

**GULSHAN SPINNING MILLS LIMITED**  
**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2008**

	<i>Note</i>	<u>Quarter ended</u>		<u>Half year ended</u>	
		<b>December 31, 2008</b>	<i>December 31, 2007</i>	<b>December 31, 2008</b>	<i>December 31, 2007</i>
<b>( Rupees )</b>					
Sales		<b>560,585,066</b>	453,935,192	<b>1,128,378,360</b>	913,985,273
Cost of sales	10	<b>447,208,729</b>	359,376,689	<b>912,943,993</b>	750,937,904
Gross profit		<b>113,376,337</b>	94,558,503	<b>215,434,367</b>	163,047,369
Distribution cost		<b>8,984,801</b>	8,679,121	<b>19,292,704</b>	17,889,605
Administrative expenses		<b>8,406,044</b>	7,113,037	<b>17,346,599</b>	15,020,126
		<b>17,390,845</b>	15,792,158	<b>36,639,303</b>	32,909,731
Operating profit		<b>95,985,492</b>	78,766,345	<b>178,795,064</b>	130,137,638
Other operating income		<b>5,170,240</b>	5,221,325	<b>3,187,049</b>	22,118,311
Other operating expenses		<b>(76,828)</b>	1,087,830	<b>425,263</b>	1,935,881
Finance cost		<b>102,692,276</b>	62,231,069	<b>173,476,838</b>	113,538,328
		<b>102,615,448</b>	63,318,899	<b>173,902,101</b>	115,474,209
Share of (loss) / profit from associates		<b>(1,588,984)</b>	1,190,051	<b>(1,588,984)</b>	1,190,051
Profit before taxation		<b>(3,048,700)</b>	21,858,822	<b>6,491,028</b>	37,971,791
Taxation					
Current year		<b>4,897,560</b>	3,278,820	<b>8,382,728</b>	6,195,538
Deferred		<b>(4,178,238)</b>	3,202,473	<b>(4,178,238)</b>	3,202,473
		<b>719,322</b>	6,481,293	<b>4,204,490</b>	9,398,011
Profit after taxation		<b>(3,768,022)</b>	15,377,529	<b>2,286,538</b>	28,573,780
(Loss) / Earnings per share - basic and diluted (Rs)		<b>(0.22)</b>	0.91	<b>0.14</b>	1.70

The annexed notes 1 to 15 form an integral part of these condensed interim financial statements.

CHIEF EXECUTIVE

DIRECTOR