COLONY

Colony Mills Limited

The General Manager,

Karachi Stock Exchange (Gurantee) Ltd.,

Stock Exchange Building, Stock Exchange Road,

Karachi.

Ref.#:CML/Corp/ 'February 28, 2011

Dear Sir,

We have to inform you that the Board of Directors in their meeting held at 10:30 a.m. on Monday, February 28, 2011 has approved the Accounts for the Half Year ended December 31, 2010.

The Company has not recommended any Cash dividend, Bonus/Right Shares for the said period.

The financial results of the company are as follows:

	Six months Ended		Three months Ended	
	December 31, 2010	December 31, 2009	December 31, 2010	December 31, 2009
	Rupees in '000'		Rupees in '000'	
Sales - Net	6,588,578	4,802,615	4,151,831	2,544,216
Cost of goods sold	(5,544,894)	(4,149,442)	(3,520,306)	(2,243,322)
Gross Profit	1,043,684	653,173	631,525	300,894
Other operating Income	87,277	49,191	58,776	35,647
	1,130,961	702,364	690,301	336,541
Selling and distribution expenses	(82,738)	(113,980)	(44,870)	(50,094)
Administrative expenses	(59,090)	(48,896)	(30,406)	(26,198)
Other operating Expenses	(11,441)	(244,331)	(11,441)	(170,007)
Finance Cost	(742,618)	(451,382)	(451,165)	(190,607)
	(895,887)	(858,389)	(537,882)	(436,906)
Profit / (Loss) before taxation	235,074	(156,025)	152,419	(100,365)
Taxation	(96,789)	(24,062)	(72,384)	(12,755)
Profit / (Loss) after taxation	138,285	(180,087)	80,035	(113,120)
Other comprehensive Inome	(101)	(91)	(101)	(91)
Total comprehensive Inome / (Loss)	138,184	(180,178)	79,934	(113,211)
EARNINGS/(LOSS) PER SHARE - BASIC & DILUTED	0.57	(0.74)	0.33	(0.46)

Further, the Board has also approved the merger of Colony Mills Limited and Colony Industries (Pvt.) Limited with and into Colony Textile Mills Limited subject to requisite approvals.

We will be sending you 300 copies of Printed Accounts for distribution amongst the members of the exchange.

Thanking you.

for Colony Mills Limited

Company Secretary

Ismail Aiwan-e-Science, Shahrah-e-Jalaluddin Roomi, Lahore-54600 Pakistan.

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