



Sargodha Spinning Mills Limited

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Ref : SSM/KSE/11

Date : 25-02-2011

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

Fax # 111-573-329

Subject: **FINANCIAL RESULTS FOR THE HALF YEAR ENDED DECEMBER 31, 2010**

Dear Sir,

We have to inform you that the Board of Directors of our company in their Meeting held at 11:00 a.m on Friday, February 25, 2011 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)			
	Half year ended		Quarter ended	
	31 Dec. 2010	31 Dec. 2009	31 Dec. 2010	31 Dec. 2009
SALES	1,788,417	849,530	933,490	472,205
COST OF SALES	(1,608,154)	(753,979)	(858,612)	(420,410)
GROSS PROFIT	180,263	95,551	74,878	51,795
DISTRIBUTION COST	(50,603)	(34,839)	(22,383)	(18,088)
ADMINISTRATIVE EXPENSES	(15,635)	(11,795)	(8,239)	(6,367)
OTHER OPERATING EXPENSES	(5,177)	(885)	(1,555)	(617)
	(71,415)	(47,519)	(32,177)	(25,072)
	108,848	48,032	42,701	26,723
OTHER OPERATING INCOME	4,184	16	4,184	16
PROFIT FROM OPERATIONS	113,032	48,048	46,885	26,739
FINANCE COST	(43,509)	(36,112)	(26,236)	(19,891)
PROFIT BEFORE TAXATION	69,523	11,936	20,649	6,848
PROVISION FOR TAXATION	(17,685)	(7,159)	(9,134)	(3,605)
PROFIT AFTER TAXATION	51,838	4,777	11,515	3,243
EARNING PER SHARE - BASIC & DILUTED (RUPEES)	1.66	0.15	0.37	0.10

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

Director

MILLS:

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