

January 21, 2009.

The General Manager
Karachi Stock Exchange (Guarantee) Ltd.
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Stock Exchange Road
Karachi.
Fax: 111-573-329

The Secretary
Lahore Stock Exchange (Guarantee) Ltd.
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Lahore-54000
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The Secretary
Islamabad Stock Exchange (Guarantee) Ltd.
Stock Exchange Building
Blue Area
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RESULTS FOR THE YEAR ENDED DECEMBER 31, 2008

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on Wednesday, January 21, 2009 recommended the following:

CASH DIVIDEND

A final cash dividend for the year ended December 31, 2008 at Rs. 2 per share i.e. 20 %. Interim Dividends totaling Rs. 4.00 per share i.e. 40%, have already been paid making a total of Rs. 6 per share or 60%.

RIGHTS ISSUE

A Rights issue of 40%, i.e. 4 Right shares for every 10 shares held, at a price of Rs. 50 per share, i.e. a premium of Rs. 40 per share over the par value of Rs. 10/-. The aforesaid premium is below the free reserves per share. A copy of the certificate from our Auditors on the free reserves per share of the Company is enclosed herewith. A Statement setting out the purpose of the Rights Issue, benefits to the Company, use of funds and financial projections for three years is also enclosed.

The Company had earlier announced a Rights Issue of 10% at a price of Rs. 175 per share on February 20, 2008 and the last date for payment for the Rights issue was June 16, 2008. Rule 5(1) of the Companies (Issue of Capital) Rules 1996 requires that a Company "shall not make a right issue within one year of the further issue of capital through right issue". As the Company has announced this Rights issue about eleven months after the previous issue, it will be applying to the SECP for relaxation of the one year requirement. This announcement is consequently subject to the relaxation being granted by the SECP.

The financial results of the Company are as follows:

(Amounts in thousand except for earnings per share)

	2008 THOUSAND RUPEES	2007 THOUSAND RUPEES
Net Sales	23,317,198	23,183,222
Less: Cost of sales	(17,120,635)	(18,262,793)
Gross profit	6,196,563	4,920,429
Less: Selling and distribution expenses	(1,657,815)	(1,641,724)
	4,538,748	3,278,705
Add: Other income	2,754,330	1,831,260
Less: Financial and other operating charges including W.P.P.F and W.W.F	(2,088,504)	(874,453)
Profit before taxation	5,204,574	4,235,512
Less Provision for Taxation: Current	(949,607)	(950,579)
Deferred	(14,537)	(130,350)
Profit after taxation	4,240,430	3,154,583
Earning per share-basic and diluted	20.50	(Restated) 16.51
Unappropriated profit brought forward	4,102,366	2,190,148
Available for appropriation	8,342,796	5,344,731
APPROPRIATED AS UNDER:		
Dividends:		
Final 2007/2006 @ Rs.3 per share (2006:Rs.3 per share)	(580,408)	(504,702)
1st Interim 2008/2007 @ Rs. 2 per share (2007:Rs. 2 per share)	(425,632)	(336,468)
2nd Interim 2008/2007 @ Rs. 2 per share (2007:Rs.2 per share)	(425,632)	(386,939)
Transfer to general reserve	-	-
Effect of Restatement	-	(14,256)
Unappropriated profit carried forward	6,911,124	(Restated) 4,102,366

The Annual General Meeting of the Company will be held at 10.00 a.m. on February 27, 2009 at the Karachi Marriott Hotel.

The final dividend if approved by the shareholders and the offer of the Rights shares will be paid/made to the shareholders whose names appear on the Register of Members on Friday, February 13, 2009.

The Share Transfer Books of the Company will be closed from Friday, February 13, 2009 to Friday, February 27, 2009 (both days inclusive). Transfers received in order at the office of our Registrar, M/s. Famco Associates (Private) Limited, 4th Floor, State Life Building No. 2-A, Off I.I. Chundrigar Road, Karachi-74000 by the close of business (5:00 p.m) on Thursday, February 12, 2009, will be treated in time for the purpose of payment of dividend to the transferees and for determination of entitlement to Rights shares.

Very truly yours

ANDALIB ALAVI
General Manager - Legal
& Company Secretary

Encl: as above.