



DEWAN AUTOMOTIVE ENGINEERING LIMITED

Registered Office: Finance & Trade Centre (FTC), 7th Floor, Block-A, Shahra-e-Faisal, Karachi-Pakistan.
 UAN: (+92 21) 111 364 111; Fax: (+92 21) 5630860; Web: www.dewangroup.com.pk

April 28, 2008

FORM-7

The General Manager
Karachi Stock Exchange (Guarantee) Limited
 Stock Exchange Building
 Stock Exchange Road
 Karachi.
 Fax No. 2415763/2437560

The General Manager
Lahore Stock Exchange (Guarantee) Limited
 19, Khayaban-e-Alwan-e-Iqbal, Lahore.
 Fax No.: (+92 42) 111 441 441

Subject: Financial Results for the Third Quarter, ended March 31, 2008

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on April 28, 2008 at 04:30 p.m. at, 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 nine months and third quarter ended March 31, 2008, are as follows:

| | Nine months ended | | Quarter Ended | |
|--------------------------------------|-------------------|------------------|------------------|-----------------|
| | March 31, 2008 | March 31, 2007 | March 31, 2008 | March 31, 2007 |
| | (Rupees in '000) | | (Rupees in '000) | |
| Sales - net | 369,912 | 443,304 | 97,128 | 126,982 |
| Cost of sales | 410,739 | 475,214 | 108,269 | 113,518 |
| Gross (Loss) / Profit | (40,827) | (31,910) | (11,141) | 13,464 |
| OPERATING EXPENSES | | | | |
| Distribution expenses | 47,325 | 60,745 | 10,127 | 31,638 |
| Administrative expenses | 30,289 | 35,160 | 11,479 | 12,246 |
| Finance cost | 92,074 | 102,835 | 33,193 | 33,691 |
| Loss on sale of investment | 4,012 | - | 4,012 | - |
| | 173,700 | 198,740 | 58,811 | 77,575 |
| OPERATING LOSS | (214,527) | (230,650) | (69,952) | (64,111) |
| Other income | 713 | 6,766 | 1,960 | 1,684 |
| Loss before taxation | (213,814) | (223,884) | (70,912) | (62,427) |
| Taxation Current | 1,878 | 1,968 | 502 | 387 |
| Deferred | (2,304) | (2,297) | (768) | (596) |
| | (426) | (329) | (266) | (209) |
| Loss after taxation | (213,388) | (223,555) | (70,646) | (62,218) |
| Loss per share-basic (Rupees) | (9.97) | (10.45) | (3.30) | (2.91) |