

GULSHAN SPINNING MILLS LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED SEPTEMBER 30,2006.

	Share Capital	RESERVE		Unappropriated Profit	TOTAL
		Share Premium	General Reserve		
Balance as at 01 July 2005.	126,500,000	66,000,000	206,000,000	161,780,653	645,594,595
Profit for the peiod	-	-	-	4,723,612	4,723,612
Balance as at 30 September 2005	126,500,000	66,000,000	206,000,000	166,504,265	650,318,207
Balance as at 01 July 2006	126,500,000	66,000,000	206,000,000	260,303,228	658,803,228
Profit for the period				752,898	752,898
Balance as at 30 September 2006	126,500,000	66,000,000	206,000,000	261,056,126	659,556,126

The annexed notes form an integral part of these accounts

NASEER AHMED
CHIEF EXECUTIVE

MOHAMMAD ABDULLAH
DIRECTOR