

Reproduced hereunder the contents of letter dated October 01, 2007 received from USMAN TEXTILE MILLS LIMITED, for information of members of the Exchange.

**USMAN TEXTILE MILLS LIMITED**

The Secretary  
Karachi Stock Exchange (G) Ltd  
Stock Exchange Building  
**KARACHI**

Fax # 2437580 - 2415763

October 1, 2007

**ANNOUNCEMENT USMAN TEXTILE MILLS LIMITED - YEAR ENDED JUNE 30, 2007**

Dear Sir,

The Board of Directors of USMAN TEXTILE MILLS LIMITED in their meeting held on October 1, 2007, have approved the Yearly Accounts of the Company for the Year ended June 30, 2007

(1) Cash Dividend	:	Nil
(2) Bonus Issue	:	Nil
(3) Right Shares	:	Nil
(4) Any Other Entitlement	:	Nil
(5) Any Other Price-sensitive Information	:	

The Board of Directors has approved the merger of Usman Textile Mills Limited and Liley International (Private) Limited, subject to terms and conditions to be finalized between the two companies and approval of shareholders and other regulatory authorities. It may be noted that neither the structure of the merger nor the terms of the merger (including the swap ration) have been agreed upon at present.

The financial results for the year ended June 30, 2007 are as under :-

	Year Ended June 30, 2007	Year Ended June 30, 2006
----- ( Rupees) -----		
<b>OPERATING INCOME</b>		
Brokerage Income - Net	12,974,861	12,967,233
<b>OPERATING AND ADMINISTRATIVE EXPENSES</b>	<u>(580,322)</u>	<u>(113,700)</u>
Operating Profit / (loss)	12,394,339	12,853,533
<b>OTHER LOSS</b>	<u>(4,225,955)</u>	<u>-</u>
<b>(LOSS) / PROFIT BEFORE TAXATION</b>	8,168,384	12,853,533
Taxation	<u>(4,338,019)</u>	<u>(4,466,737)</u>
<b>(LOSS) / PROFIT AFTER TAXATION</b>	<u>3,830,365</u>	<u>8,354,796</u>
Basic (Loss) / Earnings per share	<u>1.03</u>	<u>2.24</u>
		<u>2.24</u>

Thanking you

Yours Truly

*Haroon Shekha*  
Haroon Shekha  
Company Secretary