

B-32/PakChem/ **216-2017**

October 26, 2017

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi.

Dear Sir,

FINANCIAL RESULTS FOR THE 3RD QUARTER ENDED 30TH SEPTEMBER, 2017

We have to inform you that the Board of Directors of our Company in their Meeting held on Thursday, 26th of October 2017 at 10:00 am at the Company premises, B-19/A, Irshad Qadri Road, S.I.T.E., Karachi, recommended the following:

(i) **CASH DIVIDEND**

An interim Cash Dividend for the quarter ended 30 September, 2017 at Rs.Nil per share i.e. 0%. This is in addition to Interim Dividend(s) already paid at Rs.Nil per share i.e.0%

(ii) **BONUS SHARES**

It has been recommended by the Board of Director to issue Interim Bonus shares in proportion of 0 share(s) for every 0 shares(s) held i.e.0%. This is in addition to the Interim Bonus Shares already issued @ 0%.

(iii) **RIGHT SHARES**

The Board has recommended to issue 0% Right Shares at par/at a discount/premium of Rs.0 per share in proportion of 0 share(s) for every 0 share(s). This entitlement of right shares being declared simultaneously will be/will not be applicable on Bonus Shares as declared above.

AND/OR

(iv) ANY OTHER ENTITLEMENT/CORPORATE ACTION NIL

AND/OR

(v) ANY OTHER PRICE-SENSITIVE INFORMATION NIL

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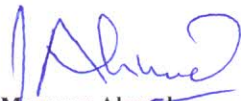
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The financial results of the Company are as follows:

	Period Ended		Quarter Ended	
	Jan-Sep 2017 Rs.'000	Jan-Sep 2016 Rs.'000	Jul-Sep 2017 Rs.'000	Jul-Sep 2016 Rs.'000
Sales - net	483,715	351,450	144,536	140,424
Cost of Sales	(453,131)	(384,974)	(127,256)	(157,771)
Gross (loss)/profit	<u>30,584</u>	<u>(33,524)</u>	<u>17,280</u>	<u>(17,347)</u>
Shipping expenses	(16,023)	(9,064)	(3,755)	(3,568)
Administrative expenses	(40,317)	(35,659)	(12,599)	(10,813)
Other Operating Expenses	(167)	(244)	(44)	(115)
	<u>(56,507)</u>	<u>(44,967)</u>	<u>(16,398)</u>	<u>(14,496)</u>
	(25,923)	(78,491)	882	(31,843)
Other income	6,433	6,046	2,327	2,014
Operating (loss) before finance costs	<u>(19,490)</u>	<u>(72,445)</u>	<u>3,209</u>	<u>(29,829)</u>
Finance Costs	(2,346)	(1,125)	(1,025)	(445)
(Loss) before taxation	<u>(21,836)</u>	<u>(73,570)</u>	<u>2,184</u>	<u>(30,274)</u>
Taxation - current	(5,000)	(3,535)	(1,207)	(1,691)
Net (loss) for the year	<u>(26,836)</u>	<u>(77,105)</u>	<u>977</u>	<u>(31,965)</u>
----- (Rupees) -----				
(Loss)/earnings per share - Basic & diluted	<u>(6.32)</u>	<u>(18.15)</u>	<u>0.23</u>	<u>(7.52)</u>

We will be sending you 200 copies of printed Accounts for distribution amongst the TRE Certificate holders of the Exchange.

Yours Sincerely,
For PAKISTAN GUM & CHEMICALS LTD.


Manzoor Ahmed
Chief Financial Officer