

DEWAN SALMAN FIBRE LTD.

Registered Office: 46 - Nazim-ud-Din Road, F-7/4, Islamabad-44000
Tel : (051) 2276534, Fax : (051) 2276535 UAN : 111-313-786

Plant Site: Plot No. 1, Dewan Farooque Industrial Park, District Haripur, N.W.F.P.
Tel : (0995) 617394-98, Fax : (0995) 617397, UAN : 111-313-786

FORM-7
(Revised)

DSFL/CS/KSE-LSE-ISE/2007-01

Dated: February 28, 2007

Fax: (021) 2415763/2437560/2460923

The General Manager,
Karachi Stock Exchange (G) Limited,
Stock Exchange Building,
I.L Chundrigar Road,
Karachi-74000.

Subject: Financial Results for the Half Year Ended December 31, 2006

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on Wednesday, February 28, 2007 at 4.30 p.m. at 46-Nazimuddin Road, F-7/4, Islamabad, recommended the following:

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

The financial results for the half year ended December 31, 2006 of the company are as follows:

	Half Year ended		Quarter ended	
	December 31, 2006	December 31, 2005	December 31, 2006	December 31, 2005
	(Rupees in '000)		(Rupees in '000)	
Sales	7,539,901	8,867,497	3,522,158	4,104,988
Sales Discount and Commission	3,681	1,089	86	1,089
Net Sales	7,536,220	8,866,408	3,522,072	4,103,899
Cost of Sales	6,990,033	8,201,664	3,332,617	3,776,467
Gross profit	546,187	664,744	189,455	327,432
Distribution Cost	92,161	116,190	50,395	97,417
Administration Expenses	73,895	83,801	39,135	30,132
Less Amortization of Negative Goodwill	(2,890)	(2,890)	(1,445)	(1,445)
	163,166	197,101	88,085	126,104
Operating Profit	383,021	467,643	101,370	201,328
Finance Cost	557,852	338,571	288,805	175,217
Other income	(1,695)	(1,156)	(1,695)	(1,156)
Workers' Profit Participation Fund	-	6,511	-	6,511
	556,157	343,926	287,110	180,572
(Loss) / Profit before taxation	(173,136)	123,717	(185,740)	20,756
Taxation				
Current	37,681	44,332	17,610	20,519
Deferred	(840)	36,609	(840)	36,609
	36,841	80,941	16,770	57,128
(Loss) / profit after taxation	(209,977)	42,776	(202,510)	(36,372)
(Loss) / earning per share - Basic(Rupee)	(0.57)	0.12	(0.55)	(0.16)
(Loss) / earning per share - Diluted(Rupee)	(0.54)	0.11	(0.52)	(0.16)