

KOBINOOR SPINNING MILLS LIMITED

CORPORATE & SHARES DEPARTMENT

Tel: Main/Market Colborne B. Lahore - Pakistan. Tel: 042-5755774 - Fax: 042-5755769

General Manager

Stock Exchange (G) Limited
 Stock Exchange Building
 Stock Exchange Road, KARACHI.

KSML/KSE/BORM-7

February 28, 2009

FINANCIAL RESULTS FOR THE 2nd QUARTER ENDED DECEMBER 31, 2008

We have to inform you that the Board of Directors of our Company in their Meeting held at 11:00 pm on Monday, February 28, 2009 has recommended no cash dividend, bonus or right issue of the shares of the quarter ended December 31, 2008. The financial results of the Company during this period are as follows:

	Half Year Ended		Quarter Ended	
	31-Dec-08	31-Dec-07	31-Dec-08	31-Dec-07
	(Un-audited) (Rupees)	(Un-audited) (Rupees)	(Un-audited) (Rupees)	(Un-audited) (Rupees)
NET SALES	1,558,994,793	1,221,252,169	655,081,977	598,096,585
LESS: COST OF SALES	(1,390,026,375)	(1,096,598,206)	(592,548,725)	(533,343,803)
GROSS PROFIT	168,968,418	134,653,963	62,233,252	64,744,882
OPERATING EXPENSES:				
Production Cost	(21,886,485)	(25,825,160)	(10,716,767)	(11,391,208)
Administrative	(38,039,176)	(38,375,036)	(14,063,522)	(30,712,765)
OPERATING PROFIT	(59,925,661)	(64,200,196)	(24,780,289)	(52,041,473)
FINANCIAL INCOME	109,042,757	70,453,767	37,452,963	32,763,409
FINANCIAL COST	(127,446,637)	(50,180,238)	(62,576,976)	(26,436,015)
FINANCIAL INCOME	2,516,326	2,959,935	1,336,292	1,476,330
PROFIT BEFORE TAXATION	(124,930,311)	(47,220,303)	(67,240,684)	(24,637,659)
TAXATION	(15,887,554)	23,253,464	(23,787,721)	8,685,740
PROFIT AFTER TAXATION	(7,794,974)	(8,789,995)	(3,275,410)	(15,631,100)
PROFIT PER SHARE - BASIC	(0.18)	0.11	(0.21)	0.22

We are sending you 300 copies of printed accounts for distribution amongst the members of the Company as due course of time.

Yours faithfully,

Kobinoor Spinning Mills Limited

Muhammad Akbarul

Company Secretary

Head Office: Kofail-e-Yousaf Khayari Street, Chakwal, TEL: 0343-540850, 540950