

Habib Sugar Mills Limited

3rd/4th FLOOR, IMPERIAL COURT, DR. ZIAUDDIN AHMED ROAD, KARACHI-75530 (PAKISTAN)

Ref: HSM/SD/6666 /2009

May 20, 2009

Fax No: 111-573-329

The General Manager
Karachi Stock Exchange
(Guarantee) Limited
Karachi.

Dear Sir,

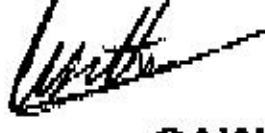
INTERIM CONDENSED FINANCIAL RESULTS FOR THE HALF YEAR ENDED MARCH 31, 2009 (UNAUDITED)

We have to inform you that the Board of Directors of our Company in their meeting held at 12.00 noon on Wednesday, May 20, 2009, approved the following :

- | | | | |
|-------|---|---|------|
| (i) | <u>CASH DIVIDEND</u> | - | N II |
| | AND/OR | | |
| (ii) | <u>BONUS ISSUE</u> | - | N II |
| | AND/OR | | |
| (iii) | <u>RIGHT SHARES</u> | - | N II |
| | AND/OR | | |
| (iv) | <u>ANY OTHER ENTITLEMENT/CORPORATE ACTION</u> | - | N/A |
| | AND/OR | | |
| (v) | <u>ANY OTHER PRICE-SENSITIVE INFORMATION</u> | - | N/A |

The financial results of the Company are as follows :

	Half year ended		Quarter ended	
	March 31, 2009	March 31, 2008	March 31, 2009	March 31, 2008
	(Rupees in thousands)			
Segment operating results				
Net sales and services	2,130,625	1,528,964	1,191,298	888,172
Cost of sales	(1,728,560)	(1,231,973)	(899,223)	(671,035)
Gross profit	402,065	296,991	292,075	217,137
Distribution and marketing expenses	(68,781)	(58,214)	(43,468)	(31,970)
Administrative expenses	(40,258)	(34,930)	(18,638)	(16,156)
Other operating expenses	(22,867)	(15,553)	(17,766)	(12,889)
(Impairment) / reversal of impairment on long-term investments - available for sale	(13,458)	-	11,174	-
Other operating income	17,693	24,356	15,403	21,662
	(127,669)	(84,341)	(53,295)	(39,163)
Operating profit	274,396	212,650	238,780	177,984
Finance (cost) / income - net	24,916	(6,015)	1,784	(9,402)
Profit before taxation	299,312	206,635	240,564	168,582
Taxation	(65,000)	(40,000)	(40,000)	(28,000)
Profit after taxation	234,312	166,635	200,564	140,582
		(Restated)		(Restated)
Earnings per share - Basic and diluted Rs.	2.44	1.74	2.09	1.48

 Yours faithfully
CAWAS R. SETHNA
Company Secretary
Habib Sugar Mills Ltd.