COLONY

Colony Sugar Mills Limited

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

Ref. #: CSM-KSE/11/1226 **May 28, 2011**

SUBJECT: DECLARATION OF FINANCIAL RESULTS FOR THE HALF YEAR ENDED MARCH 31, 2011

Dear Sir

We have to inform you that Board of Directors of the company declared following financial results for the half year ended March 31, 2011 in their meeting held on Saturday, May 28, 2011 at 11.30 a.m. at Ismail Alwan-e-Science Building, 205-Ferozepur Road, Lahore:

	Half Year Ended March 31		**Second quarter ended March 31**	
	2011	**2010**	**2011**	**2010**
	Rupees in thousand			
Sales – net	3,521,086	1,963,274	2,606,752	658,103
Cost of sales	3,095,283	1,752,607	2,374,089	645,375
Gross Profit	425,803	210,667	232,663	12,728
Operating expenses				
Administrative & general exp.	58,286	48,874	32,643	25,216
Distribution & marketing exp.	79,114	36,244	34,500	26,155
	137,400	85,118	67,143	51,371
	288,403	125,549	165,520	(38,643)
Other operating income	5,063	3,372	4,998	1,010
Operating profit / (loss)	293,466	128,921	170,518	(37,633)
Finance Cost	219,419	201,030	116,478	100,826
Workers' profit participation fund	3,702	-	2,702	(3,318)
	223,121	201,030	119,180	97,508
Profit / (loss) before taxation	70,345	(72,109)	51,338	(135,141)
Provision for taxation	38,227	(9,471)	29,031	(17,100)
Profit / (loss) for the period	**32,118**	**(62,638)**	**22,307**	**(118,041)**
Earnings/(Loss) per share – basic (Rupees)	**0.32**	**(0.63)**	**0.23**	**(1.19)**

Directors have not recommended Cash dividend, Bonus/Right shares.

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

Yours truly

Abdul Mansoor Khan
Company Secretary

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