PAKISTAN TOBACCO COMPANY

60 Years of Excellence

21[st] October, 2008

Evacuee Trust Complex
Agha Khan Road, Sector F-5/1
P.O. Box 2549
Islamabad - 44000

Tel: + 92 (51) 2083200-01
Fax: + 92 (51) 2278376-81

Deputy General Manager
Trading and Member Affairs Department
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building
Stock Exchange Road
Fax No: 021-111-573-329
Karachi

Dear Sir,

Financial Results for the Nine months ended, 30th September, 2008

We have to inform you that the Board of Directors of our Company in their meeting held on 21[st] October, 2008 at 9.30 a.m. at Lahore recommended the following:

Cash Dividend:

Third Interim Dividend for the financial year ending 31[st] December, 2008 at Rupees 2.00 per share i.e. 20 %. This is in addition to two Interim Dividends already paid at Rs.3.75 per share i.e. 37.50%.
The financial results of the Company are as follows:

(Rs 000s)

	Quarter ended		Nine months ended	
	Sep 30, 2008	Sep 30, 2007	Sep 30, 2008	Sep 30, 2007
GROSS TURNOVER	11,044,685	9,203,602	35,523,484	30,316,083
Sales tax	1,579,719	1,246,836	4,894,146	4,104,115
Turnover – net of sales tax	9,464,966	7,956,766	30,629,338	26,211,968
Cost of sales	7,827,360	6,521,643	25,180,743	21,296,130
GROSS PROFIT	1,637,606	1,435,123	5,448,595	4,915,838
Marketing and distribution expenses	484,583	373,814	1,233,884	1,101,010
Administrative expenses	299,445	141,248	748,771	526,672
	784,028	515,062	1,982,655	1,627,682
OPERATING PROFIT	853,578	920,061	3,465,940	3,288,156
Other income	28,557	14,471	79,524	42,306
Other expenses	109,566	62,608	307,444	222,597
	772,569	871,924	3,238,020	3,107,865
Finance cost	14,220	9,312	37,324	41,529
PROFIT BEFORE TAXATION	758,349	862,612	3,200,696	3,066,336
Taxation - Current	202,660	280,479	1,051,824	998,013
- Deferred	62,021	21,308	67,301	75,904
	264,681	301,787	1,119,125	1,073,917