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FSML
FARAN
Sugar Mills Ltd.

Ref: CGL/172/01-13
Date: January 28, 2013

The General Manager
Karachi Stock Exchange (Guarantee) Ltd.
Stock Exchange Building
Stock Exchange Road
Karachi.

Sub: **FINANCIAL RESULT FOR THE 1st QUARTER ENDED 31st DECEMBER 2012**

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on 29th January, 2013 at 4:00 P.M. at our registered office of the Company, 2nd Floor Bank House No. 1, Habib Square, M.A. Jinnah Road, Karachi recommended the following:

(i) **Cash Dividend** NIL

(ii) **Bonus Issue** NIL

(iii) **Right Issue** NIL

The financial results of the Company are as follows:

	Dec 31 - 2012	Dec 31 - 2011
	Rupees	
Sales - net	774,191,027	1,615,527,630
Cost of sales	(740,930,662)	(1,547,273,026)
Gross profit	33,260,365	68,254,604
Operating expenses		
Administrative expenses	(17,113,118)	(15,860,146)
Selling & Distribution cost	(13,272,592)	(717,195)
Operating profit	2,874,655	51,677,263
Other charges	(1,675,236)	(3,856,996)
Other income	4,037,383	10,785,203
	5,236,802	58,605,470
Share in profit of associate - net	55,133,333	11,769,667
	60,370,135	70,375,137
Finance cost	(7,990,622)	(7,830,756)
Profit before tax	52,379,513	62,544,381
Taxation	(5,752,896)	(16,265,844)
Profit after tax	46,626,617	46,278,537
Earnings per share - *basic and diluted*	2.15	2.14

We will send you 300 copies of printed accounts for distribution among the members of the Exchange in due course of time.

Yours sincerely,

For **Faran Sugar Mills Limited**

Muhammad Ayub
CFO & Company Secretary