

GULISTAN TEXTILE MILLS LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2006 (UN-AUDITED)

NOTE	Quarter ended	Six months period ended	Quarter ended	Six months period ended
	December 31, 2006		December 31, 2005	
	-----Rupees-----			
Sales - net	954,319,091	1,940,246,939	825,648,016	1,520,087,341
Cost of sales	8 827,847,647	1,665,261,601	713,171,675	1,298,100,981
Gross profit	126,471,444	274,985,338	112,476,341	221,986,360
Other operating income	(7,573,751)	(7,249,348)	(17,762,184)	(17,871,956)
Distribution cost	19,760,943	40,076,745	12,382,152	33,499,220
Administrative expenses	16,538,745	29,129,822	13,091,913	24,811,311
Other operating expenses	422,253	952,732	2,100,524	3,095,708
Finance cost	89,300,451	196,731,313	72,921,793	137,519,376
Share of profit of associated companies	(2,757,837)	(2,757,837)	-	-
	115,690,804	256,883,427	82,734,198	181,053,659
Profit from operation	10,780,640	18,101,911	29,742,143	40,932,701
<i>Provision for taxation</i>				
-current	4,783,916	8,878,570	3,792,550	7,719,484
-deferred	(1,432,021)	(1,432,021)	-	3,361,935
	3,351,895	7,446,549	3,792,550	11,081,419
Profit for the period	7,428,745	10,655,362	25,949,593	29,851,282
Earnings per share-basic and diluted	0.51	0.73	1.78	2.05

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

NASEER AHMAD
CHIEF EXECUTIVE

MUHAMMAD ABDULLAH
DIRECTOR