



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, 2010

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on February 25, 2011 at 03:00 PM at registered office located at 3rd 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, 2010 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, 2010 Rupees (Reviewed)	December 31, 2009 Rupees (Reviewed)	Oct – Dec 2010 Rupees (Un audited)	Oct – Dec 2009 Rupees (Un audited)
Sales	1,849,141,599	1,223,770,726	895,024,037	600,531,179
Cost of Sales	1,640,213,423	1,075,091,935	780,887,320	523,220,255
Gross Profit	208,928,176	148,678,791	114,136,717	77,310,924
Operating Expenses (Admin & Selling etc.)	48,954,303	41,107,912	23,539,454	20,308,050
Other operating Income/(Loss)	3,469,776	1,923,935	1,963,852	(30,412)
Other operating expenses	707,271	709,430	265,735	350,330
Operating Profit	162,736,378	108,785,384	90,331,528	56,622,132
Financial & Other charges	131,836,491	135,876,999	74,710,522	63,444,843
Profit/(Loss) before tax	30,899,888	(27,091,614)	17,584,858	(6,822,711)
Provision for tax	(13,111,149)	(1,387,355)	(10,930,705)	(805,749)
Profit/(Loss) after tax	17,788,739	(25,704,260)	6,654,153	(6,016,962)
Un-appropriated profit brought forward	(302,633,449)	(263,638,176)	(302,633,449)	(277,677,282)
Current year incremental depreciation -- net of tax	10,148,006	11,259,548	5,074,003	5,611,355
Appropriation	0	0	0	0
Un-appropriated profit/(loss) carried forward	(274,696,704)	(278,082,888)	(286,424,861)	(278,082,888)
Earning per share	0.30	(0.43)	0.11	(0.10)

v. OTHER INFORMATION :

Nil

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