

COMPANY PROFILE

Board of Directors

Shaikh Mohammad Muneer	Chairman/Chief Executive
Shaikh Mohammad Naseer	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
Mr. Faisal Jawed	Director

Secretary

Mr. Islam Ahmed

Chief Financial Officer

Mr. Shaukat Hussain Ch.

Auditors

Mushtaq & Co.,
Chartered Accountants

B
a
n
k
e
r
s

Meezan Bank Ltd.
Citibank N.A.
The Royal Bank of Scotland (formerly ABN Amro Bank N.V.)
Standard Chartered Bank (Pakistan) Ltd.
Faysal Bank Ltd.
Habib Metropolitan Bank Ltd.
Habib Bank Ltd.
Allied Bank Ltd.
Dubai Islamic Bank Pakistan Ltd.
The Hong Kong and Shanghai Banking Corporation Ltd.
Barclays Bank PLC

Audit Committee

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

Registered Office

Din House, 35-A/1, Lalazar Area,
Opp: Beach Luxury Hotel, M. T. Khan Road, Karachi

Mills

Unit-I and II: Kot Akbar Khan, 70Km Multan road, Tehsil pattoki,
District Kasur, Punjab.
Unit-III: Revenue Estate, Bhai Kot, Tablighi Chowk, Raiwind Road, Tehsil and Distt. Lahore.

Website

www.dingroup.com

DIRECTORS' REPORT

Dear Shareholders

The Board of Directors of your Company are pleased to present before you the unaudited financial statements of your Company for the first quarter ended September 30, 2008.

During the first quarter under review, your Company has achieved fairly better results in sales, gross profit as well as operating profit, as compared to the same quarter in last year.

During the quarter under review, the operating results of your Company were as follows.

PARTICULARS	First Quarter ended Sept 30,		Inc. / (Dec.) % ages
	2008	2007	
Net Sales ('000' Rs)	1,002,468	667,177	50.26
Gross Profit ('000' Rs)	142,082	89,652	58.48
Pre-tax Profit ('000' Rs)	81,290	40,173	102.35
After Tax Profit ('000' Rs)	63,133	36,795	71.58
Gross Profit (%)	14.17	13.44	
After Tax Profit (%)	6.30	5.52	
Earning Per Share (Rs)	3.41	1.99	

The textile sector is fighting hard to remain competitive in local and international market due to high energy and fuel prices and high inflation in all other items being consumed in manufacturing. Continuous weakness of Pak Rupees has further added to the worsening situation.

Continuous reduction trend of cotton prices in foreign as well as local markets will provide an ample opportunity for textile sector to purchase raw material at cheaper rates and to cut their cost of goods sold and financial cost but appreciation in Dollar prices will offset this benefit.

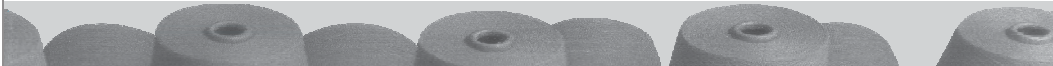
Despite adverse factors, your management has made outstanding efforts to achieve best corporate results as compared to the corresponding period last year. This continuous rising trend in profitability and the Company performance will be possible by strategic planning and procurement of raw material, saving in financial cost, focusing on modernization of existing plant and diversification of sales from local towards foreign markets.

The Directors of your company place on record their appreciation to Company's workers, staff and senior members of Management for their devotion and hardworking.

On behalf of the Board of Directors

Karachi:
Dated : October 30,2008

(SHAIKH MOHAMMAD PERVEZ)
DIRECTOR



INTERIM CONDENSED BALANCE SHEET
AS AT SEPTEMBER 30, 2008 (UNAUDITED)

