



SOUTHERN

25th October, 2012

The Deputy General Manager,
Karachi Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi.

Subject: **Announcement of Financial Results For The Quarter Ended 30.09.2012**

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on 25.10.2012 at 02:30 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:

	September 30 2012 Rupees	September 30 2011 Rupees
Revenue	19,927,681	24,425,802
Cost of sales and services (excluding depreciation)	17,224,185	16,005,964
Gross profit before depreciation	2,703,496	8,419,838
Depreciation (relating to cost of sales and services)	3,303,077	3,773,493
Gross Profit/(Loss)	(599,581)	4,646,345
Other operating income	801,177	7,637,124
	201,596	12,283,469
Administrative expenses	2,229,172	2,604,024
Selling expenses	5,385,652	5,197,085
Financial charges	15,482	12,862
	7,630,306	7,813,971
Operating profit before tax	(7,428,710)	4,469,498
Tax expense	103,612	249,249
Net Loss/Profit for the quarter after tax	(7,532,322)	4,220,249
Loss/Profit per share - basic	(0.15)	0.08

We will be sending you 500 copies of printed accounts for distribution amongst the members of the exchange.

Thanking you,

Yours truly,
For Southern Networks Limited,


Abdul Hameed
Company Secretary