

## **REVIEW REPORT TO THE MEMBERS**

We have reviewed the annexed balance sheet of **GULSHAN SPINNING MILLS LIMITED** as at 31 December, 2005 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 half-year 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 31 December, 2004 and 2005 and the corresponding figures of the profit and loss account, cash flow statement and statement of changes in equity have not been reviewed as we are required to review only the cumulative figures for the half-year ended 31 December, 2005.

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's 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.

**KARACHI;**

**HAMEED CHAUDHRI & CO.,  
CHARTERED ACCOUNTANTS**