

COMPANY PROFILE

Board of Directors

Shaikh Mohammad Muneer	Chairman / Chief Executive
Shaikh Mohammad Naseer	Director
Shaikh Mohammad Jawed	Director
Shaikh Mohammad Pervez	Director
Shaikh Mohammad Tariq	Director
Shaikh Mohammad Tanveer	Director
Mr. Shahzad Naseer	Director
Mr. S.M. Naveed	Director
Mr. Irfan Muneer	Director
Mr. Fawad Jawed	Director

Secretary

Mr. Islam Ahmed

Auditors

Mushtaq & Co.
Chartered Accountants

Bankers

ABN Amro Bank
Citibank N.A
Dubai Islamic Bank Pakistan Ltd.
Faysal Bank Ltd.
Habib Bank Ltd
Habib Metropolitan Islamic Bank Ltd.
Standard Chartered Bank (Pakistan) Ltd.
The Hong Kong and Shanghai Banking Corporation Ltd.
United Bank Ltd.

Registered Office

Din House, 35-A/1, Lalazar Area,
Opp. Beach Luxury Hotel, Karachi.

Audit Committee

Shaikh Mohammad Jawed	Chairman
Shaikh Mohammad Pervez	Member
Mr. Shahzad Naseer	Member

Chief Financial Officer

Shaukat Hussain Ch.

Mills

Unit-I & II Kot Akbar Khan, 70km Multan Road, Tehsil Pattoki,
District Kasur, Punjab.
Unit-III Revenue State, Bhai Kot, Tablighi Chowk, Raiwind Road, Tehsil & Distt. Lahore.
web site: www.dingroup.com

DIRECTORS' REPORT

Dear shareholders

We are pleased to present the un-audited financial statements of the Company for the half year ended 31st December, 2007 reviewed by the auditors.

During the half year under review the profitability of textile sector remained depressed due to increase in domestic cotton prices, high cost of fuel and power and increase in mark up rates on financial borrowing.

During the half year under review, the operating results of your company were as follows.

PARTICULARS	Half Yearly ended December, 31		Inc. / (Dec.) % ages
	2007	2006	
Net Sales ('000' Rs)	1,415,614	1,318,809	7.34
Gross Profit ('000' Rs)	172,227	145,770	18.15
Pre-tax Profit ('000' Rs)	75,887	51,961	46.05
After Tax Profit ('000' Rs)	61,804	59,078	4.61
Gross Profit (%)	12.17	11.05	10.14
After Tax Profit (%)	4.37	4.48	(2.46)
Earning Per Share (Rs)	3.34	3.19	4.70

In the remaining period of the year, the GP rate is expected to remain depressed due to load shedding of Sui Gas and WAPDA which making adverse effects on profitability of the Company.

Financial cost has been decreased due to intelligent buying strategy of raw material (Cotton).

Lycra attachments during the period are major addition and best effort to compete in commercial market both domestic and foreign.

Based on the continuous improvement in profitability with comparison to the previous period is due to better control over operational expenses. The management of your Company expects that they will achieve better results in the remaining period of the financial year.

In the end, the directors wish to appreciate support extended by all the bankers, advisors, technical staff and hard work of employees of the Company in the growth of the Company's business.

On behalf of the Board of Directors

Karachi:
Dated: February 20, 2008

(SHAIKH MOHAMMAD MUNEER)
CHIEF EXECUTIVE

MUSHTAQ & CO.
CHARTERED ACCOUNTANTS

407-Commerce Centre,
Hasrat Mohani Road,
Karachi-74200,
Pakistan

Branch Office:
19-B, Block-G,
Gulberg-III,
Lahore.

