

KAKHEL PAKISTAN LTD

SARGODHA ROAD, POST BOX 213
FAISALABAD, PAKISTAN.

Telephones: 041-8868241
Fax : 041-8869250
E-mail: kakakhelpak@fsd.paknet.com.pk

KPL/KSE/127
October 07, 2007

The General Manager,
Karachi Stock Exchange (Guarantee) Ltd.,
KARACHI

Subject:- FINANCIAL RESULTS FOR THE YEAR ENDED JUNE 30, 2007.

Dear Sir,

We have to inform you that the Board of Directors in their meeting held on October 07, 2007 have not recommended any dividend for the year ending June 30, 2007, in view of accumulated losses upto June 30, 2007.

The financial results of the Company are as follows:

	(Rupees in Thousand)	
	Year ending June, 30 <u>2007</u>	<u>2006</u>
SALES	75,182	39,987
COST OF SALES	<u>74,384</u>	<u>42,158</u>
GROSS PROFIT/(LOSS)	798	(2,171)
DISTRIBUTION AND SELLING COST	<u>1,595</u>	<u>777</u>
ADMINISTRATIVE AND GENERAL EXPENSES	<u>6,771</u>	<u>4,879</u>
	8,366	5,656
	<u>(7,568)</u>	<u>(7,827)</u>
OTHER OPERATING INCOME	5,790	92
OPERATING PROFIT/(LOSS)	<u>(1,778)</u>	<u>(7,735)</u>
FINANCE COST	<u>(5,482)</u>	<u>5,988</u>
PROFIT/(LOSS) BEFORE TAXATION	(7,260)	(13,723)
PROVISION FOR TAXATION	2,033	2,931
PROFIT/(LOSS) FOR THE YEAR	<u>(5,227)</u>	<u>(10,792)</u>
EARNINGS/(LOSS) PER SHARE - BASIC (RUPEES)	(0.58)	(1.20)

The Annual General Meeting of the Company will be held on 31st October, 2007, at 11.00 A.M., at Registered Office of the Company, situated at 8th K.M. Sargodha Road, Faisalabad.

The share transfer books of the company will be closed from 28-10-2007 to 03-11-2007 (both days inclusive).

We will be sending you 300 copies of printed accounts for distribution amongst the members of the Exchange 21 days before the date of Annual General Meeting.

Thanking You.

Yours faithfully,
for KAKAKHEL PAKISTAN LIMITED


(MUHAMMAD TARIQ)
COMPANY SECRETARY