THE KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED

KSE/N-5078 **N O T I C E** **September 11, 2007**

Reproduced hereunder the contents of letter dated September 11, 2007 received from **SHAMS TEXTILE MILLS LIMITED,** for information of members of the Exchange.

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SHAMS TEXTILE MILLS LIMITED
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STML/CS/KSE/LSE/
September 11, 2007

BY FAX/E-MAIL/COURIER
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The General Manager
The Karachi Stock Exchange (Guarantee) Limited
Karachi Stock Exchange Building
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The Secretary
Lahore Stock Exchange (Guarantee) Limited
19-Khayaban-i-Aiwan-e-Iqbal
Lahore

Re: Financial Results for the Year Ended June 30, 2007

Dear Sir

We have to inform you that the Board of Directors of our company in their Meeting held on today at 11:30 a.m at Registered Office, 7-B/III, Aziz Avenue, Gulberg-V, Lahore, recommended the following:

(i) CASH DIVIDEND

A final cash dividend for the year ended June 30, 2007 at Rs.2.50/- per share i.e. @ 25%.

(ii) BONUS ISSUE **NIL**

(iii) RIGHT SHARES **NIL**

AND/OR

(IV) ANY OTHER ENTITLEMENT/CORPORATE ACTION **NIL**

AND/OR

(V) ANY OTHER PRICE-SENSITIVE INFORMATION **NIL**

The financial results of the Company for the year ended June 30, 2007 are as follows:-

	(RUPEES IN THOUSAND)	
	June 30, 2007	June 30, 2006
Sales	2,184,779	1,547,297
Cost of sales	(2,071,801)	(1,399,372)
Gross Profit	112,978	147,925
Selling and distribution expenses	(37,529)	(17,775)
Administrative and general expenses	(24,622)	(24,735)
Other operating expenses	(8,034)	(5,235)

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