

GULSHAN SPINNING MILLS LIMITED
CONDENSED INTERIM PROFIT AND LOSS ACCOUNT
FOR THE HALF YEAR ENDED DECEMBER 31, 2007

	<i>Quarter ended</i>		<i>Half year ended</i>	
	<i>December 31, 2007</i>	<i>December 31, 2006</i>	<i>December 31, 2007</i>	<i>December 31, 2006</i>
	<i>Unaudited</i>			
	<i>(Rupees)</i>			
<i>Note</i>				
Sales	453,935,192	449,843,888	913,985,273	845,028,742
Cost of sales	9	359,376,689	378,183,151	750,937,904
Gross profit		94,558,503	71,660,737	163,047,369
Distribution costs		8,679,121	9,510,708	17,889,605
Administrative expenses		7,113,037	9,921,624	15,020,126
		15,792,158	19,432,332	32,909,731
Operating profit		78,766,345	52,228,405	130,137,638
Other operating income		5,221,325	1,812,192	22,118,311
Other operating expenses		1,087,830	15,523	1,935,881
Finance cost		62,231,069	53,730,143	113,538,328
		63,318,899	53,745,666	115,474,209
Share of profit from associates		1,190,051	341,714	1,190,051
Profit before taxation		21,858,822	636,645	37,971,791
Taxation				
Current year		3,278,820	5,698,344	6,195,538
Deferred		3,202,473	(16,000,000)	3,202,473
		6,481,293	(10,301,656)	9,398,011
Profit after taxation		15,377,529	10,938,301	28,573,780
Basic & diluted earnings per share (Adjusted for bonus shares issued)		1.00	0.71	1.87
				0.76

The annexed notes 1 to 13 form an integral part of these condensed interim financial statements.

DIRECTOR

CHIEF EXECUTIVE