Tel: 2638521-4 Fax: 2639843 Tel: 5884926, 5865618
E.mail: hmi@cyber.net.pk

REVIEW REPORT TO THE MEMBERS

We have reviewed the annexed balance sheet of **Din Textile Mills Limited** as at December 31, 2007 and the related profit and loss account, cash flow statement and statement of changes in equity together with the notes forming part thereof, (here-in-after referred to as the financial statements) for the six months period then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to issue a report on these financial statements based on our review. The figures of the profit and loss account for the quarters ended December 31, 2006 and 2007 have not been reviewed as we are required to review only the cumulative figures for the half year ended December 31, 2007.

We conducted our review in accordance with the International Standard on Review Engagements 2400. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the annexed financial statements are not presented fairly, in all material respects, in accordance with approved accounting standards as applicable in Pakistan.

MUSHTAQ & COMPANY
CHARTERED ACCOUNTANTS

KARACHI:
DATE : February 20, 2008

DIN TEXTILE MILLS LIMITED**BALANCE SHEET (UN-AUDITED)
AS AT DECEMBER 31, 2007**

	(UN-AUDITED)	(AUDITED)
	December 31, 2007	June 30, 2007
----- (Rupees '000') -----		
EQUITY AND LIABILITIES	Note	
SHARE CAPITAL AND RESERVES		
Authorized		
50,000,000 ordinary shares of R.s. 10/- each	500,000	500,000
Issued, subscribed and paid up		
18,530,321 ordinary shares of R.s. 10/- each	185,303	185,303
Reserves	767,732	705,929
	953,035	891,232
LONG TERM LOANS		
From banks - secured	295,572	501,550
From directors - un secured	500,000	500,000
LIABILITIES AGAINST ASSETS SUBJECT TO FINANCE LEASE		
	1,140	1,541
DEFERRED LIABILITIES		
Staff gratuity	40,022	38,480
Taxation	83,250	76,384
	123,272	114,864
CURRENT LIABILITIES		
Trade and other payables	166,580	133,667
Interest / Markup accrued on loans	20,701	19,379
Short term bank borrowings	743,158	772,218
Current portion of long term loans	330,338	225,000
Current portion of liabilities against assets subject to finance lease	2,739	2,579
	1,263,516	1,152,843
CONTINGENCIES & COMMITMENTS	4.	-
TOTAL EQUITY AND LIABILITIES	3,136,535	3,162,030
ASSETS		
NON CURRENT ASSETS		
Property, plant and equipment	1,918,931	2,001,836
Capital work in progress	1,257	3,522
	1,920,188	2,005,358
LONG TERM LOANS AND ADVANCES	777	1,638
LONG TERM DEPOSITS	2,276	3,012
CURRENT ASSETS		
Stores, spare parts and loose tools	125,506	96,769
Stock in trade	366,965	644,740
Trade debts	483,870	352,913
Loans and advances	173,461	37,280
Trade deposits and prepayments	3,631	2,717
Other receivables	13,629	9,033
Cash and bank balances	46,232	8,570
	1,213,294	1,152,022
TOTAL ASSETS	3,136,535	3,162,030

The annexed notes form an integral part of these financial statements.

KARACHI
February 20, 2008

SHAIKH MOHAMMAD MUNEEB
CHIEF EXECUTIVE

SHAIKH MOHAMMAD PERVEZ
DIRECTOR

DIN TEXTILE MILLS LIMITED**PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2007**

Note	Six Months Period Ended		Quarter Ended	
	December 31, 2007	December 31, 2006	December 31, 2007	December 31, 2006
	-----Rupees in '000'-----			
Turnover - net	1,415,614	1,318,809	748,437	671,773
Cost of goods sold	(1,243,387)	(1,173,039)	(665,862)	(602,204)
Gross profit	172,227	145,770	82,575	69,569
Other operating income	6,330	3,440	5,296	2,981
	<u>178,557</u>	<u>149,210</u>	<u>87,871</u>	<u>72,550</u>
Selling and distribution cost	(20,407)	(16,758)	(11,528)	(9,901)
Administrative expenses	(20,014)	(14,612)	(9,923)	(7,183)
Other operating expenses	(5,425)	(2,764)	(3,311)	(1,189)
	<u>(45,846)</u>	<u>(34,134)</u>	<u>(24,762)</u>	<u>(18,273)</u>
Profit from operations	132,711	115,076	63,109	54,277
Finance cost	(56,824)	(63,115)	(27,395)	(32,250)
Profit before taxation	75,887	51,961	35,714	22,027
Taxation	(14,083)	7,117	(10,705)	9,194
Profit after taxation	<u>61,804</u>	<u>59,078</u>	<u>25,009</u>	<u>31,221</u>
Earnings per share-basic and diluted (Rupees)	<u>3.34</u>	<u>3.19</u>	<u>1.35</u>	<u>1.68</u>

