

DEWAN FAROOQUE SPINNING MILLS LIMITED

February 24, 2022

FORM-3

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

Subject: **Financial Results for the Half Yearly, un-audited, condensed interim Financial Statements of the Company for the period ended December 31, 2021**

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on Thursday, February 24, 2022 at 06:30 p.m. at Karachi, recommended the following:

- | | |
|--|-----|
| (i) CASH DIVIDEND | Nil |
| AND/OR | |
| (ii) BONUS SHARES | Nil |
| AND/OR | |
| (iii) RIGHT SHARES | Nil |
| AND/OR | |
| (iv) ANY OTHER ENTITLEMENT/CORPORATE ACTION | Nil |
| AND/OR | |
| (v) ANY OTHER PRICE-SENSITIVE INFORMATION | Nil |

DEWAN FAROOQUE SPINNING MILLS LIMITED

The Half Yearly, un-audited, condensed interim Financial Statements of the Company for the period ended December 31, 2021, are as follows:

	Half Year Ended		Quarter Ended	
	Dec 31,	Dec 31,	Dec 31,	Dec 31,
	2021	2020	2021	2020
	----- (Rupees) -----			
Sales / Revenue - Net	334,493,963	292,192,000	184,964,375	148,744,500
Cost of sales / revenue	(388,488,011)	(318,272,330)	(196,200,838)	(165,568,466)
Gross (loss)	(53,994,048)	(26,080,330)	(11,236,463)	(16,823,966)
Operating expenses				
Administrative expenses	(17,157,067)	(36,661,572)	(10,128,281)	(31,091,837)
Selling and distribution expenses	(4,290,400)	(4,227,844)	(1,983,822)	(1,941,837)
	(21,447,467)	(40,889,416)	(12,112,103)	(33,033,674)
Operating (loss)	(75,441,515)	(66,969,746)	(23,348,566)	(49,857,640)
Other charges				
Finance cost	(19,206,023)	(18,177,246)	(9,815,893)	(9,179,897)
	(19,206,023)	(18,177,246)	(9,815,893)	(9,179,897)
(Loss) before taxation	(94,647,538)	(85,146,992)	(33,164,459)	(59,037,537)
Taxation				
Current	(4,891,974)	(4,382,880)	(2,705,104)	(2,231,167)
Deferred	15,525,509	8,500,242	7,762,754	4,250,121
	10,633,535	4,117,362	5,057,650	2,018,954
(Loss) after taxation	(84,014,003)	(81,029,630)	(28,106,809)	(57,018,583)
(Loss) per share - Basic and diluted (Rupees)	(0.86)	(0.83)	(0.29)	(0.58)

Auditors have qualified their review report on default in repayment of instalments of restructured liabilities and related non-provisioning of mark-up. They have also added matter of emphasis paragraph on going concern assumption.

The Half Yearly Report of the Company for the period ended December 31, 2021 will be transmitted through PUCARS separately, within the specified time.

Yours faithfully,


Muhammad Hanif German
 Company Secretary


Syed Maqbool Ali
 Director