



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

**Form-7**

**Subject: Financial Results for the Half Year ended December 31, 2009**

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on February 25, 2010 at 03:00 PM at registered office located at 3<sup>rd</sup> Floor IEP Building, 97 B/D-I, Gulberg III, Lahore, recommended the following:

**i. CASH DIVIDEND**

An Interim Cash Dividend for the half year ended December 31, 2009 at Rs. Nil per share i.e. Nil%. This is in addition to Interim Dividend already paid at Rs. Nil per share i.e. Nil%.

**And / Or**

**ii. BONUS SHARES**

It has been recommended by the Board of Directors to issue Interim Bonus shares in proportion of Nil share for every Nil share held i.e. Nil%. This is in addition to the Interim Bonus Shares already issued @ Nil%.

**And / Or**

**iii. RIGHT SHARES**

The Board has recommended to issue Nil% Right Shares at par/ at a discount/ premium of Rs. Nil per share in proportion of Nil share for every Nil share. The entitlement of right shares being declared simultaneously will be/will not be applicable on Bonus Shares as declared above.

**And / Or**

**iv. ANY OTHER ENTITLEMENT Nil**

The financial results of the Company are as follows:

Description	December 31, 2009	December 31, 2008	Oct – Dec 2009	Oct – Dec 2008
	Rupees	Rupees	Rupees	Rupees
	(Reviewed)	(Reviewed)	(Un audited)	(Un audited)
Sales	1,223,770,726	1,338,531,977	600,531,179	604,066,449
Cost of Sales	1,075,091,935	1,138,631,509	523,220,255	519,359,634
Gross Profit	148,678,791	199,900,468	77,310,924	84,706,815
Operating Expenses (Admin & Selling etc.)	41,107,912	55,487,812	20,308,050	28,566,636
Other operating Income/(Loss)	1,923,935	1,898,220	(30,412)	2,742,260
Other operating expenses	709,430	1,090,331	350,330	535,614
Operating Profit	108,785,384	145,220,545	56,622,132	58,346,825
Financial & Other charges	135,876,999	212,889,645	63,444,843	83,629,080
Profit/(Loss) before tax	(27,091,615)	(67,669,100)	(6,822,711)	(25,282,255)
Provision for tax	(1,387,355)	(1,062,212)	(805,749)	(4,027,895)
Profit/(Loss) after tax	(25,704,260)	(66,606,888)	(6,016,962)	(21,254,360)
Un-appropriated profit brought forward	(263,638,176)	(139,168,390)	(277,677,282)	(184,520,918)
Current year incremental depreciation -- net of tax	11,259,548	12,566,317	5,611,355	12,566,317
Appropriation	0	0	0	0
Un-appropriated profit/(loss) carried forward	(278,082,888)	(193,208,961)	(278,082,888)	(193,208,961)
<b>Earning per share</b>	<b>(0.43)</b>	<b>(1.12)</b>	<b>(0.10)</b>	<b>(0.36)</b>

**v. OTHER INFORMATION :**

During the year under review, the company has finalized rescheduling / restructuring agreements of its long term loans with the Bank Of Punjab, National Bank Of Pakistan and Faysal Bank Limited.

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

Yours faithfully,  
for Zephyr Textiles Limited

**NAVEED ALEEM**

Company Secretary

Lahore

February 25, 2010