		(UNAUDITED)	(AUDITED)
	Note	September 30, 2008	June 30, 2008
-----Rupees '000'-----			
ASSETS			
NON CURRENT ASSETS			
Property, plant and equipment	4	1,852,016	1,898,446
Capital work in progress		1,037	740
		1,853,053	1,899,186
LONG TERM LOANS AND ADVANCES			
		1,181	1,483
LONG TERM DEPOSITS			
		3,743	3,743
CURRENT ASSETS			
Stores, spares & loose tools		129,669	114,671
Stock in trade		467,787	559,266
Trade debts		556,253	416,960
Loans and advances		58,874	89,125
Trade deposits and prepayments		3,165	3,123
Other receivables		5,111	7,259
Advance income tax - net		9,409	10,350
Cash and bank balances		60,232	23,599
		1,290,500	1,224,353
TOTAL ASSETS			
		3,148,477	3,128,765
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Authorised			
50,000,000 ordinary shares of Rs. 10/= each		500,000	500,000
Issued, subscribed & paid up			
18,530,321 ordinary shares of Rs. 10/= each		185,303	185,303
Reserves		947,953	887,738
		1,133,256	1,073,041
NON CURRENT LIABILITIES			
Long term financing		176,746	177,734
Long term loan from directors and others		500,000	500,000
Liabilities against assets subject to finance lease		28,205	30,955
DEFERRED LIABILITIES			
Staff retirement benefits - gratuity		47,013	45,292
Deferred taxation		25,000	9,805
		72,013	55,097
CURRENT LIABILITIES			
Trade and other payables		162,625	151,704
Accrued mark up and interest		35,248	21,998
Short term bank borrowings		792,653	771,247
<i>Current portion of</i>			
Long term financing		236,663	335,675
Liabilities against assets subject to finance lease		11,068	11,314
		1,238,257	1,291,938
CONTINGENCIES & COMMITMENTS			
	5	-	-
TOTAL EQUITY & LIABILITIES			
		3,148,477	3,128,765

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

1st Quarterly Accounts September 30, 2008

03

Karachi:
Dated : October 30, 2008

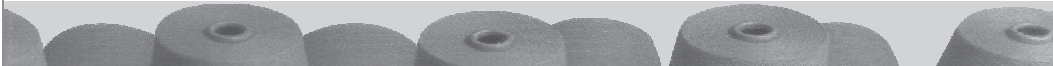
SHAIKH MOHAMMAD PERVEZ
DIRECTOR

SHAHZAD NASEER
DIRECTOR

**INTERIM CONDENSED PROFIT AND LOSS ACCOUNT
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2008 (UNAUDITED)**

	<u>Quarter Ended</u>	
	September 30, 2008	September 30, 2007
	-----Rupees in '000' -----	
Sales-net	1,002,468	667,177
Cost of goods sold	(860,386)	(577,525)
Gross profit/(loss)	142,082	89,652
Other operating income	3,842	1,034
Selling & distribution cost	(14,821)	(8,879)
Administrative expenses	(10,941)	(10,091)
Other operating expenses	(5,806)	(2,114)
Finance cost	(33,066)	(29,429)
Profit/(loss) before taxation	81,290	40,173
Taxation	(18,157)	(3,378)
Net profit/(loss) for the period	63,133	36,795
Earning per share-basic and diluted	3.41	1.99

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



**INTERIM CONDENSED CASH FLOW STATEMENT
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2008 (UNAUDITED)**

	Quarter Ended	
	September 30, 2008	September 30, 2007
-----Rupees '000'-----		
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before taxation	81,290	40,173
<i>Adjustments for:</i>		
Depreciation	46,718	50,550
Provision for staff retirement benefits - gratuity	4,260	2,640
Loss/(gain) on sale of property, plant and equipment	(1,907)	-
Finance cost	33,066	29,429
	82,137	82,619
Profit before working capital changes	163,427	122,792
<i>(Increase)/Decrease in current assets:</i>		
Stores, spares and loose tools	(14,998)	(9,002)
Stock in trade	91,479	253,912
Trade debts	(139,293)	26,655
Loans and advances	30,251	(14,135)
Trade deposits and short term prepayments	(43)	(473)
Other receivables	2,148	(3,586)
	(30,456)	253,371
Increase/(Decrease) in current liabilities:		
Trade and other payables	6,763	1,104
Cash generated from operations	139,734	377,267
Finance cost paid	(19,816)	(23,133)
Taxes refunded / (paid)	(481)	(4,455)
Dividend paid	(300)	-
Staff retirement benefits - gratuity paid	(2,539)	(2,132)
	(23,136)	(29,720)
Net cash flow from operating activities	116,598	347,547
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Sale proceeds of fixed assets	3,147	-
Fixed assets acquired	(1,825)	(12,375)
Long term loans and advances	303	741
Long term deposit	-	347
Net cash flow from investing activities	1,625	(11,287)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term loan	(100,000)	(88,141)
Repayment of liability against assets subject to finance lease	(2,996)	(561)
Net cash flow from financing activities	(102,996)	(88,702)
Net increase/(decrease) in cash and cash equivalents (a+b+c)	15,227	247,558
Cash and cash equivalents at the beginning of the period	(747,648)	(763,649)
Cash and cash equivalents at the end of the period	(732,421)	(516,091)
Cash and cash equivalents		
Cash and bank balances	60,232	34,742
Short term borrowings	(792,653)	(550,833)
	(732,421)	(516,091)