The annexed notes form an integral part of these financial statements.

KARACHI
February 20, 2008

SHAIKH MOHAMMAD MUNEEB
CHIEF EXECUTIVE

SHAIKH MOHAMMAD PERVEZ
DIRECTOR

DIN TEXTILE MILLS LIMITED**CASH FLOW STATEMENT (UN-AUDITED)**

FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2007

	December 31, 2007	December 31, 2006
	Rupees '000'	
a. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	75,887	51,961
<i>Adjustments for:</i>		
Depreciation	99,717	104,100
Provision for staff gratuity	5,280	3,030
Gain on sale of property, plant and equipment	-	(452)
Finance cost	56,824	63,115
Operating cash flows before working capital changes	237,708	221,754
Movement in working capital		
<i>(Increase)/Decrease in current assets:</i>		
Stores spares and loose tools	(28,737)	(3,787)
Stock in trade	277,775	(131,272)
Trade debts	(130,957)	(127,872)
Advances, deposits and prepayments	(136,073)	(67,889)
Other receivables	(4,596)	7,895
	(22,588)	(322,925)
<i>Increase/(Decrease) in current liabilities:</i>		
Trade and other payables	32,405	8,485
	9,817	(314,440)
Cash generated from/(used in) operations	247,525	(92,686)
Finance cost paid	(55,502)	(62,273)
Gratuity paid	(3,738)	(2,806)
Dividend paid	(33)	-
Taxes paid	(7,699)	(5,543)
	(66,972)	(70,622)
Net cash generated from/(used in) operating activities	180,553	(163,308)
b. CASH FLOWS FROM INVESTING ACTIVITIES		
Sale proceeds of fixed assets	-	835
Fixed asset acquired	(15,877)	(7,401)
Capital work in progress	2,265	(14,888)
Long term deposits	861	(537)
Long term loans and advances	736	-
Net cash used in investing activities	(12,015)	(21,991)
c. CASH FLOWS FROM FINANCING ACTIVITIES		
Long term loan obtained	11,859	54,900
Repayment of long term loan	(112,500)	(112,500)
Finance lease obtained	872	-
Repayment of liability against assets subject to finance lease	(2,047)	(3,929)
Net cash used in financing activities	(101,816)	(61,529)
Net increase/(decrease) in cash and cash equivalents (a+b+c)	66,722	(246,827)
Cash and cash equivalents at the beginning of the period	(763,648)	(658,695)
Cash and cash equivalents at the end of the period	(696,926)	(905,522)
Cash and cash equivalents		
Short term borrowings	(743,158)	(920,347)
Cash and bank balances	46,232	14,825
	(696,926)	(905,522)

*The annexed notes form an integral part of these financial statements.*KARACHI
February 20, 2008SHAIKH MOHAMMAD MUNEEB
CHIEF EXECUTIVESHAIKH MOHAMMAD PERVEZ
DIRECTOR

DIN TEXTILE MILLS LIMITED

**STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2007**

Share Capital	Reserves				Total
	Capital	Revenue			
	Merger Reserve	General	Unappropriated Profit / (Loss)	Total	

