DEWAN FAROOQUE SPINNING MILLS LIMITED

Registered Office : Finance & Trade Centre (FTC), 7th Floor, Block-A, Shahra-e-Faisal, Karachi-Pakistan.
UAN : (92-21) 111-364-111, Fax : (92-21) 5630860, Web : www.dewangroup.com.pk

October 30, 2010

FORM-3

The General Manager
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building, Stock Exchange Road
Karachi, Pakistan. Fax No.: (+92 21) 111573329

Subject: ***Financial Results for the First Quarter ended September 30, 2010***

Dear Sirs,

We have to inform you that the Board of Directors of our Company in their meeting held on October 30, 2010 at 03:30 pm at Karachi, Pakistan, recommended the following:

(i) **CASH DIVIDEND**	Nil
AND/OR	
(ii) **BONUS SHARES**	Nil
AND/OR	
(iii) **RIGHT SHARES**	Nil
AND/OR	
(iv) **ANY OTHER ENTITLEMENT/CORPORATE ACTION**	Nil
AND/OR	
(v) **ANY OTHER PRICE-SENSITIVE INFORMATION**	Nil

The un-audited financial results of the Company for the First Quarter ended September 30, 2010, are as follows:

	July 1, 2010 to Sep 30, 2010	July 1, 2009 to Sep 30, 2009
	(Rupees)	
SALES - NET	**398,320,884**	255,266,698
COST OF SALES	**355,512,038**	244,427,706
GROSS PROFIT	**42,808,846**	10,838,992
OPERATING EXPENSES		
Administrative expenses	**4,242,692**	1,769,083
Selling and distribution expenses	**5,463,114**	10,848,845
	9,705,806	12,617,928
OPERATING PROFIT / (LOSS)	**33,103,040**	(1,778,936)
Other Income	**96,945**	607,909
	33,199,985	(1,171,027)
OTHER CHARGES		
Finance cost	**61,133**	34,906,678
Worker's Profit Participation Fund	**1,656,943**	-
	1,718,076	34,906,678
PROFIT/ (LOSS) BEFORE TAXATION	**31,481,909**	(36,077,705)
TAXATION		
Current	**3,995,933**	1,015,042
Deferred	**8,995,018**	(1,059,038)
	12,990,951	(43,996)
PROFIT/ (LOSS) AFTER TAXATION	**18,490,958**	(36,033,709)
Basic earnings/ (loss) per share	**0.31**	(0.60)