

# Habib Sugar Mills Limited

3<sup>rd</sup>/4<sup>th</sup> FLOOR, IMPERIAL COURT, DR. ZIAUDDIN AHMED ROAD, KARACHI-75330 (PAKISTAN)

Ref: HSM/SD/ 6764/2010

January 28, 2010

Fax No: 111-573-329

The Managing Director  
Karachi Stock Exchange  
(Guarantee) Limited  
Karachi.

Dear Sir,

## FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 31, 2009

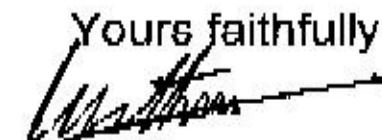
We have to inform you that the Board of Directors of our Company in their meeting held at 12.30 p.m. on Thursday, January 28, 2010, approved the following :

- |       |  |       |
|-------|--|-------|
| (i)   | <u>CASH DIVIDEND</u>                         | - Nil |
|       | AND/OR                                       |       |
| (ii)  | <u>BONUS ISSUE</u>                           | - Nil |
|       | AND/OR                                       |       |
| (iii) | <u>RIGHT SHARES</u>                          | - Nil |
|       | AND/OR                                       |       |
| (iv)  | <u>ANY OTHER 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 :

	Dec. 31, 2009	Dec. 31, 2008
	( Rupees in thousands )	
Net sales and services	841,441	939,327
Cost of sales	(736,632)	(829,337)
<b>Gross profit</b>	<b>104,809</b>	<b>109,990</b>
Distribution and marketing expenses	(13,996)	(25,313)
Administrative expenses	(23,786)	(21,620)
Other operating expenses	(6,905)	(5,101)
Impairment on long-term investments	-	(24,630)
Other operating income	3,258	2,290
	(41,431)	(74,374)
<b>Operating Profit</b>	<b>63,378</b>	<b>35,616</b>
Finance income / (cost) - net	28,349	23,132
<b>Profit before taxation</b>	<b>91,727</b>	<b>58,748</b>
Taxation	(35,000)	(25,000)
<b>Profit after taxation</b>	<b>56,727</b>	<b>33,748</b>
<b>Earnings per share - Basic and diluted (Rupees)</b>	<b>0.59</b>	<b>(Restated) 0.35</b>

Yours faithfully

  
**GAWAS R. SETHNA**  
Company Secretary