

**Ittefaq**

KHALID SIRAJ TEXTILE MILLS LTD.

467-M Block Model Town Extension, Lahore - Pakistan.

Tel : 042-35201981-86 Fax : 042- 35201500

KSTMI.

October 25, 2010

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

Fax # 021-111-573-329

Dear Sir,

SUB: FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2010

We have to inform you that the Board of Directors of our company in their meeting held on 25th October, 2010 at 9:00 a.m. at Lahore recommended the following:

- | | |
|--|-----|
| (i) CASH DIVIDEND | NIL |
| (ii) BONUS SHARES | NIL |
| (iii) RIGHT SHARES | NIL |
| (iv) ANY OTHER ENTITLEMENT /CORPORATE ACTION | NIL |
| (v) ANY OTHER PRICE SENSITIVE INFORMATION | NIL |

THE FINANCIAL RESULTS OF THE COMPANY ARE AS FOLLOWS:-

	September 30, 2010 Rupees	September 30, 2009 Rupees
Sales	244,862,046	92,609,573
Cost of Sales	247,725,799	97,979,615
Gross Loss	(2,863,753)	(5,370,042)
Administration and Selling Expenses	4,527,761	2,239,601
Operating Loss	(7,391,514)	(7,609,643)
Financial Charges	2,582,882	2,550,121
Loss before taxation	(9,974,396)	(10,159,764)
Taxation - Current	(2,453,746)	(464,050)
Loss after Taxation	(12,428,142)	(10,623,814)
Accumulated Loss brought forward	(88,737,847)	(122,322,404)
Amount of incremental depreciation charged in current period arising due to surplus on revaluation of fixed assets transferred to Unappropriated profit	6,993,591	7,274,977
Unappropriated Loss carried forward to balance sheet	(94,172,398)	(125,671,241)
Earning per share	(1.16)	(0.99)

The Company has declared the "Closed Period" from 18th to 25th October, 2010 as required under Clause (xxvi) of the Code of Corporate Governance contained in the Listing Regulation No. 37 of the Exchange. Accordingly, no Director, CEO or Executive shall, directly / indirectly, deal in the shares of the Company in any manner during the Closed Period.

We will be sending you 300 copies of printed accounts for distribution amongst the members of the Exchange.

Yours sincerely,
For Khalid Siraj Textile Mills Limited

[Signature]
HAJI TARIQ SAMAD
Company Secretary