



DEWAN FAROOQUE SPINNING MILLS LIMITED

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

February 29, 2008

FORM-3

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 Half Yearly, un-audited, condensed interim Financial Statements of the Company for the period ended December 31, 2007**

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on Friday, February 29, 2008 at 12:30 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 Half Yearly, un-audited, condensed interim Financial Statements of the Company for the period ended December 31, 2007, are as follows:

	Half year ended		Quarter ended	
	December 31, 2007	December 31, 2006	December 31, 2007	December 31, 2006
	(Rupees)			
NET SALES	551,813,592	479,286,945	299,575,669	279,999,414
COST OF SALES	473,744,718	394,922,623	255,681,672	232,307,066
GROSS PROFIT	78,068,874	84,364,322	43,893,997	47,692,328
OPERATING EXPENSES				
Administrative expenses	6,622,169	4,876,003	3,272,917	3,404,948
Selling and distribution expenses	26,019,817	14,057,504	15,408,922	9,038,506
	32,641,786	18,933,507	18,681,839	12,443,454
OPERATING PROFIT	45,427,088	65,430,815	25,212,158	35,248,874
OTHER CHARGES				
Workers profit participation fund	-	408,686	-	152,314
Finance cost	53,682,113	57,257,102	28,430,456	32,202,603
	53,682,113	57,665,788	28,430,456	32,354,917
(LOSS) / PROFIT BEFORE TAXATION	(8,255,025)	7,765,027	(3,218,298)	2,893,957
TAXATION				
Current	5,725,980	4,340,019	4,279,520	2,487,465
Deferred	(1,377,234)	467,044	(93,387)	327,335
	4,348,746	4,807,063	4,186,133	2,814,800
(LOSS) / PROFIT AFTER TAXATION	(12,603,772)	2,957,964	(7,404,431)	79,157
(Loss) / Earnings per share- Basic and Diluted (Rupees)	(0.207)	0.049	(0.122)	0.001

QPR