FAZAL CLOTH MILLS LIMITED

TGA / DAR
Registration No. 9903492

FCML/1503/G/
October 05, 2017.

The General Manager,
Pakistan Stock Exchange Limited,
Stock Exchange Building,
Stock Exchange Road,
KARACHI.

SUBJECT: **FINANCIAL RESULTS FOR THE YEAR ENDED JUNE 30, 2017**

Dear Sir,

We have to inform you that the Board of Directors of our Company in their meeting held on **October 05, 2017** at **11:00 a.m.** at **59/3 Abdali Road, MULTAN** recommended the following:

i. **Cash Dividend**

A final Cash Dividend for the year ended June 30, 2017 at the rate of **Rs.5.25** per share i.e.**52.50%** (2016 : 25%).

AND/OR

ii. **Bonus Shares**

It has been recommended by the Board of Directors to issue NIL % Bonus Shares (2016: NIL %).

AND/OR

iii. **Right Shares**

The board has recommended issuing NIL% Right Shares at par/at a discount/premium of Rs. Nil per share.

The financial results of the Company are as follows:-

	2017	2016
	(Rupees)	
Sales – net	**26,554,951,059**	20,615,979,078
Cost of sales	**(24,772,648,614)**	(18,861,646,409)
Gross profit	**1,782,302,445**	1,754,332,669
Selling and Distribution expenses	**(426,687,537)**	(376,454,106)
Administrative expenses	**(264,682,814)**	(246,929,069)
Other expenses	**(37,409,798)**	(84,346,750)
	(728,780,149)	(707,729,925)
Other income	**416,675,272**	326,753,654
Profit from operations	**1,470,197,568**	1,373,356,398
Finance cost	**(878,789,523)**	(917,294,238)
Profit before taxation	**591,408,045**	456,062,160
Taxation	**(203,121,529)**	(306,497,950)
Profit after taxation	**388,286,516**	149,564,210
Earnings per share	**12.94**	4.99

(Contd . . P/2)

The Consolidated financial results of the Company are as follows:-

	2017	2016
	--------------(Rupees)--------------	
Sales – net	**30.410,084,808**	23,282,101,512
Cost of sales	**(28,175,443,688)**	(21,282,337,922)
Gross profit	**2,234,641,120**	1,999,763,590
Selling and Distribution expenses	**(506,264,265)**	(435,711,694)
Administrative expenses	**(274,425,133)**	(256,557,925)
Other expenses	**(45,482,340)**	(84,346,750)
	(826,171,738)	(776,616,369)
Other income	**378,799,048**	286,218,955
Profit from operations	**1,787,268,430**	1,509,366,176
Share of loss of associate – net of tax	**(24,121,009)**	(13,858,304)
Finance cost	**(1,054,502,575)**	(1,094,329,265)
Profit before taxation	**708,644,846**	401,178,607
Taxation	**(253,674,622)**	(268,088,392)
Profit after taxation	**454,970,224**	133,090,215
Attributable to:		
Equity holders of the Holding Company	**454,970,224**	133,090,215
Earnings per share	**15.17**	4.44

The Annual General Meeting of the Company will be held on **OCTOBER 28, 2017** at 11.00 a.m. at **59/3 Abdali Road, MULTAN.**

The above entitlement will be paid to the shareholders whose names will appear in the Register of Members on October 20, 2017. The Share Transfer Books of the Company will be closed from October 21, 2017 to October 27, 2017 (both days inclusive). Transfers received with our Share Registrar VISION CONSULTING LIMITED, 3-C, LDA Flats, Lawrence Road, LAHORE or at Head Office/Share Department i.e. 59/3 Abdali Road, MULTAN at the close of business on October 20, 2017 will be treated in time for the purpose of above entitlement to the transferees.

We will be sending you 200 copies of printed accounts for distribution amongst the members of the Exchange 21 days before the date of AGM.

Regards,

Yours Sincerely,

Asad Mustafa

(ASAD MUSTAFA)

Company Secretary