



SOUTHERN

30th October, 2009

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

Subject: Announcement of Financial Results For The Quarterly Accounts ended 30th September 2009

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on 30th October, 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:

	September 30 2009 Rupees	September 30 2008 Rupees
Revenue	15,459,891	14,578,085
Cost of sales and services (excluding depreciation)	11,046,621	11,840,563
Gross profit before depreciation	4,413,270	2,737,522
Depreciation (relating to cost of sales and services)	4,678,615	5,481,676
Gross (loss) / profit	(265,345)	(2,744,154)
Other operating income	427,911	1,085,249
	162,566	(1,658,905)
Administrative expenses	2,045,325	1,952,810
Selling expenses	4,457,148	3,551,803
Financial charges	935,014	275,796
	7,437,487	5,780,409
Operating loss before tax	(7,274,921)	(7,439,314)
Tax expense	-	-
Net loss for the year after tax	(7,274,921)	(7,439,314)
Loss per share - basic	(0.15)	(0.15)

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

SOUTHERN NETWORKS LIMITED : 5-Y, BLOCK-6, PECHS KARACHI-75100, PAKISTAN
UAN : 111 222 333 TEL : (92-21) 4315641-3, 4548412-3 FAX : (92-21) 4386948