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

September 30, 2011

FORM-3

The General Manager
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building, Stock Exchange Road
Karachi, Pakistan. Fax No.: (+92 21) 111 573 329

Subject: **Financial Results for the year ended June 30, 2011**

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on September 30, 2011 at 08:00 pm at 7th Floor, Block-A, Finance & Trade Centre, Shahrah-e-Faisal, 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 financial results of the Company are as follows:

	2011	2010
	(Rupees)	
SALES & SERVICES (NET)	**1,736,128,163**	1,247,720,024
COST OF SALES	**1,701,575,490**	1,108,768,455
GROSS PROFIT	**34,552,673**	138,951,569
OPERATING EXPENSES		
Administrative and general expenses	**23,690,207**	11,880,483
Selling and distribution expenses	**25,318,402**	27,182,675
	49,008,609	39,063,158
	(14,455,936)	99,888,411
OTHER INCOME	**802,120**	3,573,297
	(13,653,816)	103,461,708
OTHER CHARGES		
Finance cost	**3,288,036**	13,496,994
Workers' Profit Participation Fund	-	4,324,571
	3,288,036	17,821,565
(LOSS) / PROFIT BEFORE TAXATION	**(16,941,852)**	85,640,143
TAXATION		
Current year	**17,911,166**	5,387,986
Deferred	**38,902,820**	4,588,150
	56,813,986	9,976,136
(LOSS) / PROFIT AFTER TAXATION	**(73,755,838)**	75,664,007
(Loss) / earnings per share - Basic	**(1.05)**	1.26