



DEWAN AUTOMOTIVE ENGINEERING LIMITED

Registered Office: Finance & Trade Centre (FTC), 7th Floor, Block-A, Shakra-e-Faisal, Karachi-Pakistan.

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February 29, 2008

FORM-3

The General Manager

Karachi Stock Exchange (Guarantee) Limited

Stock Exchange Building, Stock Exchange Road
Karachi, Pakistan. Fax No.: (+92 21) 2415763 / 2437560

The General Manager

Lahore Stock Exchange (Guarantee) Limited

19, Khayaban-e-Aiwan-e-Iqbal,
Lahore, Pakistan. Fax No.: (+92 42) 111 441 441

Subject: **Financial Results for the Half Yearly, un-audited, condensed Interim Financial Statements of the Company for the period ended December 31, 2007**

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on Friday, February 29, 2008 at 03:30 pm 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

The Half Yearly, un-audited, condensed interim Financial Statements of the Company for the period ended December 31, 2007, are as follows:

	Oct - Dec 2007	Oct - Dec 2006 (Restated) <i>(Rupees in '000)</i>	Jul - Dec 2007	Jul - Dec 2006 (Restated)
Sales - Net	137,637	168,554	272,784	316,322
Cost of Sales	147,717	203,292	302,470	361,696
Gross Loss	(10,080)	(34,738)	(29,686)	(45,374)
Operating Expenses				
Distribution Expenses	30,897	8,859	37,198	29,107
Administrative Expenses	3,535	11,194	18,810	22,914
Finance Cost	31,487	34,866	58,903	69,144
	65,919	54,919	114,911	121,165
Operating Loss	(75,999)	(89,857)	(144,597)	(166,539)
Other Income	680	2,827	1,673	5,082
Loss before taxation	(75,319)	(86,830)	(142,924)	(161,457)
Taxation:				
- Current	700	842	1,376	1,581
- Deferred	(768)	(850)	(1,536)	(1,701)
	(68)	(8)	(160)	(120)
Net loss after taxation	(75,251)	(86,822)	(142,764)	(161,337)
Loss per share - Basic (Rupees)	(3.52)	(4.06)	(6.67)	(7.54)

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