

**FAZAL CLOTH MILLS LIMITED**  
**NOTES TO THE ACCOUNTS (UN-AUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2006**

**1. GENERAL**

- 1.1** These un-audited accounts are being presented to shareholders as required under SECP Notification No. SRO 764/(1)2001 dated November 05, 2001 and are in accordance with requirements of International Accounting Standard - 34 "Interim Reporting".
- 1.2** The accounting policies adopted for the preparation of these interim financial statements are consistent with those applied in the preparation of the preceding annual published financial statements of the Company for the period ended June 30, 2006.

**2 BASIC EARNINGS PER SHARE**

	<b>2006 Rupees</b>	<b>2005 Rupees</b>
Profit after taxation attributable to ordinary shareholders	<u><b>54,100,204</b></u>	<u>53,814,000</u>
	<b>Number of Shares</b>	<b>Number of Shares</b>
Weighted average number of ordinary shares	<u><b>16,308,864</b></u>	<u>14,826,240</u>
	<b>Rupees</b>	<b>Rupees</b>
Earnings per share	<u><b>3.32</b></u>	<u>3.63</u>

Sd/-  
**CHIEF EXECUTIVE**

Sd/-  
**DIRECTOR**

Sd/-  
**CHIEF FINANCIAL OFFICER**