



Habib Sugar Mills Limited

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

May 14, 2011

Ref: HSM/SD/19.50 /2011

✓ The General Manager
Karachi Stock Exchange
(Guarantee) Limited
Karachi
Fax No: 111-573-329

The General Manager
Lahore Stock Exchange
(Guarantee) Limited
Lahore
Fax No: 042-111441441

Dear Sir,

CONDENSED INTERIM FINANCIAL RESULTS FOR THE HALF YEAR ENDED MARCH 31, 2011 (UNAUDITED)

We have to inform you that the Board of Directors of our Company in their meeting held on Saturday, May 14, 2011 at 12.00 noon, at Habib Sugar Mills Limited, 3rd floor, Imperial Court, Dr. Ziauddin Ahmed Road, Karachi, approved the following:

- | | | |
|-------|---|-------|
| (i) | <u>CASH DIVIDEND</u> | - Nil |
| | <u>AND/OR</u> | |
| (ii) | <u>BONUS ISSUE</u> | - Nil |
| | <u>AND/OR</u> | |
| (iii) | <u>RIGHT SHARES</u> | - Nil |
| | <u>AND/OR</u> | |
| (iv) | <u>ANY OTHER ENTITLEMENT/CORPORATE ACTION</u> | - N/A |
| | <u>AND/OR</u> | |
| (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, 2011	March 31, 2010	March 31, 2011	March 31, 2010
	(Rupees in thousands)			
Segment operating results				
Net sales and services	3,788,650	2,834,320	2,430,408	1,992,879
Cost of sales	(3,094,530)	(2,359,949)	(1,879,138)	(1,623,317)
Gross profit	694,120	474,371	551,268	369,562
Distribution and marketing expenses	(83,125)	(66,345)	(59,040)	(52,349)
Administrative expenses	(51,998)	(45,634)	(24,108)	(21,848)
Other operating expenses	(44,884)	(28,168)	(36,200)	(21,263)
Other operating income	58,742	27,410	52,402	24,154
	(121,265)	(112,737)	(66,946)	(71,306)
Operating Profit	572,855	361,634	484,322	298,258
Finance Income / (cost) - net	23,482	12,597	(3,388)	(15,752)
Profit before taxation	596,317	374,231	480,934	282,504
Taxation	(175,000)	(115,000)	(135,000)	(80,000)
Profit after taxation	421,317	259,231	345,934	202,504
		(Restated)		(Restated)
Earnings per share - Basic and diluted Rs.	2.81	1.73	2.31	1.35

Yours faithfully

(Signature)
CAVAS R. SETHNA
Company Secretary
Habib Sugar Mills Ltd.