

SHADMAN COTTON MILLS LIMITED

801-804, 8th Floor, Lakson Square Building No. 3, Block-A, Sarwar Shaheed Road, Karachi.

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Ref: S-1107/2010

26th February, 2010

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

Fax No. 111-573-329

Sub : **FINANCIAL RESULTS FOR THE HALF YEAR ENDED 31ST DEC., 2009**

Dear Sir

We have to inform you that the Board Meeting of Directors of our Company in their Meeting held on 26th February, 2010 at 5 : 00 p.m. at 801-804, 8th Floor, Lakson Square Building No.3. Block-A, Sarwar Shaheed Road, Karachi recommended the following :

i)	<u>CASH DIVIDEND</u>	<u>NIL</u>
	AND/OR	
ii)	<u>BONUS ISSUE</u>	<u>NIL</u>
	AND/OR	
iii)	<u>RIGHT SHARES</u>	<u>NIL</u>
	AND/OR	
(iv)	<u>ANY OTHER ENTITLEMENT/CORPORATE ACTION</u>	<u>NIL</u>
	AND/OR	
(v)	<u>ANY OTHER PRICE-SENSITIVE INFORMATION</u>	<u>NIL</u>

The financial results of the Company are as follows :

	Half year ended		Quarter ended	
	31 st Dec-09	31 st Dec-08	31 st Dec-09	31 st Dec-08
	RUPEES	RUPEES	RUPEES	RUPEES
Sales and services	1,979,394,277	1,650,104,536	994,022,957	553,763,470
Cost of Sales and services	(1,810,906,939)	(1,516,789,400)	(904,943,890)	(522,305,607)
Gross Profit	168,487,338	133,315,136	89,079,067	31,457,863
Other Operating Income	2,032,258	1,817,666	1,923,574	878,950
Distribution cost	(19,523,192)	(24,563,852)	(9,971,661)	(9,693,165)
Administrative expenses	(22,386,883)	(19,954,788)	(10,634,473)	(9,168,164)
Other operating expenses	(3,929,029)	-	(3,457,452)	795,689
Finance cost	(92,899,693)	(128,904,313)	(44,118,222)	(67,679,422)
	(136,706,539)	(171,605,287)	(66,258,234)	(84,866,112)
Profit/(Loss) before taxation	31,780,799	(38,290,151)	22,820,833	(53,408,249)
Taxation:				
Current year	(10,275,538)	(3,675,934)	(5,333,132)	(1,033,930)
Prior year	(4,300)	(138,269)	(4,300)	(138,269)
Deferred tax	(245,840)	13,190,311	(298,940)	8,403,820
	(10,525,678)	9,376,108	(5,636,372)	7,231,621
Profit/(Loss) after taxation	21,255,121	(28,914,043)	17,184,461	(46,176,628)
Earning per share - basic and diluted	1.21	(1.64)	0.97	(2.62)



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