



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/10

Date : 28-10-2010

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

Fax # 111-573-329

Subject: **FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2010**

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 Thursday, October 28, 2010 recommended the following:

- | | |
|--------------------------|---|
| (i) CASH DIVIDEND - NIL | (iv) ANY OTHER ENTITLEMENT/
CORPORATE ACTION - NIL |
| (ii) BONUS SHARES - NIL | (v) ANY OTHER PRICE -SENSITIVE
INFORMATION - NIL |
| (iii) RIGHT SHARES - NIL | |

The financial results of the Company are as follows:

	(RUPEES IN THOUSAND)	
	30-Sep. 2010	30-Sep. 2009
SALES	854,927	377,325
COST OF SALES	749,542	333,569
GROSS PROFIT	105,385	43,756
DISTRIBUTION COST	28,220	16,751
ADMINISTRATIVE EXPENSES	7,396	5,428
OTHER OPERATING EXPENSES	3,622	268
	39,238	22,447
PROFIT FROM OPERATIONS	66,147	21,309
FINANCE COST	17,273	16,221
PROFIT BEFORE TAXATION	48,874	5,088
PROVISION FOR TAXATION	(8,551)	(3,554)
PROFIT AFTER TAXATION	40,323	1,534
EARNINGS PER SHARE – BASIC AND DILUTED (RUPEES)	1.29	0.05

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

Yours faithfully,
for SARGODHA SPINNING MILLS LIMITED

Farrukh Naseem

(Mian Farrukh Naseem)
Chief Executive