Shakarganj Limited
Management House, Toba Tek Singh Road, Jhang - 35200, Pakistan
Tel: (047) 763 1001 - 05 Fax: (047) 763 1011 URL: http://www.shakarganj.com.pk

SML/PSX/ March 2016
30 May 2016

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi

Dear Sir,

SUBJECT: FINANCIAL RESULTS FOR THE 2[ND] QUARTER AND SIX MONTHS PERIOD ENDED 31 MARCH 2016

We are pleased to inform you that the Board of Directors of Shakarganj Limited in their meeting held on 30 May 2016 at Faisalabad have considered and approved the financial results of Shakarganj Limited for the 2[nd] Quarter and Six Months period ended 31 March 2016 and the Board of Directors 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**

The financial results of the Company are attached herewith.

The auditors' review report contains the following observation:

"We draw attention to note 1.2 to the interim financial information, which highlights poor operational results of the Company primarily because of insufficient operational liquidity along-with the Company's inability to timely meet its obligation in respect of principal and markup repayments on borrowings from financial institutions. As at the reporting date, the current liabilities of the Company have exceeded its current assets by Rs. 3,926 million and accumulated losses stands at Rs. 1,959 million. These conditions along with other matters set forth in note 1.2 indicate the existence of material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. Our conclusion is not qualified in respect of this matter.

We will be sending you the copies of printed accounts for distribution amongst the members of the Exchange in due course of time.

Yours Sincerely,

Asif Ali
Company Secretary

Copy to: - **Corporate Supervision Department**
Securities and Exchange Commission of Pakistan
NIC Building, Jinnah Avenue
Blue Area
Islamabad

Shakarganj Limited

Condensed Interim Profit and Loss Account (Un-audited)

For the six months period ended 31 March 2016

	Note	Quarter ended 31 March 2016	Quarter ended 31 March 2015	Half year ended 31 March 2016	Half year ended 31 March 2015
		(Rupees in thousand)			
Sales	*15.1*	2,868,846	3,019,666	3,461,956	4,634,778
Cost of sales	*15.2*	(2,771,704)	(2,888,753)	(3,423,293)	(4,612,047)
Gross profit		97,142	130,913	38,663	22,731
Administrative expenses		(68,272)	(72,883)	(121,783)	(141,057)
Distribution and selling costs		(30,186)	(75,988)	(41,083)	(95,473)
Other operating expenses		(23,791)	(1,026)	(34,324)	(8,661)
Other income	*16*	112,259	11,305	310,064	107,062
Profit / (loss) from operations		87,152	(7,679)	151,537	(115,398)
Finance cost		(68,695)	(71,760)	(110,159)	(133,961)
Share of income from associate		99,881	129,206	186,352	214,826
Profit / (loss) before taxation		118,338	49,767	227,730	(34,533)
Taxation					
- Company		(14,997)	(42,203)	(392)	(46,192)
- Associates		(7,972)	(9,794)	(20,493)	(20,143)
		(22,969)	(51,997)	(20,885)	(66,335)
Profit / (loss) after taxation		95,369	(2,230)	206,845	(100,868)
Earnings per share					
Basic earnings/ (loss) per share	*17.1*	0.95	(0.03)	2.33	(1.33)
Diluted earning / (loss) per share	*17.2*	0.95	(0.03)	2.33	(1.33)

The annexed notes 1 to 22 form an integral part of this condensed interim financial information.

Lahore

Chief Executive

Chairman