

Syed Match Company Limited

Reference: - SMC/40-A/804-806

Dated: - 25/01/2008

The General Manager
Karachi Stock Exchange (G) Ltd
Stock Exchange building
Stock Exchange Road
Karachi.

Subject: - financial Result For The Year Ended 30-06-2007

Dear Sir,

We have to inform you that the Board of Director of our Company in their meeting held at 100 Hrs on Friday 25/01/08 have not declared any Dividend to the Share holders for the year 2006-2007 because the company suffered gross loss of Rs. 6,917,531/-.

The following factors caused gross loss: -

- a. Heavy increase in purchase price of chemical and wood.
- b. The actual production capacity is 45% of planned production capacity; it is because of the fact that actual production capacity is shown on only single shift production. Further more production acquired during the year lower than last year.
- c. Damping of prices of Raw material in the market with high Density but selling price did not increase in the same ratio due to the cut throat Competition in the market.
- d. The entire machinery is old and there fore cannot achieve maximum capacity. The company has obtained running Finance facility limit of Rs. 5 Million under mark up arrangements from Bank of Khyber, which will help financially to procure Raw Material.

CONTD ON P/W

