

SALMAN NOMAN ENTERPRISES LIMITED

DIRECTOR'S REVIEW FOR THE HALF YEAR DECEMBER 31, 2010

The Directors have the pleasure to submit un-audited accounts for the half year ended on 31st December, 2010.

During the period under review the company produced 3,485,961 Kgs. of blended yarn as compared to 3,030,022 Kgs. in the corresponding period of the last year.

The financial results are as under:-

PARTICULARS	HALF YEAR ENDING 31-12-2010 RUPEES IN MILLION	HALF YEAR ENDING 31-12-2009 RUPEES IN MILLION
Sales	835.942	496.020
Cost of Sales	(766.052)	(467.867)
Gross Profit	69.890	28.153
Other operating income	1.138	1.999
Distribution cost	(0.851)	(0.151)
Administrative expenses	(7.090)	(5.245)
Other operating expenses	(1.492)	(0.773)
Finance cost	(34.036)	(18.764)
Profit Before Taxation	27.559	5.219

The year under review again badly damage by higher rates of raw material and mark up, energy crises minimum wages and worst political situation. However financial result of your company showed pretax profit at Rs.27.559 million as compared to Rs.5.219 million in the corresponding previous of last year.

The future outlook appears to be uncertain due to highly rates of Raw Material i.e. cotton as well as polyester fibre, continued energy crisis, rising trend of mark up rates. However improving trend of yarn rates is a healthy sign for survival of Textile Spinning Industry.

Directors of the company would like to place on record their appreciation of the hard work and dedications shown by executive, staff members and workers of the company in the performance of their duties.

FOR AND ON BEHALF OF THE BOARD

Lahore:
February 25, 2011.

(NAUMAN ALMAS)
Chief Executive