

B-32/PakChem/ **055-2018**

August 20, 2018

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

Dear Sir,

FINANCIAL RESULTS FOR THE HALF YEAR ENDED 30TH JUNE, 2018

We have to inform you that the Board of Directors of our Company in their Meeting held on Monday, 20th of August 2018 at 11:30 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 June, 2018 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

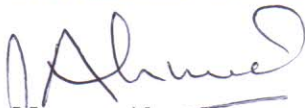
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The financial results of the Company are as follows:

	Half year Ended		Quarter Ended	
	Jun-30 2018 Rs.'000	Jun-30 2017 Rs.'000	Jun-30 2018 Rs.'000	Jun-30 2017 Rs.'000
Sales - net	395,763	339,179	174,165	190,985
Cost of sales	(387,906)	(325,875)	(175,428)	(188,901)
Gross profit/(loss)	<u>7,857</u>	<u>13,304</u>	<u>(1,263)</u>	<u>2,084</u>
Shipping expenses	(12,295)	(12,268)	(4,182)	(6,873)
Administrative expenses	(27,022)	(27,719)	(15,145)	(13,430)
Other operating expenses	-	(123)	-	-
	<u>(39,317)</u>	<u>(40,110)</u>	<u>(19,327)</u>	<u>(20,303)</u>
	(31,460)	(26,806)	(20,590)	(18,219)
Other income	9,619	4,106	5,576	2,555
Operating (loss) before finance costs	<u>(21,841)</u>	<u>(22,700)</u>	<u>(15,014)</u>	<u>(15,664)</u>
Finance costs	(2,478)	(1,321)	(1,205)	(947)
(Loss) before taxation	<u>(24,319)</u>	<u>(24,021)</u>	<u>(16,219)</u>	<u>(16,611)</u>
Taxation	(4,330)	(3,793)	(2,166)	(1,897)
(Loss) for the period	<u>(28,649)</u>	<u>(27,814)</u>	<u>(18,385)</u>	<u>(18,508)</u>
----- (Rupees) ----- (Rupees) -----				
(Loss)/earnings per share - Basic & diluted	<u>(6.74)</u>	<u>(6.55)</u>	<u>(4.33)</u>	<u>(4.36)</u>

The quarterly report of the Company for the period ended 30 June 2018 will be transmitted through PURCARS separately, within the specified time.

Yours Sincerely,
For PAKISTAN GUM & CHEMICALS LTD.


Manzoor Ahmed
Chief Financial Officer