

FINANCE DIVISION
Plot No. HT/3A, Landhi,
Karachi-75120
Pakistan

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September 27, 2014

The General Manager
Karachi Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
KARACHI.
FAX : 111-573-329

The Company Secretary
Lahore Stock Exchange Limited
19, Khayaban-e-Aiwan-e-Iqbal
LAHORE.
FAX : (042) 36368485

Dear Sir,

SUBJECT : FINANCIAL RESULTS FOR THE YEAR ENDED JUNE 30, 2014

We have to inform you that the Board of Directors of our Company in their meeting held on Saturday, September 27, 2014 at 2:00 p.m. at Plot No.37-G, Block-6, P.E.C.H.S., Karachi have recommended the following:

CASH DIVIDEND

The Directors of the Company recommended cash dividend @ Rs.1.50 per share i.e. 15% for the year ended June 30, 2014. Holding Company and an Associated Company have agreed to relinquish their portion of cash dividend if approved in Annual General Meeting, in favor of the Company.

BONUS SHARES:

Issue of Bonus Shares in the ratio of One Share for every Four Shares held, i.e. 25% to the shareholders whose names shall appear in the members register as on October 23, 2014.

In this respect, we enclose herewith copy of Auditors' Free Reserve Certificate.

The financial results of the Company for the year ended June 30, 2014 are as under:-

The separate profit and loss account of the Company is as follows:-

	<u>Rs.000s</u>	
	<u>For the year ended June 30, 2014</u>	<u>For the year ended June 30, 2013</u>
Sales	33,012,724	30,242,719
Cost of sales	27,036,675	25,491,927
Gross profit	5,976,049	4,750,792
Operating expenses	3,552,777	2,669,162
	2,423,272	2,081,630
Other income	235,555	38,558
Operating profit	2,658,827	2,120,188
Finance cost	1,162,850	1,268,651
Profit before taxation	1,495,977	851,537
Provision for taxation	261,179	140,474
Profit after taxation	1,234,798	711,063
Earnings per share - basic and diluted (Rs.)	6.75	4.09



The Board of Directors,
Gul Ahmed Textile Mills Limited
Karachi

September 27, 2014

Sub: - FREE RESERVES CERTIFICATE

Dear Sir,

This is to certify that the balance of free reserves and surpluses retained after the proposed issue of bonus shares to the value of Rs. 457,046 thousands (in the ratio of one share for every four shares), based on the Company's audited financial statements for the year ended June 30, 2014, will not be less than 25% of the increased capital amounting to Rs. 2,285,228 thousands.

The Term "Free Reserve" has been deemed to have the meaning given to it in the Companies (Issue of Capital) Rules 1996.

Thanking you,

Yours truly,



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No. 1601, 16th Floor, Kashif Centre, Shahrah-e-Faisal, Karachi. Phone: 92-21-35640050-1-2, Fax: 92-21-35640053, E-mail: bhimji@cyber.net.pk, info-khi@hyderbhimji.com

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1st Floor, Business Centre, New Civil Line, Faisalabad. Phone: 92-41-2615632-2615650 Fax: 92-41-2617902 E-mail: hyderbhimjifsd@gmail.com, info-fsd@hyderbhimji.com

www.hyderbhimji.com

The consolidated profit and loss account of the Company is as follows:

	<u>Rs.000s</u>	
	For the year ended June 30, 2014	For the year ended June 30, 2013
Sales	33,698,111	30,633,892
Cost of sales	27,418,741	25,678,935
Gross profit	6,279,370	4,954,957
Operating expenses	3,860,121	2,861,171
Other income	2,419,249	2,093,786
Operating profit	235,555	39,033
Finance cost	2,654,804	2,132,819
Profit before taxation	1,177,345	1,283,887
Provision for taxation	1,477,459	848,932
Profit/ after taxation	256,448	141,143
Earnings per share - basic and diluted (Rs.)	1,221,011	707,789
	6.68	4.07

The Annual General Meeting of the Company will be held at Moosa D. Dessai ICAP Auditorium, Institute of Chartered Accountants of Pakistan, G-31/8, Chartered Accountants Avenue, Clifton, Karachi, on Thursday, October 30, 2014 at 9:30 a.m.

The Share Transfer Books of the Company will remain closed from October 23, 2014 to October 30, 2014 (both days inclusive) for determining entitlement to the cash dividend and bonus shares.

You are requested to please inform your members accordingly.

Thanking you.

Yours faithfully,



DIRECTOR

Encl: Copy of Auditors' Free Reserve Certificate.