



Pakistan Paper Products Ltd.

D/58, S.I.T.E., KARACHI, PAKISTAN

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Ref:1896/Secy

31st January, 2009

Syed Ahmed Abbas-Deputy Manager
Karachi Stock Exchange (Guarantee) Ltd,
Stock Exchange Building,
Stock Exchange Road,
KARACHI.

FAX NO.111-573-329

Attn: Syed Ahmad Abbas, D.M.

**SUB: FINANCIAL RESULTS FOR THE 2ND QUARTER ENDED 31-12-08 AND HALF
YEARLY ACCOUNTS FOR THE HALF YEAR ENDED 31-12-2008.**

Dear Sir,

We have to inform you that Board of Directors of our Company in their meeting held at 11.30 a.m. on Saturday the 31st January, 2009 recommend the following :-

- 1) Interim Cash Dividend Nil
- 2) Bonus Shares Nil
- 3) Right Shares Nil

The financial results of the Company are as follows :-

	QUARTER ENDED DEC/08		HAL YEAR ENDED DEC/08	
	OCTOBER 2008	-DECEMBER 2007	JULY 2008	- DECEMBER 2007
	Rupees	Rupees	Rupees	Rupees
Turnover	46,598,476	38,055,116	127,153,435	115,679,314
Sales tax, discount and sales return	<u>(7,327,174)</u>	<u>(5,495,549)</u>	<u>(12,458,507)</u>	<u>(9,991,342)</u>
Sales	39,271,302	32,559,567	114,694,928	105,687,972
Cost of goods sold	<u>(33,431,101)</u>	<u>(26,267,076)</u>	<u>(92,551,779)</u>	<u>(77,634,634)</u>
Gross Profit	5,840,201	6,292,491	22,183,149	28,053,338
Operating expenses				
Administrative, selling and distribution	3,847,829	3,550,484	10,038,606	7,850,968
Financial	527,768	661,450	1,185,586	1,325,157
Workers' profit participation fund	10,289	158,448	485,007	998,281
Workers' Welfare Fund	<u>43,569</u>	<u>83,111</u>	<u>220,425</u>	<u>395,990</u>
	<u>4,429,445</u>	<u>4,453,493</u>	<u>11,929,624</u>	<u>10,570,396</u>
Operating profit	1,410,746	1,838,998	10,253,525	17,482,942
Other Income	<u>382,004</u>	<u>636,841</u>	<u>767,731</u>	<u>1,088,403</u>
Net profit before taxation	1,792,750	2,475,839	11,021,256	18,571,345
Taxation	<u>(384,731)</u>	<u>2,293,678</u>	<u>2,835,552</u>	<u>9,246,920</u>
Profit after taxation	<u>2,177,481</u>	<u>182,161</u>	<u>8,185,704</u>	<u>9,324,425</u>
Earning per share				
-Basic	<u>0.58</u>	<u>0.07</u>	<u>2.18</u>	<u>3.73</u>
-Diluted	<u>0.58</u>	<u>0.05</u>	<u>2.18</u>	<u>2.49</u>