

THE KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED

KSE/N-4678

N O T I C E

August 23, 2007

Reproduced hereunder the contents of letter dated August 23, 2007 received from
PAKISTAN GUM & CHEMICALS LIMITED, for information of members of the Exchange.



B-32/4787

August 23, 2007

The General Manager
 Karachi Stock Exchange (Guarantee) Ltd.
Karachi

Dear Sir,

FINANCIAL RESULTS FOR THE HALF YEAR ENDED 30TH JUNE, 2007

We have to inform you that the Board of Directors of our Company in their Meeting held on
 Thursday 23rd of August 2007 at 11:00 a.m. at the factory premises recommended the
 following:

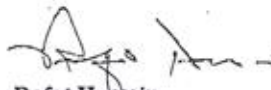
- (i) CASH DIVIDEND NIL
 (ii) BONUS SHARES NIL
 (iii) RIGHT SHARES NIL

The financial results of the Company are as follows:

	Half year Ended		Quarter Ended	
	JUNE 2007 Rs.'000	JUNE 2006 Rs.'000	JUNE 2007 Rs.'000	JUNE 2006 Rs.'000
Turnover - net	326,969	213,781	162,868	106,481
Cost of Sales	(287,628)	(194,778)	(143,887)	(93,174)
Gross profit	39,341	19,003	18,981	13,307
Administrative Expenses	(9,446)	(7,375)	(5,182)	(4,397)
Shipping Expenses	(7,761)	(5,669)	(3,410)	(2,172)
Other Operating Expenses	(1,015)	(44)	(487)	(44)
Other Operating Income	248	311	99	257
Operating profit	21,367	6,026	10,001	6,951
Finance Cost	(6,283)	(5,308)	(3,074)	(2,865)
Profit before taxation	15,084	718	6,927	4,086
Provision for taxation - current	(4,566)	(1,872)	(2,273)	(1,096)
Profit/(Loss) after Taxation	10,518	(1,154)	4,654	2,990
Earning/(Loss) per share - Basic & diluted	Rs.2.97	(Rs.0.33)	Rs.1.31	Rs.0.84

Yours faithfully,

For PAKISTAN GUM & CHEMICALS LTD.


 Rafat Hussain
 Company Secretary