

QUALITY TEXTILE MILLS LIMITED

Manufacturer & Exporter Of Quality Cotton Yarn For Weaving & Knitting

Business Office: 24, Ali Bhai Centre, 2nd Fl. 233-A, P.E.C.H.S., Block-2, Karachi, Pakistan.

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August 31, 2007

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

Dear Sir,

SUBJECT: FINANCIAL RESULT FOR THE YEAR ENDED JUNE 30, 2007

We have to inform you that the Board of Directors meeting was held on Friday August 31, 2007 at 11:00 A.M. at registered office of the Company 24, Ali Bhai Center, 2nd Floor, 233-A, P.E.C.H.S., Block-2, Karachi and approved the audited accounts for the year ended on June 30, 2007.

The complete profit and loss account along with appropriations of the Company for the year ended on June 30, 2007 are as follows,

	June 30, 2007 Rupees	June 30, 2006 Rupees
Sales	945,988,854	881,750,229
Cost of goods sold	<u>(858,599,138)</u>	<u>(782,273,144)</u>
Gross profit	87,389,716	99,477,085
Other operating income	<u>1,426,457</u>	<u>1,242,143</u>
	88,816,173	100,719,228
Distribution cost	(13,318,248)	(11,601,102)
Administrative expenses	(7,863,744)	(8,650,948)
Other operating expenses	(801,485)	(2,195,840)
Finance cost	<u>(52,335,711)</u>	<u>(45,816,857)</u>
Profit before taxation	14,496,985	32,454,481
Provision for taxation	<u>(20,874,003)</u>	<u>1,243,742</u>
(Loss) / profit for the year	(6,377,018)	33,698,223