



DEWAN TEXTILE MILLS LIMITED

8th Floor, Block-A, Finance & Trade Centre (FTC), Shahr-e-Faisal, Karachi-Pakistan.
UAN: (+92 21) 111 364 111; Fax: (+92 21) 5630860; Web: www.dewangroup.com.pk

October 8, 2007

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

Subject: Financial Results for the year ended June 30, 2007

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on October 8, 2007 at 01:30 pm at 7th Floor, Block 'A', Finance and Trade Centre, Shahr-e-Faisal, 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 financial results of the Company are as follows:

	NOTE	2007	2006
RUPEES			
Sales		2,576,064,787	2,320,806,038
Sales tax, duties and commission		(30,584,558)	(26,333,613)
Sales - Net	20	2,545,480,199	2,294,472,425
Cost of sales	21	2,171,024,606	1,947,431,655
Gross profit		374,455,593	347,040,770
OPERATING EXPENSES			
Distribution cost	22	79,634,153	65,662,602
Administrative expenses	23	26,163,177	23,218,462
		105,797,030	88,881,164
OPERATING PROFIT		268,657,963	258,159,606
OTHER CHARGES			
Finance cost	24	244,838,322	215,360,425
Donation	25	611,950	187,967
Worker's welfare fund		—	258,236
Worker's profit participation fund	8.2	1,387,867	2,282,789
		246,828,139	218,289,417
Profit for the year		21,819,824	39,870,189
Other income	26	4,549,648	3,502,798
Profit before taxation		26,369,472	43,372,987
Taxation			
Current	27	13,234,937	14,371,887
Prior		(14,976,348)	—
		(1,741,411)	14,371,887
Profit after taxation	28	28,110,883	29,001,100
		2.08	2.13