

## **BOLAN CASTINGS LIMITED**

### **DIRECTORS' REVIEW**

#### **Dear Shareholders**

Directors of your company are pleased to present the un-audited accounts for and upto the 3<sup>rd</sup> quarter ended March 31, 2006.

#### **Operating and Financial Results**

During the 3<sup>rd</sup> quarter, the net sales were Rs. 258.24 million as against Rs. 157.01 million of corresponding period last year.

The sales revenue upto the nine months period ended March 31, 2006 increased by 31% to Rs.623.54 million as compared to Rs. 474.88 million of the same period last year.

The profit before tax upto the nine months under review was Rs.73.35 million as against Rs.26.16 million, marking an increase of Rs.47.19 million.

The profit after tax upto the period under review was Rs. 48.97 million as compared to Rs. 18.20 million of same period last year, showing an increase of Rs. 30.77 million.

The profitability has improved due to higher sales volume and better selling prices of our main products.

With the help of favourable operating and financial results, the earnings per share for the nine months ended March 31, 2006 improved to Rs. 8.86 per share compared to Rs. 3.29 per share.

#### **Future Prospects**

Based on current market scenario and the results upto the 3<sup>rd</sup> quarter of the fiscal year under review, we see a continued strong demand for our product range in foreseeable future.

#### **Expansion Programme**

The expansion plan of the company is in progress and would Insha Allah be completed during this financial year.

#### **Employee Relations**

Cordial relations between management and employees are contributing in efficient and smooth functioning of the company.

#### **Acknowledgement**

We would like to thank our customers and the shareholders for their trust and confidence in the company. We also would like to convey our appreciation to entire BCL team for their dedication and commitment to the growth of the company.

For and on behalf of the Board



Karachi:  
April 27, 2006

**JAVOID ASHRAF**  
Chief Executive