

**CHERAT PAPERSACK LIMITED**

MODERN MOTORS HOUSE, BEAUMONT ROAD, KARACHI-75530, PAKISTAN.

UAN : (9221) 111-000-009

TEL : (9221) 35683566 - 35683567 - 35688348 - 35689538

FAX : (9221) 35683425

E-MAIL: cherat@gfg.com.pk

WEB : www.cheratpapersack.com

Ghulam Faruque
Group

CPL/AMF/457

February 22, 2009

i) The General Manager

Karachi Stock Exchange (Guarantee) Ltd.

Fax: 111-573-329

ii) The Secretary

Lahore Stock Exchange (Guarantee) Ltd.

Fax: 042 - 111-441-441

Dear Sirs,

Financial Results for the half-year ended December 31, 2009

We have to inform you that the Board of Directors of the company in its meeting held on Monday, February 22, 2010 at 11:00 a.m. at the Head Office of the Company at Modern Motors House, Beaumont Road, Karachi, has recommended the following:

- | | | |
|-------|----------------------|-----|
| (i) | <u>Cash Dividend</u> | Nil |
| (ii) | <u>Bonus Issue</u> | Nil |
| (iii) | <u>Right Issue</u> | Nil |

The financial results of the Company are as follows:

	Half-year ended		Quarter ended	
	December 31, 2009	December 31, 2008	December 31, 2009	December 31, 2008
	(Rupees '000)			
Turnover – net	900,025	900,831	417,650	449,411
Cost of sales	(842,839)	(823,983)	(388,028)	(409,653)
Gross profit	57,186	76,848	29,622	39,758
Distribution costs	(11,194)	(9,869)	(6,181)	(4,942)
Administrative expenses	(7,751)	(6,369)	(4,293)	(3,647)
Other operating expenses	(436)	(612)	(97)	(288)
	(19,381)	(16,850)	(10,571)	(8,877)
Other operating income	1,674	4,949	1,351	2,510
Operating profit	39,479	64,947	20,402	33,391
Finance cost	(69,293)	(89,288)	(35,097)	(58,846)
Loss before taxation	(29,814)	(24,341)	(14,695)	(25,455)
Taxation				
Current	(4,506)	-	(2,093)	147
Deferred	14,804	9,833	7,099	9,374
	10,298	9,833	5,006	9,521
Loss after taxation	(19,516)	(14,508)	(9,689)	(15,934)
Loss per share – basic and diluted	Rs. (2.13)	Rs. (1.58)	Rs. (1.06)	Rs. (1.74)

We will be sending you copies of printed accounts for distribution amongst the members of the Exchange.

Yours sincerely,

For Cherat Papersack Ltd.

Amer Faruque
Chief Executive

