



Shakarganj Mills Limited

Management House, Toba Tek Singh Road, Jhang, Pakistan

Tel: 047 765 2801 - 06 Fax: 047 765 2811 URL: <http://www.shakarganj.com.pk>

SML/KSE/ March 2013
30 May 2013

The General Manager,
The Karachi Stock Exchange (Guarantee) Limited,
Karachi Stock Exchange Building,
Stock Exchange Road
Off: I.I. Chundrigar Road,
Karachi.

Dear Sir,

**SUBJECT: FINANCIAL RESULTS FOR THE 2ND QUARTER AND SIX MONTHS PERIOD
ENDED 31 MARCH 2013**

We are pleased to inform you that the Board of Directors of Shakarganj Mills Limited in their meeting held on 30 May 2013 at Faisalabad have considered and approved the financial results of Shakarganj Mills Limited for the 2nd Quarter and Six Months period ended 31 March 2013 and the Board of Directors recommended the following:

- (i) **CASH DIVIDEND**
Nil
- (ii) **BONUS SHARES**
Nil
- (iii) **RIGHT SHARES**
Nil
- (iv) **ANY OTHER ENTITLEMENT/CORPORATE ACTION**
Nil
- (v) **ANY OTHER PRICE-SENSITIVE INFORMATION**

The financial results of the Company are attached herewith.

The auditors review report contains the following observation:

"We draw attention to note 1.2 to the interim financial information, which indicates that the company could not meet its obligations in respect of principal and markup repayments on borrowings from financial institutions. The current liabilities of the company have exceeded its current assets by Rs. 4,873 million and the equity has been eroded by Rs. 90 million. These conditions, along with other matters set forth in note 1.2 indicate the existence of material uncertainty that may cast significant doubt about the company's ability to continue as a going concern. Our opinion is not qualified in respect of this matter. "

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