



DIRECTORS' REVIEW ON THE CONSOLIDATED CONDENSED FINANCIAL INFORMATION

For the Quarter and 6 Months ended December 31, 2008

The directors of your Company are pleased to present a brief of operations and financial results of your Company for the half year ended December 31, 2008.

Financial Performance

Comparative analysis* (in % change) over the corresponding period of the last year is given below:

**More fruitful comparison is between consolidated results of this period with corresponding last period due to following reasons:*

- *Global Econo Trade (Private) Limited (GET) is wholly owned subsidiary of your Company.*
- *Your Company and GET virtually hold 100% certificates of FTMM.*
- *Intra-company sales within Treet Group are Inter- Stock Transfer from Treet Group's perspective.*

	Half Year Ended -				% Change	
	December 31, 2008		December 31, 2007			
	Treet	Consolidated	Treet	Consolidated	(1) over (3)	(2) over (4)
<i>(Rupees in thousand)</i>	(1)	(2)	(3)	(4)		
Sales (net)	710,761	1,319,858	519,683	854,794	36.77%	54.41%
Gross Profit	108,560	170,587	54,266	105,451	100.05%	61.77%
Operating Profit	64,738	41,908	22,473	19,001	188.07%	120.56%
Net (Loss) / Profit	(114,457)	(137,819)	1,192	24,719	-9702.18%	-657.54%
EPS (in Rupees)	(27.37)	(32.96)	0.29	5.91		

Your Company achieved ever-highest turnover during the period under review across the board. Export sales posted excellent growth over corresponding period.

	% Change over Corresponding Period (Consolidated)				Local: Export for Blade & Soap Operations	
	Blade	Soap	Corrugation	Total	2008-09	2007-08
Local Sales	26.80%	111.77%	89.14%	56.25%	71%	71%
Export Sales	50.16%	-53.83%	0.00%	48.20%	29%	29%
Total Sales	34.60%	105.87%	89.14%	54.41%	100.00%	100.00%

Gross profits [and operating profits] are improved. However, net profitability is turned into **RED** due to the following factors:

Decrease in net profitability is due to the following factors:

- Ø Your Company has taken conservative view and adopted IAS-39 for recognizing impairment of value of investments in associated companies and other long term investments and recognized that impairment [of Rs. 107.00 million] in Income Statement.