

Date: May 30, 2008
The General Manager,
Karachi Stock Exchange (Guarantee) Limited,
Stock Exchange Building,
Stock Exchange Road,
Karachi.

Sub: FINANCIAL RESULT FOR THE HALF YEAR ENDED 31ST MARCH 2008.

Dear Sir,

We have to inform you that Board of Directors of our company in their meeting held on 30-5-2008 at time 3:00 P.M at the registered office of the company 2nd Floor Bank House No 1 Habib Square, M.A. Jinnah Road, Karachi recommended the following:-

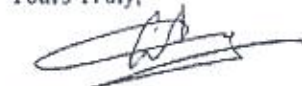
- i) CASH DIVIDEND
NIL
ii) BONUS SHARES
NIL
iii) RIGHT SHARES
NIL

THE FINANCIAL RESULTS OF THE COMPANY ARE AS FOLLOWS.

	Half Year Ended		Quarter Ended	
	March - 2008 Rupees	March - 2007 Rupees	Jan - Mar-08 Rupees	Jan - Mar-07 Rupees
Net sales	483,062,585	977,175,734	236,756,908	519,566,166
Cost of sales	476,974,974	911,301,084	225,275,507	489,555,409
Gross profit	6,087,611	65,874,650	11,481,401	30,010,756
Operating Expense				
Administrative expenses	15,547,859	14,367,461	8,414,038	8,582,184
Distribution cost	5,950,278	2,296,156	5,265,666	1,095,064
	21,498,137	16,663,617	13,679,704	9,677,248
Operating profit/ (Loss)	(15,410,526)	49,211,033	(2,198,303)	20,333,508
Financial cost	7,561,197	7,937,820	4,182,984	5,082,712
Other charges	261,437	457,617	154,587	178,700
Other income	(11,238,952)	(9,589,007)	(7,334,752)	(7,513,320)
Worker's profit participation fund	-	2,520,230	-	1,129,271
	(3,416,318)	1,326,660	(2,997,181)	(1,122,637)
	(11,994,208)	47,884,373	798,878	21,456,145
Add: share of profit/ loss of Unicol	5,852,054	-	5,852,054	-
Profit/ (Loss) before taxation	(6,142,154)	47,884,373	6,650,932	21,456,145
Taxation	2,424,272	(17,382,027)	1,192,217	7,603,583
Profit/ (Loss) after taxation	(8,566,426)	30,502,346	5,458,715	13,852,562
Earnings per share-basic	(0.40)	1.62	0.25	0.74

We will be sending you 300 copies of printed accounts for distribution among the members of the Exchange in due course of time.

Yours Truly,



Mohammad Ayub
Company Secretary

FARAN SUGAR MILLS LTD.