



Sargodha Spinning Mills Limited

Registered Office: A-601/B, City Towers, 6-k, Main Boulevard, Gulberg-II, Lahore.

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Ref : SSM/KSE/08

Date : 07-10-2008

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

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 held at 11:30 a.m. on Tuesday, October 7, 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)	
	Year Ended 30-06-2008	Year Ended 30-06-2007
SALES	1,505,524	1,349,123
COST OF SALES	1,437,053	1,309,615
GROSS PROFIT	68,471	39,508
DISTRIBUTION COST	27,529	28,712
ADMINISTRATIVE EXPENSES	26,368	27,154
OTHER OPERATING EXPENSES	3,026	7,689
	56,923	63,555
	11,548	(24,047)
OTHER OPERATING INCOME	668	312
PROFIT / (LOSS) FROM OPERATIONS	12,216	(23,735)
FINANCE COST	63,890	72,811
LOSS BEFORE TAXATION	(51,674)	(96,546)
PROVISION FOR TAXATION	(7,528)	(3,592)
LOSS AFTER TAXATION	(59,202)	(100,138)
EARNINGS PER SHARE - BASIC AND DILUTED (RUPEES)	(1.90)	(3.21)

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MILLS:

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