

SHADMAN COTTON MILLS LIMITED

801-804, 8th Floor, Lakson Square Building No. 3, Block-A, Sarwar Shaheed Road, Karachi

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Ref : S-1107/2011

15th January, 2011

The General Manager,
Karachi Stock Exchange (Guarantee) Ltd.,
Stock Exchange Building,
Stock Exchange Road, **Fax No. 021-111-573-329**
Karachi.

Sub : **FINANCIAL RESULTS FOR THE YEAR ENDED 30TH JUNE 2010**

Dear Sir,

We have to inform you that the Board of Directors of our Company in their Meeting held on 15th January, 2011 at 6:30 p.m. recommended the following :

i) **CASH DIVIDEND**

A final Cash Dividend for the year ended 30th June, 2010 @ Rs.0.50 per share i.e 5%. This is in addition to Interim Dividend(s) already paid at Rs.Nil per share i.e. Nil %.

AND / OR

ii) **BONUS ISSUE**

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

AND / OR

iii) **RIGHT SHARES**

The Board has recommended to issue Nil % Right Shares at Par/at a discount/premium of Rs.Nil per share in proportion of Nil share(s) for every Nil share. The 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**

The financial results of the Company are as follows:

	June 30, 2010	June 30, 2009
	RUPEES	RUPEES
Sales	4,292,240,669	3,215,227,415
Cost of Sales	(3,812,795,807)	(3,070,480,818)
Gross Profit	479,444,862	144,746,597
Distribution cost	(45,930,428)	(45,805,431)
Administrative expenses	(71,718,667)	(38,782,007)
Other operating income	8,681,229	5,122,264
Finance Cost	(191,701,927)	(253,391,884)
Other operating expenses	(43,655,345)	-
	(344,325,138)	(332,857,058)
Profit / (Loss) before tax	135,119,724	(188,110,461)
Taxation	(41,241,666)	51,040,912
Profit / (Loss) after tax	93,878,058	(137,069,549)
Earnings per share	5.32	(7.77)

