



DEWAN FAROOQUE SPINNING MILLS LIMITED

Registered Office: 7th Floor, Block-A, Finance & Trade Centre (FTC), Shahr-e-Faisal, Karachi-Pakistan
UAN : (92-21) 111-364-111, Fax : (92-21) 5630860, Web : www.dewangroup.com.pk

October 31, 2007



KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED	
CORPORATE ANNOUNCEMENT	
Date:	1/11/2007
Received at:	9:44
Initial:	
Announcement at:	9:46
Initial:	

The General Manager
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building, Stock Exchange Road
Karachi, Pakistan. Fax No.: (+92 21) 2415763 / 2437560

Subject: Financial Results for the First Quarter ended September 30, 2007

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on October 31, 2007 at 05:00 pm at Karachi, recommended the following:

- | | |
|---|-----|
| (i) CASH DIVIDEND | Nil |
| AND/OR | |
| (ii) BONUS SHARES | Nil |
| AND/OR | |
| (iii) RIGHT SHARES | Nil |
| AND/OR | |
| (iv) ANY OTHER ENTITLEMENT/CORPORATE ACTION | Nil |
| AND/OR | |
| (v) ANY OTHER PRICE-SENSITIVE INFORMATION | Nil |

The un-audited financial results of the Company for the First Quarter ended September 30, 2007, are as follows:

	September 30, 2007	September 30, 2006
	(Rupees)	
NET SALES	252,237,923	199,287,531
COST OF SALES	218,063,046	162,615,537
GROSS PROFIT	34,174,877	36,671,994
OPERATING EXPENSES		
Administrative expenses	3,349,252	1,471,055
Selling and distribution expenses	10,610,695	5,018,998
	13,959,947	6,490,053
OPERATING PROFIT	20,214,930	30,181,940
OTHER CHARGES		
Finance cost	25,251,657	25,054,499
Workers profit participation fund	-	258,372
	25,251,657	25,310,871
(LOSS)/ PROFIT BEFORE TAXATION	(5,036,727)	4,871,070
TAXATION		
Current	1,446,460	1,852,554
Deferred	(1,283,847)	139,709
	162,613	1,992,263
(LOSS)/ PROFIT AFTER TAXATION	(5,199,340)	2,878,807
Basic (loss) / earnings per share (Rupees)	(0.09)	0.05