



Sargodha Spinning Mills Limited

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Ref : SSM/KSE/08

Date : 27-02-2008

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

Subject: **FINANCIAL RESULTS FOR THE HALF YEAR ENDED DECEMBER 31, 2007**

Dear Sir,

We have to inform you that the Board of Directors of our company in their Meeting held at 11:30 a.m on Wednesday, 27th February, 2008 recommended the following:

- i) CASH DIVIDEND - NIL (ii) BONUS SHARES - NIL (iii) RIGHT SHARES - NIL
(iv) ANY OTHER ENTITLEMENT - NIL

The financial results of the Company are as follows:

(RUPEES IN THOUSAND)

	Half year ended		Quarter ended	
	31 Dec. 2007	31 Dec. 2006	31 Dec. 2007	31 Dec. 2006
SALES	753,715	601,500	351,627	290,170
COST OF SALES	725,384	588,382	345,128	292,150
GROSS PROFIT/(LOSS)	28,331	13,118	6,499	(1,980)
DISTRIBUTION COST	16,028	12,166	6,365	6,724
ADMINISTRATIVE EXPENSES	13,114	13,066	6,498	6,992
	29,142	25,232	12,863	13,716
	(811)	(12,114)	(6,364)	(15,696)
OTHER OPERATING INCOME	--	222	--	222
OPERATING LOSS	(811)	(11,892)	(6,364)	(15,474)
FINANCE COST	25,040	24,951	13,356	14,322
LOSS BEFORE TAXATION	(25,851)	(36,843)	(19,720)	(29,796)
PROVISION FOR TAXATION	(3,669)	25,448	(1,682)	34,738
PROFIT/(LOSS) AFTER TAXATION	(29,520)	(11,395)	(21,402)	4,942
EARNING PER SHARE - BASIC & DILUTED (RUPEES)	(0.95)	(0.37)	(0.68)	0.16

We will be sending you 300 copies of printed accounts for distribution amongst the members of the Exchange in due course of time.

Yours faithfully,
for SARGODHA SPINNING MILLS LIMITED

Director

MILLS:

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