



## DEWAN FAROOQUE SPINNING MILLS LIMITED

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

October 06, 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 year ended June 30, 2008**

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting hold on October 06, 2008 at 05:00 pm at 7<sup>th</sup> Floor, Block 'A', Finance and Trade Centre, Shakra-e-Faisal, Karachi, recommended the following:

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

The financial results of the Company are as follows:

|   | June 30,<br>2008 | June 30,<br>2007 |
|---|------------------|------------------|
|   | (Rupees)         |                  |
| <b>SALES &amp; SERVICES (NET)</b>               | 1,002,684,026    | 920,694,828      |
| <b>COST OF SALES</b>                            | 881,715,635      | 745,163,591      |
| <b>GROSS PROFIT</b>                             | 120,968,391      | 175,531,237      |
| <b>OPERATING EXPENSES</b>                       |                  |                  |
| Administrative expenses                         | 8,403,107        | 11,438,561       |
| Selling and distribution expenses               | 43,003,755       | 29,361,098       |
|   | 51,406,862       | 40,799,659       |
| <b>OPERATING PROFIT</b>                         | 69,561,529       | 134,731,578      |
| <b>OTHER INCOME</b>                             | 26,091           | 34,225           |
|   | 69,587,620       | 134,765,803      |
| <b>OTHER CHARGES</b>                            |                  |                  |
| Finance cost                                    | 107,953,128      | 118,107,084      |
| Workers profit participation fund               | -                | 831,225          |
|   | 107,953,128      | 118,938,309      |
| <b>(LOSS)/ PROFIT BEFORE TAXATION</b>           | (38,365,508)     | 15,827,494       |
| <b>TAXATION</b>                                 |                  |                  |
| Current   | 9,604,575        | 7,100,878        |
| Deferred  | (11,430,183)     | (6,232,710)      |
|   | (1,825,608)      | 868,168          |
| <b>(LOSS)/ PROFIT AFTER TAXATION</b>            | (36,539,900)     | 14,959,326       |
| <b>Basic (loss) earnings per share (Rupees)</b> | (0.61)           | 0.25             |

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