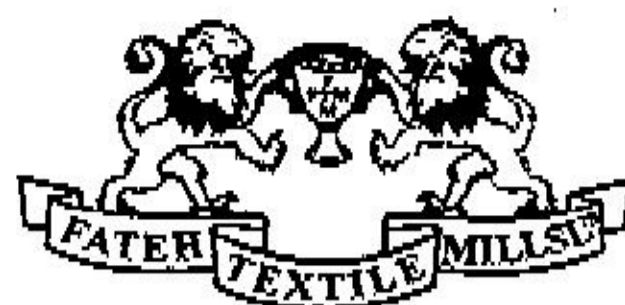


Fateh Textile Mills Ltd.



FTML/GLD/ 4243 /2008

February 23, 2008

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

SUB: FINANCIAL RESULTS FOR THE HALF YEAR ENDED DECEMBER 31, 2007

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on Saturday the 23rd February 2008 at 1.00 p.m. at the Registered Office of the Company at Hali Road, S.I.T.E., Hyderabad recommend the following:

| | | |
|-------|-----------------------|-----|
| (i) | Cash Dividend | NIL |
| (ii) | Bonus Shares | NIL |
| (iii) | Right Shares | NIL |
| (iv) | Any other entitlement | NIL |

The number of Directors on the Board has been fixed by the Directors as 07(Seven).

The Extra Ordinary General Meeting of the shareholders of the company will be held on Saturday the 29th March, 2008 at 08:00 a.m. at the registered office of the company for the Election of Directors.

The financial results of the Company are as follows:

| | Quarter ended Dec. 31, 2007 Rupees | Half year ended Dec. 31, 2007 Rupees | Quarter ended Dec. 31, 2006 Rupees | Half year ended Dec. 31, 2006 Rupees |
|---|--|--|--|--|
| Sales | 1,574,437,325 | 3,193,288,128 | 1,862,142,780 | 3,603,533,356 |
| Cost of sales | 1,452,327,961 | 2,941,733,350 | 1,691,112,467 | 3,279,314,589 |
| Gross profit | 122,109,364 | 251,554,778 | 171,030,313 | 324,218,767 |
| Admin. & selling expenses | 31,887,744 | 67,385,396 | 55,362,489 | 99,434,372 |
| Operating profit | 90,221,620 | 184,169,382 | 115,667,824 | 224,784,395 |
| Other income | 1,108,266 | 4,691,700 | 499,812 | 722,524 |
| Profit before financial expenses & other charges | 91,329,886 | 188,861,082 | 116,167,636 | 225,506,919 |
| Financial expenses | 82,145,018 | 153,162,686 | 82,992,861 | 161,909,647 |
| Other charges | 1,437,321 | 3,854,835 | 3,614,847 | 7,517,729 |
| | 83,582,339 | 157,017,521 | 86,607,708 | 169,427,376 |
| Profit before taxation | 7,747,547 | 31,843,561 | 29,559,928 | 56,079,543 |

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