-----Rupees '000'-----

Balance as at July 01, 2006	185,303	10,377	400,000	129,206	539,583	724,886
Net Profit for the six months period ended December 31, 2006	-	-	-	59,078	59,078	59,078
Balance as at December 31, 2006	<u>185,303</u>	<u>10,377</u>	<u>400,000</u>	<u>188,284</u>	<u>598,661</u>	<u>783,964</u>
Balance as at July 01, 2007	185,303	10,377	400,000	295,551	705,928	891,231
Net Profit for the six months period ended December 31, 2007	-	-	-	61,804	61,804	61,804
Balance as at December 31, 2007	<u>185,303</u>	<u>10,377</u>	<u>400,000</u>	<u>357,355</u>	<u>767,732</u>	<u>953,035</u>

The annexed notes form an integral part of these financial statements.

KARACHI
February 20, 2008

SHAIKH MOHAMMAD MUNEER
CHIEF EXECUTIVE

SHAIKH MOHAMMAD PERVEZ
DIRECTOR

DIN TEXTILE MILLS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2007****1 THE COMPANY AND ITS OPERATIONS**

The company is limited by shares incorporated in Pakistan and is quoted at Stock Exchanges at Karachi and Lahore. The principal business of the company is manufacture and sale of yarn. The mills are located at Tehsil Pattoki, District Kasur and District Lahore in the province of Punjab. The registered office of the company is situated at 35-A/1, Lalazar Area Opp: Beach Luxury Hotel, M.T. Khan Road, Karachi, Pakistan.

2 BASIS OF PREPARATION

Historical Cost

2.1 These financial statements have been prepared under "Historical Cost Convention" except as disclosed in the company's accounting policies.

2.2 These financial statements have been prepared in compliance with the International Accounting Standard (IAS) 34 Interim Financial Reporting and in compliance with the requirements of section 245 of the Companies Ordinance 1984.

2.3 These financial statements are unaudited. However, a limited scope review of these interim financial statements has been performed by the external auditors of the Company in accordance with the requirements of clause (xxi) of the Code of Corporate Governance and they have issued their review report thereon.

3 ACCOUNTING POLICIES

The accounting policies and methods of computation followed in the preparation of the six months period ended financial statements are the same as those of published annual financial statements for the period year June 30, 2007.

4 CONTINGENCIES AND COMMITMENTS

There has been no significant change in the contingencies and commitments since the last audited financial statements except as disclosed in note 4.1 and 4.2

	December 31, 2007	June 30, 2007
	-----Rupees in '000'-----	
4.1 Contingencies		
Bills discounted with recourse	131,802	167,067
Bank guarantees issued in ordinary course of business	54,309	49,309
4.2 Commitments		
Letter of credit for capital works	36,826	2,244
Letter of credit for others	363,670	43,057

DIN TEXTILE MILLS LIMITED

5 ACQUISITIONS AND DISPOSAL OF FIXED ASSETS

	Six months period Ended December 31, 2007		Six months period Ended December 31, 2006	
	Acquisition (Cost)	Disposal	Acquisition (Cost)	Disposal
	-----Rupees in '000'-----		-----Rupees in '000'-----	
Building	80	-	-	-
Plant and machinery	14,817	-	5,199	-
Electric installation	225	-	1,272	-
Tools & equipment	348	-	59	-
Office equipment	122	-	70	-
Furniture & fixture	105	-	687	-
Computers	180	-	10	-
Vehicles	-	-	105	981
Vehicles - Leased	935	-	-	-
	<u>16,812</u>	<u>-</u>	<u>7,402</u>	<u>981</u>

6 DATE OF AUTHORIZATION FOR ISSUE

These financial statements have been authorized for issue on *February 20, 2008* by the Board of Directors of the company.

7 GENERAL

- Figures have been rounded off to the nearest thousand rupees.
- Corresponding figures have been re-arranged, where ever necessary, for the purpose of comparison.

KARACHI
February 20, 2008

SHAIKH MOHAMMAD MUNEER
CHIEF EXECUTIVE

SHAIKH MOHAMMAD PERVEZ
DIRECTOR