

INDUS MOTOR COMPANY LTD.

Ref: IMC/FIN/CORP/06-453

Date: October 17, 2006

The General Manager,
 Karachi Stock Exchange (Guarantee) Ltd.
 Stock Exchange Building,
 Stock Exchange Road
Karachi.
 Fax No. 021-2415763 – 2437560 - 2460923

Subject: **FINANCIAL RESULTS FOR THE
 1st QUARTER ENDED SEPTEMBER 30, 2006.**

Dear Sir,

We have to inform you that the Board of Directors of our company in their Meeting held at 10:00 a.m. on Tuesday, October 17th, 2006, recommended the following:

(I) CASH DIVIDEND

An interim Cash Dividend for the quarter ended September 30, 2006 @ Rs. NIL per share i.e. NIL.

(II) BONUS ISSUE.

It has also been recommended by the Board of Directors to issue Bonus share in the proportion of NIL shares for every NIL shares held i.e. NIL %. The bonus shares will be entitled / not entitled for the right shares.

(III) RIGHT SHARES

The Board has also recommended to issue NIL % Right Shares at par / at a premium of Rs. NIL per share in proportion of NIL shares for every NIL shares.