

Fax # 111-573-329



MSM/32(2)/2010-11

January 25, 2011

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



**MEHRAN  
SUGAR  
MILLS  
LIMITED**

Subject: **Financial Results for the 1<sup>st</sup> quarter ended December 31, 2010**

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on January 25, 2011 at 11.00 am at the registered office of the Company recommended the following:

**CASH DIVIDEND**

An interim Cash Dividend for the year ending Sept 30, 2011 at **Re. 0.75** per share i.e.7.5%.

The Financial Results of the Company are as follows.

	Dec 2010	Dec 2009
	<b>Rs. in P. e. c. S.</b>	
<b>TURNOVER</b>	1,557,998,671	1,042,697,835
Less: Sales Tax / Excise Duty	69,655,504	56,658,280
<b>TURNOVER - NET</b>	<b>1,488,343,167</b>	<b>986,039,555</b>
<b>COST OF SALES</b>	1,317,477,859	820,535,433
<b>GROSS PROFIT</b>	<b>170,865,308</b>	<b>165,504,122</b>
Distribution costs	1,593,672	1,691,278
Administrative expenses	19,846,821	16,593,607
Other operating expense	11,505,021	16,547,422
Other operating income	(21,408,766)	(3,453,186)
	11,536,748	31,379,120
<b>OPERATING PROFIT</b>	<b>159,328,560</b>	<b>134,125,002</b>
Finance costs	12,289,541	8,533,848
(Profit) from an Associate	(5,813,402)	(10,439,886)
<b>PROFIT BEFORE TAXATION</b>	<b>152,852,421</b>	<b>136,031,040</b>
Taxation	43,282,747	45,003,503
<b>PROFIT AFTER TAXATION</b>	<b>109,569,674</b>	<b>91,027,537</b>
<b>EARNINGS / (LOSS) PER SHARE - BASIC AND DILUTED</b>	<b>7.67</b>	<b>Restated 6.37</b>

Share transfer books shall remain close from February 21 to 28, 2011 (both days inclusive).

We will be sending you 300 copies of Printed Accounts for distribution amongst the members of the Exchange.

Yours Sincerely,

  
**Muhammad Hanif Aziz**  
Company Secretary

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Karachi-74000,  
Pakistan.

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