

SHADMAN COTTON MILLS LIMITED801-804, 8th Floor, Lakson Square Building No. 3, Block-A, Sarwar Shaheed Road, Karachi.
Phones: (92-21) 35220481 – 88, Fax: (92-21) 35220495 – 96E-Mail: info@nadeem.com.pk

Ref: S-1107/2012

13th January, 2012

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

Fax No. 021-111-573-329Sub: **FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER, 2011**

Dear Sir,

We have to inform you that the Board of Directors of our Company in their Meeting held on 13th January, 2012 at 5:15 p.m. at 801-804, 8th Floor, Lakson Square Building No. 3, Block-A, Sarwar Shaheed Road, Karachi, recommended the following:

i) **CASH DIVIDEND**

An interim Cash Dividend for the quarter ended 30th September, 2011 at Rs.NIL per share i.e NIL %. This is in addition to Interim Dividend(s) already paid at Rs.Nil per share i.e. Nil %. **AND / OR**

ii) **BONUS SHARES**

It has been recommended by the Board of Directors to issue Interim Bonus Shares in 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 / ORiii) **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.

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:

	30-Sep-11 RUPEES	30-Sep-10 RUPEES
Sales and Service	775,414,053	1,238,066,707
Cost of Sales and services	(910,222,260)	(1,096,079,086)
Gross Profit/(Loss)	(134,808,207)	141,987,621
Other operating income	1,480,658	2,381,522
Distribution cost	(7,516,758)	(12,934,716)
Administrative expenses	(15,320,327)	(13,614,218)
Other operating expenses	-	(4,968,110)
Finance cost	(49,848,790)	(45,818,618)
Profit/(Loss)before taxation	(71,205,217)	(74,954,140)
Taxation:		
Current year	(7,810,060)	(12,588,079)
Deferred tax	(16,800,786)	(26,658,704)
Profit/(Loss) for the period	(24,610,846)	(39,246,783)
Earning per share	(230,624,270)	27,786,698
	(13.08)	1.58

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