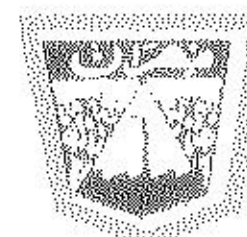




MSM/32(2)/2010-11

May 26, 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 half year ended March 31, 2011

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on May 26, 2011 at 11.00 am at the registered office of the Company recommended the following:

CASH DIVIDEND

An interim Cash Dividend for the half year ended 31, March-2011 at **Re. 0.75** per share i.e. **7.5%**.

BONUS SHARES

An Interim Bonus in proportion of **10** shares for every 100 shares held i.e. **10%**.

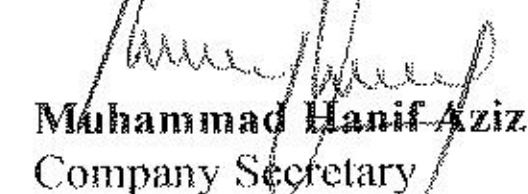
The Financial Results of the Company are as follows.

	Half year ended		Quarter ended	
	March 31, 2011	March 31, 2010	March 31, 2011	March 31, 2010
	Rupees	Rupees	Rupees	Rupees
Turnover	3,274,004,205	1,630,134,501	1,716,005,534	587,436,666
Less: Sales tax and Special Excise Duty	(130,851,192)	(80,777,333)	(61,195,688)	(24,119,053)
Net sales	3,143,153,013	1,549,357,168	1,654,809,846	563,317,613
Cost of sales	(2,708,969,887)	(1,292,286,738)	(1,391,492,028)	(471,751,305)
Gross profit	434,183,126	257,070,430	263,317,818	91,566,308
Distribution costs	(4,048,503)	(4,484,414)	(2,454,831)	(2,793,136)
Administrative expenses	(57,231,797)	(41,614,329)	(37,384,976)	(25,020,722)
Other operating expenses	(27,114,714)	(14,419,664)	(15,609,693)	2,127,758
Other operating income	49,050,918	20,219,145	27,642,152	16,765,959
	(39,344,096)	(40,299,262)	(27,807,348)	(8,920,141)
Operating profit	394,839,030	216,771,168	235,510,470	82,646,167
Finance costs	(52,577,609)	(34,801,762)	(40,288,068)	(26,267,914)
Share of profit / (loss) from an associate – net of tax	31,562,532	8,510,053	25,749,130	(1,929,833)
Profit before taxation	373,823,953	190,479,459	220,971,532	54,448,420
Taxation	(114,952,169)	(59,448,986)	(71,669,422)	(14,445,483)
Profit after taxation	258,871,784	131,030,473	149,302,110	40,002,937
		Restated		Restated
Earnings per share- Basic and diluted	16.47	8.33	9.50	2.54

Share transfer books shall remain closed from June 17, 2011 to June 23, 2011 (both days inclusive).

We will be sending you 300 copies of printed Financial Statement for distribution amongst the members of the Exchange.

Yours Sincerely


Muhammad Hanif Aziz
Company Secretary

Adamjee House, 8th Floor,
11, Ghosia Road,
Karachi-74000,
Pakistan.

Telephone:
92-(21) 3241-7131
92-(21) 3242-3881

Fax:
92-(21) 3241-6477

e-mail:
msm@mehransugar.com
mehransugar@yahoo.com

URL:
www.mehransugar.com