



DEWAN FAROOQUE SPINNING MILLS LIMITED

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

FORM-3

February 18, 2011

The General Manager
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building, Stock Exchange Road
Karachi, Pakistan. Fax No.: (+92 21) 111 537 329

Subject: **Financial Results for the Half Yearly, un-audited, condensed Interim Financial Statements of the Company for the period ended December 31, 2010**

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on Friday, February 18, 2011 at 06:00 p.m. at Karachi, recommended the following:

(i) **CASH DIVIDEND**

AND/OR

(ii) **BONUS SHARES**

AND/OR

(iii) **RIGHT SHARES**

AND/OR

(iv) **ANY OTHER ENTITLEMENT/CORPORATE ACTION**

AND/OR

(v) **ANY OTHER PRICE-SENSITIVE INFORMATION**

Nil

Nil

Nil

Nil

Nil

The Half Yearly, un-audited, condensed Interim Financial Statements of the Company for the period ended December 31, 2010, are as follows:

	Half year ended		Quarter ended	
	July 2010 to Dec 2010	July 2009 to Dec 2009	Oct 2010 to Dec 2010	Oct 2009 to Dec 2009
	(Rupees)			
SALES (NET)	878,218,400	585,851,117	479,897,516	330,584,419
COST OF SALES	781,196,161	543,211,415	425,684,123	298,783,709
GROSS PROFIT	97,022,239	42,639,702	54,213,393	31,800,710
OPERATING EXPENSES				
Administrative expenses	7,421,030	3,709,326	3,178,338	1,940,243
Selling and distribution expenses	15,801,856	23,906,605	10,338,742	13,057,760
	23,222,886	27,615,931	13,517,080	14,998,003
OPERATING PROFIT	73,799,353	15,023,771	40,696,313	16,802,707
Other Income	755,682	2,474,894	658,737	1,866,985
	74,555,035	17,498,665	41,355,050	18,669,692
OTHER CHARGES				
Finance cost	403,173	11,741,136	342,040	4,270,665
Workers' Profits Participation Fund	3,707,593	-	2,050,650	-
	4,110,766	11,741,136	2,392,690	4,270,665
PROFIT BEFORE TAXATION	70,444,269	5,757,529	38,962,360	14,399,027
TAXATION				
Current	8,872,066	1,751,392	4,876,133	736,350
Deferred	38,902,820	(3,677,090)	29,907,802	(2,618,052)
	47,774,886	(1,925,698)	34,783,935	(1,881,702)
PROFIT AFTER TAXATION	22,669,383	7,683,227	4,178,425	16,280,729
Basic earnings per share (Rupees)	0.38	0.13	0.07	0.27