



SOUTHERN

23rd April 2009

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

Subject: Announcement of Financial Results For The 3rd Quarterly Accounts ended 31st March 2009

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on 23rd April 2009 at 5-Y Block-6, P.E.C.H.S, Karachi recommended the following:

- | | |
|---------------------------|-----|
| (i) <u>CASH DIVIDEND</u> | NIL |
| (ii) <u>BONUS SHARES</u> | NIL |
| (iii) <u>RIGHT SHARES</u> | NIL |

The financial results of the Company are as follows:

	Nine Months Period Ended		Quarter Ended	
	March,31 2009 Rupees	March,31 2008 Rupees	March,31 2009 Rupees	March,31 2008 Rupees
Revenue	44,453,104	39,160,409	15,577,688	14,915,113
Cost of sales and services (excluding depreciation)	33,406,117	37,061,319	10,702,675	15,877,671
Gross profit/(loss) before depreciation	10,046,987	2,099,089	4,875,013	(962,558)
Depreciation (relating to cost of sales and services)	16,514,237	19,229,242	5,519,379	6,433,440
Gross profit/(loss)	(6,467,910)	(17,130,153)	(644,366)	(7,395,998)
Other operating income	1,207,612	1,569,700	325,840	793,407
	(5,260,298)	(15,560,383)	(318,526)	(6,602,591)
Administrative expenses	8,732,411	9,856,187	2,191,784	2,954,661
Selling expenses	10,446,135	20,020,352	4,352,518	7,093,606
Operating profit/(loss)	(18,218,546)	(29,876,539)	(6,544,302)	(10,048,267)
	(23,480,843)	(45,436,922)	(6,862,827)	(16,650,858)
Financial charges	168,107	30,197,228	11,506	(1,112,222)
Profit/(loss) before tax	(23,648,950)	(75,634,150)	(6,874,333)	(15,538,636)
Tax expense	-	203,650	-	78,568
Profit/(loss) for the year after tax	(23,648,950)	(75,837,801)	(6,874,333)	(15,617,203)
Unappropriated Profit/(Loss) brought forward	-	-	-	-
Profit/(Loss) available for appropriation	(23,648,950)	(75,837,801)	(6,874,331)	(15,617,203)
Appropriation:	-	-	-	-
Unappropriated Profit/(Loss) carried forward	(23,648,950)	(75,837,801)	(6,874,335)	(15,617,203)
Earnings per share - basic	(0.47)	(1.52)	(0.14)	(0.31)

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


Abdul Hameed
Company Secretary

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