THE KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED

KSE/N-2695 **N O T I C E** *May 02, 2011*

Reproduced hereunder letter received from ***REDCO TEXTILES LIMITED****, for information of Members of the Exchange.*
(Copy of the same is also available on our Website www.kse.com.pk).

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Redco Textiles Limited
ISO 9001: 2000

Directors' Report

Dear Shareholders,

We are pleased to present our quarterly report for your company's performance as at March 31, 2011. The nine months period incurred profit after tax of Rs 6.739 million, as compared to the previous corresponding nine months period profit of Rs 20.728 million.

The highlights of the nine months period include:

- An increase in sales revenue by 75 % to Rs 1.798 million.
- Decrease in gross profit from 5.81% to 3.74%
- Increase in financial charges by 1.3% to Rs 15 million from Rs 14 million last nine months.

The desirable performance of the company was mainly due to rising demand and high prices of yarn and fabric during the nine months period. Despite of the fact that cotton and yarn prices tend to increase very rapidly our company managed to earn operating profit of Rs 40.304 million.

Looking forward to further improve profitability so as to recover our accumulated losses and further improve our financial position.

We wish to place on record our appreciation for the dedication & hard work of the staff & members of the company.

For and on behalf of the Board,

Sarah Saif Khan
Chief Executive

REDCO TEXTILE LTD ISLAMABAD

Dated: April 29, 2011

CORPORATE ANNOUNCEMENT
2/5/2011
6:25
6:26

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