



ZAHIDJEE TEXTILE MILLS LTD.

ANNOUNCEMENT

February 28, 2008

ZTM/134/08

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

Dear Sir,

Subject: Financial Results For The Half Year Ended December 31, 2007

This is to inform you that the Board of Directors of our company in their meeting held on Thursday February 28, 2008 at 3:00 P.M at the registered office of the Company, recommended the following:

CASH DIVIDEND/ BONUS SHARES/ RIGHT SHARES /OTHER ENTITLEMENT
-NIL-

The Financial results of the company are as follows:

	Half Year Jul-Dec 2007 Rupees	Half Year Jul-Dec 2006 Rupees
Sales	869,297,844	289,196,447
Cost of sales	753,698,467	302,449,580
Gross profit/(loss)	115,599,377	(13,253,133)
Other operating income	5,508,689	177,873,596
	121,108,066	164,620,463
Distribution cost - freight	19,366,233	-
Administrative expenses	13,245,728	2,901,102
Other operating expenses	1,317,100	7,284,264
Finance cost	62,695,962	16,048,666
Share of loss of associate	6,142,188	-
	102,767,211	26,234,032
Profit before taxation	18,340,855	138,386,431
Provision for taxation	17,764,018	(8,816,230)
Profit for the period	576,837	147,202,661
Earnings per share - Basic	0.02	13.37

Results of Half year December 31, 2007 are after merger of Zahidjee Fabrics Limited into Zahidjee Textile Mills Limited

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

Yours faithfully,

Shahab-Ul-Din Khan
(Company Secretary)