

February 27, 2017

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building Stock Exchange Road Karachi.

Subject: **Financial Results for the Half Year Ended December 31, 2016**

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on February 27, 2017 at 4:30 p.m., at Pakistan Society for Training and Development, Plot # TC-3, 34th Street off Khayaban e Seher Phase V (Extension), Defense Housing Authority, Karachi 75500, recommended the following.

1. CASH DIVIDEND

A final Cash Dividend for the half year ended December 31, 2016 at Rs. Nil per share i.e. Nil %. This is in addition to Interim Dividend(s) already paid at Rs. Nil per share i.e. Nil %.

2. BONUS SHARES

It has been recommended by the Board of Directors to issue Bonus Shares in the proportion of Nil share(s) for every Nil share(s) held i.e. Nil %. This is in addition to the Interim Bonus Shares already issued @ Nil %.

AND/OR

3. RIGHT SHARES

The Board has recommended to issue Nil % Right Shares at par/at a discount/premium of Rs. Nil per share in proportion of Nil share(s) for every Nil share(s). The entitlement of right shares being declared simultaneously will be/will not be applicable on Bonus Shares as declared above.

AND/OR

4. ANY OTHER ENTITLEMENT/CORPORATE ACTION Nil

5. ANY OTHER PRICE-SENSITIVE INFORMATION Nil

The financial results of the Company are attached.

Observation by the auditors

“Without qualifying our opinion on this point, we draw attention to

- Note 10 to interim financial statements which described the company's arrangement of Restructured Term Finance Facility as Syndicated Loan. All the syndicated loan except Pak Kuwait Investment Company (Private) Limited have signed the rescheduling and restructuring agreement.
- Note 7 to the interim financial statement regarding advances included in “Capital Work in Progress” which were reported by auditor last year as unsubstantiated due to lack of evidence – out of these Rs. 213 million have been received and adjusted, and management is pursuing the remaining amount.

Yours sincerely

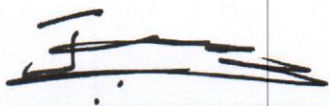

Zia ur Rahim Khan
Company Secretary

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DOST STEELS LIMITED
Condensed Interim Profit And Loss Account (Unaudited)
For The Half Year Ended December 31, 2016

	<i>Half Year Ended</i>		<i>Quarter Ended</i>	
	<i>December 31, 2016</i>	<i>December 31, 2015</i>	<i>December 31, 2016</i>	<i>December 31, 2015</i>
	-----Rupees-----			
Administrative expenses	(59,742,294)	(19,726,055)	(50,798,381)	(16,921,636)
Finance cost	(67,482)	(58,216)	(50,586)	(58,216)
Other income /(loss)	5,619,964	57,006	2,295,166	39,079
Loss before taxation	(54,189,812)	(19,727,265)	(48,553,801)	(16,940,773)
Taxation	-	-	-	-
Loss after taxation	(54,189,812)	(19,727,265)	(48,553,801)	(16,940,773)
		<i>(Restated)</i>		<i>(Restated)</i>
Loss per share-basic & diluted	(0.38)	(0.15)	(0.31)	(0.13)

The annexed notes 01 to 14 form an integral part of these financial statements.


Chief Executive


Director

