



**PAKISTAN TOBACCO
COMPANY**

FAX

Evacuee Trust Complex
Agha Khan Road, Sector F-5/1
P.O. Box 2549
Islamabad - 44000

10th August, 2007

Tel: + 92 (51) 2083200-01
Fax: + 92 (51) 2270376-01

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

Dear Sir,

Financial Results for the Quarter ended 30th June, 2007

Board of Directors of our Company in their meeting held on 9th August, 2007 at 12.30 p.m. at Islamabad has resolved to pay an interim dividend as following:

Cash Dividend

An Interim Dividend for the financial year ending 31st December, 2007 at Rupees Two per share i.e. 20%. This is in addition to Interim Dividend already paid at Rs.1.50 per share i.e. 15%.

The financial results of the Company are as follows:

	Three months ended		Six months ended	
	June 30, 2007	June 30, 2006	June 30, 2007	June 30, 2006
	(Rs 000s)			
GROSS TURNOVER	11,006,638	9,344,721	21,112,481	18,205,015
Sales tax	1,488,974	1,264,894	2,857,279	2,463,269
Turnover – net of sales tax	9,517,664	8,079,827	18,255,202	15,741,746
Cost of sales	7,683,961	6,612,915	14,774,487	12,944,918
GROSS PROFIT	1,833,703	1,466,912	3,480,715	2,796,828
Marketing and distribution expenses	405,536	347,885	727,196	762,708
Administration expenses	235,189	194,926	385,424	346,795
	640,725	542,811	1,112,620	1,109,503
OPERATING PROFIT	1,192,978	924,101	2,368,095	1,687,325
Other income	16,300	30,676	27,835	51,891
Other expenses	80,974	66,116	159,989	120,196
	1,128,304	888,661	2,235,941	1,619,020
Finance cost	11,104	5,933	32,217	20,560
PROFIT BEFORE TAXATION	1,117,200	882,728	2,203,724	1,598,460