Paramount Spinning Mills Limited

1st Floor, Garden Heights, 8-Aibak Block, New Garden Town, Lahore, Pakistan.
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October 09, 2014

The General Manager
Karachi Stock Exchange (G) Ltd
Stock Exchange Building
Stock Exchange Road
Karachi

SUB: FINANCIAL RESULTS FOR THE YEAR ENDED JUNE 30, 2014

Dear Sir

We have to inform you that the Board of Directors of our Company in their meeting held on Thursday, October 09, 2014 at 04:00 P.M. at the Lahore Office of the Company at 2nd Floor, Garden Heights, 8-Aibak Block, New Garden Town, Lahore, recommend the following:

(i)	**CASH DIVIDEND**	**NIL**
(ii)	**BONUS SHARES**	**NIL**
(iii)	**RIGHT SHARES**	**NIL**

The Financial Results of the Company are as follows:

	Paramount spinning Mills Limited	
		RE-STATED
	30-Jun-14 RUPEES	30-Jun-13 RUPEES
Sales - net	2,434,279,113	2,531,006,999
Cost of sales	2,929,217,836	2,660,463,681
Gross (Loss)/Profit	(494,938,723)	(129,456,682)
Selling and distribution expenses	68,929,828	101,268,951
Administrative and general expenses	96,813,702	106,284,832
Net other income	(795,804,466)	(129,285,204)
Operating (loss) / profit	136,122,213	(207,725,261)
Finance cost	30,821,208	58,949,416
Share of (loss) / profit of associated companies	(14,786,354)	(180,279,619)
(Loss)/Profit before Taxation	90,514,651	(446,954,296)
Taxation	19,628,835	44,673,497
(Loss)/Profit after taxation	70,885,816	(491,627,793)
(Loss)/Earnings per share	4.09	(28.33)

The auditors have mentioned observation on the following matters :

Due to net losses, net current liablities position and uncertainty related to the outcome of the law suits filed against the company indicate existance of material uncertainty about its ablity to continue as a going concern. These financial statements have been prepared on going concern basis on the assumptions as detailed in financial statements.

Due to pending litigations in the court mark-up / interest has not been accrued and balance confirmation letters from financial institutions have not been received.

The Annual General Meeting of the Company will be held on Friday October 31, 2014 at 10.00 A.M. at Trading Hall, Karachi Cotton Association Building, I.I Chundrigar Road, Karachi

The Share Transfer Books of the Company will be closed from October 24, 2014 to October 31, 2014 (both days inclusive). Transfers received at the M/s Hameed Majeed Associates (Pvt) Limited, Karachi Chamber Hasrat Mohani road, Karachi at the close of business on October 23, 2014 will be treated in time.

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

Yours Faithfully,
For Paramount Spinning Mills Limited

Javaid Iqbal
COMPANY SECRETARY