



Habib Sugar Mills Limited

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

Ref: HSM/SD/6801/2010

December 22, 2010

Fax No: 111-573-329

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

Dear Sir,

FINANCIAL RESULTS FOR THE YEAR ENDED SEPTEMBER 30, 2010

We have to inform you that the Board of Directors of our Company in their meeting held on Wednesday, December 22, 2010 at 12.00 noon, at Habib Sugar Mills Limited, 3rd floor, Imperial Court, Dr. Ziauddin Ahmed Road, Karachi, recommended the following :

- (i) CASH DIVIDEND
A final cash dividend for the year ended September 30, 2010 @ Rs.1.25 per share, i.e. 25%.
AND/OR
- (ii) BONUS ISSUE
It has also been recommended by the Board of Directors to issue Bonus shares in the proportion of one bonus share for every four ordinary shares held, i.e. 25%.
AND/OR
- (iii) RIGHT SHARES - Nil
AND/OR
- (iv) ANY OTHER ENTITLEMENT/CORPORATE ACTION - N/A
AND/OR
- (v) ANY OTHER PRICE-SENSITIVE INFORMATION - N/A

The financial results of the Company are as follows :

	2010 (Rupees in thousands)	2009
Net sales and services	5,919,338	4,584,186
Cost of sales	4,960,283	3,720,221
Gross Profit	959,055	863,965
Distribution and marketing expenses	(128,129)	(141,118)
Administrative expenses	(93,626)	(79,678)
Other operating expenses	(57,169)	(49,287)
Impairment on long-term investments - available for sale	-	(27,134)
Other operating income	41,467	26,258
	(237,457)	(270,959)
Operating Profit	721,598	593,006
Finance income / (cost) - net	37,937	61,810
Profit before taxation	759,535	654,816
Taxation	(225,000)	(165,000)
Profit after taxation	534,535	489,816
		(Restated)
Earnings per share - Basic and diluted	Rs. 4.45	Rs. 4.08

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