

DOST STEELS LIMITED

101 Chapel Plaza, Haveli Mehani Road, Karachi - 74000
 Phone : (92-21) 2423252 Fax : (92-21) 2423252
 Web : www.doststeels.com e : ho@doststeels.com

Plot No. 222, Sector 39,
 Korangi Creek Industrial Area,
 Karachi - 74900

28th October 2010

Fax # 111-573-329

General Manager
 Karachi Stock Exchange (Guarantee) Ltd
 Stock Exchange Building,
 Stock Exchange Road,
 Karachi - 74000.

Re: **Financial Results for the First Quarter ended 30th September 2010**

Dear Sir,

We are pleased to inform you that the Board of Directors of our company in their meeting held on Thursday 28th October 2010 at 10:00 a.m. at the Registered Office of the company situated at Plot # 222, Sector-39, Korangi Creek Industrial Area, Karachi-74900, to consider and approved the un-audited financial statement for the First Quarter ended 30th September 2010 and has recommended the following:

Cash Dividend	}	NIL
Bonus Shares		NIL
Right Shares		NIL

The financial results enclosed herewith.

Thanking you,

Yours faithfully,
 M/s. Dost Steels Limited

Zahid Iftakhar
 Zahid Iftakhar
 Company Secretary

Encl : Financial Results

DOST STEELS LIMITED**CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)**

AS AT SEPTEMBER 30, 2010

	Note	(UN-AUDITED) September 30, 2010 Rupees	(AUDITED) June 30, 2010 Rupees
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipments	5	2,010,942,565	2,011,228,819
Long term security deposits		22,807,345	22,807,345
CURRENT ASSETS			
Advances, deposit and other receivable		1,158,520	1,176,520
Cash and bank balances		221,920	175,376
		1,380,440	1,351,896
TOTAL ASSETS		2,035,130,350	2,035,388,060
CAPITAL AND LIABILITIES			
Share capital			
Authorised capital		700,000,000	700,000,000
70,000,000 ordinary shares of Rs. 10/- each			
Issued, subscribed and paid up capital		674,645,000	674,645,000
Accumulated loss		(65,896,778)	(63,674,856)
SHAREHOLDERS' EQUITY		608,748,222	610,970,144
NON-CURRENT LIABILITIES			
Long term loans		166,972,721	166,972,721
CURRENT LIABILITIES			
Current & overdue portion of long term loans		764,335,516	764,335,516
Short term loan		250,851,508	249,061,508
Trade and other payables		40,372,363	40,198,151
Markup accrued on secured loans		203,850,020	203,850,020
		1,259,409,407	1,257,445,195
COMMITMENTS	4	-	-
TOTAL CAPITAL AND LIABILITIES		2,035,130,350	2,035,388,060

The annexed notes form an integral part of these financial statements

DOST STEELS LIMITED**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2010**

	Note	(UN-AUDITED) First Quarter ended September 30, 2010 Rupees	(UN-AUDITED) First Quarter ended September 30, 2009 Rupees
Administrative & Financial expenses		2,221,922	1,683,555
Other Income - Interest Income		-	44,463
Loss before taxation		(2,221,922)	(1,639,092)
Taxation		-	-
Loss after taxation		(2,221,922)	(1,639,092)
Loss per share - basic and diluted		(0.03)	(0.024)