



SOUTHERN

24<sup>th</sup> April 2008

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

Subject: **Announcement of Financial Results**  
**for the Quarterly Accounts ended 31<sup>st</sup> March 2008**

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on 24<sup>th</sup> April 2008 at 5-Y Block-6, P.E.C.H.S, Karachi recommended the following:

- (i) CASH DIVIDEND NIL  
(ii) BONUS SHARES NIL  
(iii) RIGHT SHARES NIL

The financial results of the Company are as follows:


	Nine Months Period Ended		Quarter Ended	
	March,31 2008	March,31 2007	March,31 2008	March,31 2007
	Rupees	Rupees	Rupees	Rupees
Revenue	39,160,409	34,452,890	14,915,113	9,517,022
Cost of sales and services (excluding depreciation)	37,061,320	37,037,970	15,877,671	13,439,756
Gross profit/(loss) before depreciation	2,099,089	(2,585,080)	(962,558)	(3,922,734)
Depreciation (relating to cost of sales and services)	19,229,242	22,617,820	6,433,440	7,637,499
Gross profit/(loss)	(17,130,153)	(25,202,900)	(7,395,998)	(11,560,233)
Other operating income	1,569,770	4,844,479	793,407	1,653,433
	(15,560,383)	(20,358,421)	(6,602,590)	(9,906,800)
Administrative expenses	9,856,187	46,585,906	2,954,661	3,244,163
Selling expenses	20,020,352	22,391,647	6,923,015	4,340,539
	29,876,539	68,977,552	9,877,676	7,584,701
Operating profit/(loss)	(45,436,922)	(89,335,973)	(16,480,267)	(17,491,501)
Financial charges	30,197,228	59,838,310	(1,112,222)	934,707
Profit/(loss) before tax	(75,634,150)	(149,174,283)	(15,368,045)	(18,426,208)
Tax expense	203,650	172,264	78,568	47,585
Profit/(loss) for the year after tax	(75,837,801)	(149,346,547)	(15,446,612)	(18,473,793)
Unappropriated Profit/(Loss) brought forward	(510,973,276)	(343,462,111)	(571,364,463)	(474,334,865)
Profit/(Loss) available for appropriation	(586,811,077)	(492,808,658)	(586,811,073)	(492,808,658)
Appropriation:	-	-	-	-
Unappropriated Profit/(Loss) carried forward	(586,811,077)	(492,808,658)	(586,811,077)	(492,808,658)
Earnings per share - basic	(1.52)	(2.99)	(0.31)	(0.37)

We will be sending you 300 copies of printed accounts for distribution amongst the members of the exchange.

Thanking you,

Yours truly

For Southern Networks Limited

  
Asif A. Mulla  
CEO/Company Secretary

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