other Operating Income	128,698	91,918	132,104	93,937
Profit from Operations	1,003,910	475,444	1,808,842	908,016
Finance Cost	(119,230)	(75,429)	(212,360)	(131,919)

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