

111573327



Ref: CR/555/11
Date: January 27, 2011

The General Manager
Karachi Stock Exchange (Guarantee) Ltd
Stock Exchange Building
Stock Exchange Road
Karachi.

Sub: FINANCIAL RESULT FOR THE 1st QUARTER ENDED 31st DECEMBER 2010

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on 27th January, 2011 at 3:30 P.M. at our registered office of the Company, 2nd Floor Bank House No. 1, Habib Square, M.A. Jinnah Road, Karachi recommended the following:

- | | | |
|-------|----------------------|-----|
| (i) | <u>Cash Dividend</u> | NIL |
| (ii) | <u>Bonus Issue</u> | NIL |
| (iii) | <u>Right Issue</u> | NIL |

The financial results of the Company are as follows:

	Dec - 2010	Dec - 2009
	Rupees	
Sales - net	908,250,555	967,016,453
Cost of sales	<u>(803,167,652)</u>	<u>(846,964,712)</u>
Gross profit	105,082,903	120,051,741
<u>Operating expenses</u>		
Administrative expenses	<u>(13,251,590)</u>	<u>(10,361,500)</u>
Distribution cost	<u>(833,854)</u>	<u>(1,319,465)</u>
Operating profit	90,997,459	108,370,776
Other charges	<u>(7,390,732)</u>	<u>(7,743,814)</u>
Other income	<u>3,295,463</u>	<u>6,806,991</u>
	86,902,190	107,433,953
Share of profit in associate - net	<u>5,813,402</u>	<u>10,439,886</u>
	92,715,592	117,873,839
Finance cost	<u>(1,154,179)</u>	<u>(3,491,247)</u>
Profit before taxation	91,561,413	114,382,592
Taxation	<u>(24,679,646)</u>	<u>(26,616,823)</u>
Profit after taxation	<u>66,881,767</u>	<u>87,765,769</u>
Earnings per share - basic and diluted	<u>3.09</u>	<u>4.05</u>

We will send you 300 copies of printed accounts for distribution among the Members of the Exchange in due course of time.

Yours sincerely,

For Faran Sugar Mills Ltd

Muhammad Ayub
CFO & Company Secretary

FARAN SUGAR MILLS LTD.

3rd Floor, Bank House No. 1 Habib Square, M.A. Jinnah Road, Karachi-74000, Pakistan. U.A.N : 111-786-878, Fax : (92-21) 242-1010
URL: www.faran.com.pk - www.bawany.com.pk
E-mail: info@faran.com.pk