



SOUTHERN

1st October, 2012

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

Subject: Announcement of Financial Results For The Year Ended 30th June, 2012

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on 01.10.2012 at 03:00 p.m. 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:

	2012 Rupees	2011 Rupees (Restated)
Revenue	91,696,195	60,161,331
Cost of sales and services (excluding depreciation)	69,417,617	51,692,680
Gross profit before depreciation	22,278,578	8,468,651
Depreciation (relating to cost of sales and services)	15,400,826	17,601,844
Gross profit/(loss)	6,877,752	(9,133,193)
Other operating income	13,594,156	19,393,673
	20,471,908	10,260,482
Administrative expenses	12,233,912	10,272,026
Selling expenses	22,406,099	19,774,814
	34,639,911	30,046,840
Operating loss	(14,168,003)	(19,786,358)
Financial charges	3,030,039	457,557
Loss before taxation	(18,098,042)	(20,243,914)
Tax expense :		
-Current year	944,090	629,191
-Prior year	(27,578)	-
	916,512	629,191
Loss for the year after taxation	(19,014,554)	(20,873,105)
Loss per share - basic and diluted	(0.38)	(0.42)

The Annual General Meeting of the Company will be held on Monday 22nd October, 2012 at 02:00 p.m. at the registered office: 5-Y, Block-6, P.E.C.H.S., Karachi.

The Share Transfer Books of the Company will be closed from 16th October, 2012 to 22nd October, 2012. Transfers received at the registered office of the Company 48-hours before the meeting will be treated in time for the purpose of above entitlement to the transferees.

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