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

1st Quarterly Accounts September 30, 2008

05

Karachi:
Dated : October 30, 2008

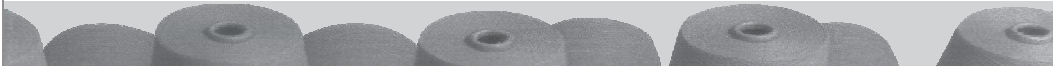
SHAIKH MOHAMMAD PERVEZ
DIRECTOR

SHAHZAD NASEER
DIRECTOR

**INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2008 (UNAUDITED)**

	Reserves					Total
	Capital	Revenue			Total	
	Merger Reserve	General	Unappropriated Profit/(Loss)	Total		
-----Rupees '000'-----						
Balance as at July 01, 2007	185,303	10,377	400,000	295,552	705,929	891,232
Net profit / (loss) for the first quarter	-			36,795	36,795	36,795
	-			-	-	-
Balance as at September 30, 2007	185,303	10,377	400,000	332,347	742,724	928,027
Balance as at July 01, 2008	185,303	10,377	400,000	477,361	887,738	1,073,041
Net profit / (loss) for the first quarter	-			63,133	63,133	63,133
Dividend				(2,918)	(2,918)	(2,918)
Balance as at September 30, 2008	185,303	10,377	400,000	537,576	947,953	1,133,256

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



**NOTES TO THE INTERIM CONDENSED ACCOUNTS
FOR THE FIRST QUARTER ENDED SEPTEMBER 30, 2008 (UNAUDITED)**

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

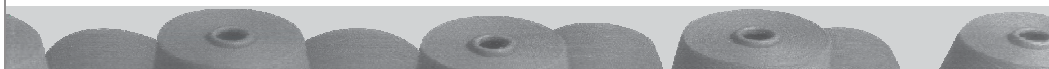
These financial statements have been prepared in compliance with the International Accounting Standard 34 Interim Financial Reporting and the section 245 of the Companies Ordinance 1984.

3 ACCOUNTING POLICIES

The accounting policies and methods of computation followed in the preparation of the first quarter financial statements are the same as those of published annual financial statements for the year ended June 30, 2008.

4 ACQUISITIONS AND DISPOSAL OF FIXED ASSETS

	September 30, 2008		September 30, 2007	
	Acquisition	Disposal	Acquisition	Disposal
	Cost		Cost	
	-----Rupees in '000'-----		-----Rupees in '000'-----	
Land - free hold	-	-	-	-
Building	195	-	80	-
Plant and machinery	980	3,700	14,034	-
Electric installation	173	-	36	-
Tools & equipment	36	-	38	-
Office equipment	55	-	152	-
Furniture & fixture	22	-	33	-
Computers	28	-	69	-
Vehicles	39	1,225	-	-
	<u>1,528</u>	<u>4,925</u>	<u>14,442</u>	<u>-</u>



5 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 5.1 and 5.2

	September 30, 2008	June 30, 2008
	-----Rupees in '000'-----	
5.1 Contingencies		
Bills discounted with recourse	25,910	203,483
Bank guarantees issued in ordinary course of business	79,319	62,309
5.2 Commitments		
Letter of credit for raw material	259,695	255,624
Letter of credit for stores and spares	19,286	10,363

6 DATE OF AUTHORIZATION FOR ISSUE

These financial statements have been authorized for issue on **October 30, 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.
- These financial statements have been signed by two directors as chief executive officer was out of the country.

