

Fax # 021-2415763 & 2410825

The Managing Director
Karachi Stock Exchange
(Guarantee) Limited
Stock Exchange Building
Stock Exchange Road
Karachi.

Lahore: August 28, 2006

Dear Sir,

FINANCIAL RESULTS FOR HALF YEAR ENDED JUNE 30, 2006

We have to inform you that the Board of Directors of our Company, in their meeting held on August 28, 2006 at 10.00 a.m. at 308 - Upper Mall, Lahore recommended the following:

- Cash Dividend**
Cash dividend: Nil
- The financial results of the Company are as follows:

	(Rupees in thousand)	
	30 June 2006	30 June 2005
Sales	11,183,386	8,417,227
Cost of goods sold	(7,869,474)	(5,976,318)
Gross Profit	3,313,912	2,440,909
Distribution and selling expenses	(1,685,145)	(1,091,587)
Administration expenses	(346,723)	(288,095)
Operating profit	1,282,044	1,061,227
Finance cost	(197,209)	(74,715)
Other operating expenses	(125,646)	(92,444)
Other operating income	19,894	16,571
Profit before taxation	979,083	910,639
Provision for taxation	(318,541)	(298,784)
Profit after taxation	660,542	611,855
Earnings per share (Rs)	14.57	13.49
Auditors' qualification/observations	Nil	Nil

Yours truly,
Nestlé Pakistan Ltd.,



(Raymond Franke)
Finance & Control Manager