# Descon Oxychem Limited

October 13, 2010

The General Manager
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building
Stock Exchange Road,
Karachi-74000

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

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on Wednesday, October 13, 2010 at 2:30 PM. have recommended the following financial results of the Company.

| | July to September 2010 | July to September 2009 |
|---|---|---|
| | Rs. '000' | Rs. '000' |
| Sales – net | 294,502 | 200,913 |
| Cost of sales | (220,918) | (174,795) |
| **Gross Profit** | 73,584 | 26,118 |
| Operating expenses: | | |
| - Distribution costs | (18,890) | (10,952) |
| - Administrative expenses | (9,023) | (12,379) |
| | (27,913) | (23,331) |
| **Operating Profit/(Loss)** | 45,671 | 2,787 |
| Finance cost | (85,525) | (76,065) |
| Other income | 1,394 | - |
| | (84,131) | (76,065) |
| **Profit/(Loss) before Taxation** | (38,460) | (73,278) |
| Taxation | (2,973) | (1,005) |
| **Profit/(Loss) after Taxation** | (41,433) | (74,283) |
| **Accumulated Loss Brought Forward** | (465,256) | (175,845) |
| **Accumulated Loss Carried to Balance Sheet** | (506,689) | (250,128) |
| **Earnings per Share - Basic** | (0.41) | (0.73) |