

October 1, 2005

The Managing Director
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building
Stock Exchange Road
KARACHI.

Dear Sir,

SUBJECT: FINANCIAL RESULTS FOR THE PERIOD ENDED JUNE 30, 2005

We have to inform you that the Board of Directors of our Company in their meeting held on October 1, 2005, have recommended the following:

BONUS SHARES:

Issue of Bonus Shares out of the capital reserves in the ratio of One Share for every Ten Shares held, i.e. 10% to the Shareholders whose names shall appear in the members register as on October 24, 2005.

RIGHT SHARES:

The Board has also approved the issue of 10% Right Shares on the existing paid-up capital of the Company (before issue of Bonus Shares), at an issue price of Rs.20/- per share including a premium of Rs.10/- per share in the ratio of One Share for every Ten Shares held to the Shareholders whose names shall appear in the members register as on October 24, 2005.

In this respect we enclose herewith the following:

1. Announcement of Right Shares.
2. Auditors certificate regarding Free Reserves.
3. Auditors certificate regarding Breakup Value of Shares.

The financial results of the Company for the period ended June 30, 2005, are as follows:

| | <u>Rs.000s</u> | |
|-------------------------------------|----------------|----------------|
| | <u>2 0 0 5</u> | <u>2 0 0 4</u> |
| Sales | 5,876,261 | 6,665,898 |
| Cost of sales | 4,912,888 | 5,621,084 |
| Gross profit | 963,373 | 1,044,814 |
| Operating expenses | 604,224 | 681,867 |
| Operating profit | 359,149 | 362,947 |
| Other income | 6,719 | 11,454 |
| | 365,868 | 374,401 |
| Financial expenses & other charges | 243,960 | 123,734 |
| Profit for the year before taxation | 121,908 | 250,667 |
| Provision for taxation | 46,000 | 47,917 |
| Profit for the year after taxation | 75,908 | 202,750 |