

**GULISTAN TEXTILE MILLS LIMITED**STATEMENT OF CHANGES IN EQUITY (UNAUDITED)  
FOR THE HALF YEAR ENDED DECEMBER 31, 2005

	Share Capital	Share premium	General Reserves	Unappropriated Profit	TOTAL
-----Rupees-----					
Balance as at June 30, 2004	126,360,000	379,080,000	203,921,394	269,313,549	978,674,943
Profit/(Loss) for the half year ended December 31, 2004	-	-	-	(35,718,377)	(35,718,377)
Balance as at December 31,2004	126,360,000	379,080,000	203,921,394	233,595,172	942,956,566
Final dividend @ 7.5% related to the year ended September 30, 2004	-	-	-	(9,477,000)	(9,477,000)
Profit for the six months ended June 30, 2005	-	-	-	28,155,754	28,155,754
<b>Balance as at June 30,2005</b>	<b>126,360,000</b>	<b>379,080,000</b>	<b>203,921,394</b>	<b>252,273,926</b>	<b>961,635,320</b>
Issue of bonus shares	6,318,000	-	-	(6,318,000)	-
Profit for the half year ended Dececeber 31, 2005	-	-	-	29,851,282	29,851,282
<b>Balance as at December 31, 2005</b>	<b>132,678,000</b>	<b>379,080,000</b>	<b>203,921,394</b>	<b>275,807,208</b>	<b>991,486,602</b>

*The annexed notes form an integral part of these financial statements.*

**NASEER AHMAD**  
**CHIEF EXECUTIVE****MUHAMMAD ABDULLAH**  
**DIRECTOR**