ISO 9002 CERTIFIED COMPANY

MEHRAN SUGAR MILLS LIMITED

May 26, 2017

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

Subject: **Financial Results for the half year ended March 31, 2017**

Dear Sir,

The Board of Directors of our Company met today at 11.00 a.m. at the registered office of the Company and approved the financial statements for half year ended March 31, 2017 and recommended the following:

CASH DIVIDEND

An interim Cash Dividend for the year ending September 30, 2017 at **Re. 1.25** per share i.e. 12.5**%**. This is in addition to interim dividend already paid at Rs.1.5 per share i.e. 15%.

BONUS SHARES

NIL

The Financial Results of the Company are as follows:

	Half Year Ended		Quarter Ended	
	Mar 2017	Mar 2016	Mar 2017	Mar 2016
	Rupees			
Turnover	**2,474,872,783**	**2,721,933,054**	**1,606,456,989**	**599,402,651**
Cost of sales	(2,058,963,028)	(2,109,355,141)	(1,339,487,647)	(262,900,737)
Gross profit	**415,909,755**	**612,577,913**	**266,969,342**	**336,501,914**
Distribution costs	(30,169,776)	(24,349,251)	(25,402,222)	(14,757,554)
Administrative expenses	(124,041,834)	(100,034,999)	(78,175,618)	(60,732,998)
Other operating expense	(16,859,017)	(71,286,997)	(9,468,419)	(49,410,254)
Other operating income	314,186,542	64,126,682	140,734,927	40,610,853
	143,115,915	(131,544,565)	27,688,667	(84,289,953)
Operating profit	**559,025,670**	**481,033,348**	**294,658,009**	**252,211,961**
Finance costs	(80,111,177)	(51,376,044)	(65,935,991)	(39,055,303)
Share of profit from associate	49,853,423	76,569,168	27,739,344	39,416,725
Profit before taxation	**528,767,916**	**506,226,472**	**256,461,362**	**252,573,383**
Taxation	(67,184,106)	(131,000,680)	(54,662,739)	(73,947,763)
Profit after taxation	**461,583,810**	375,225,792	201,798,623	178,625,620
Earnings per share	14.41	11.71	6.30	5.58

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The Shares Transfer Books of the Company will be closed from June 05, 2017 to June 12, 2017 (both days inclusive). Transfer received to the Shares Registrar of the Company at the close of business on June 02, 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.

Yours Sincerely

Muhammad Hanif Aziz
Company Secretary