DEWAN AUTOMOTIVE ENGINEERING LIMITED

April 27, 2018 **FORM-3**

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

Subject: **Financial Results for the Half Yearly, un-audited, condensed interim Financial Statements of the Company for the period ended December 31, 2017**

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on Friday, April 27, 2018 at 05:30 p.m. at Karachi, 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 Half Yearly, un-audited, condensed interim Financial Statements of the Company for the period ended December 31, 2017, are as follows:

	Half Year Ended		Quarter Ended	
	31 December 2017	31 December 2016	31 December 2017	31 December 2016
	------- (Rupees in '000) -------		------- (Rupees in '000) -------	
Sales - Net	110	--	110	--
Cost of sales	(14,472)	(17,696)	(7,672)	(8,711)
Gross loss	(14,362)	(17,696)	(7,562)	(8,711)
Operating expenses				
Distribution expenses	(225)	(247)	(113)	(123)
Administrative expenses	(1,347)	(2,065)	(798)	(1,015)
Other expenses	--	--	(911)	(1,138)
	(1,572)	(2,312)	(1,822)	(2,276)
Operating loss	(15,934)	(20,008)	(9,384)	(10,987)
Other income	11	8	10	8
Finance cost	(10,988)	(5,529)	(8,196)	(2,781)
Loss before taxation	(26,911)	(25,529)	(17,570)	(13,760)
Deferred taxation	2,186	1,276	1,619	638
Loss after taxation	**(24,725)**	**(24,253)**	**(15,951)**	**(13,122)**
Loss per share - Basic and diluted	(1.16)	(1.13)	(0.75)	(0.61)

The auditors have given adverse conclusion on inappropriate going concern assumption, non-provisioning of markup and non-compliance of IAS-149 in respect of liability for gratuity.

We will be sending you 200 copies of printed accounts for distribution amongst the members of the Exchange.

Yours faithfully,

Muhammad Naeemuddin Malilk
Director & Company Secretary

Syed Maqbool Ali
Director