

GULISTAN TEXTILE MILLS LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2006 (UN-AUDITED)

	Share Capital	RESERVES				TOTAL
		CAPITAL	REVENUE			
		Share Premium	General Reserve	Bonus Shares	Unappropriated Profit	
-----Rupees-----						
Balance as at 01 July 2005-Restated	126,360,000	379,080,000	203,921,394	-	1,105,026,377	1,814,387,771
Transfer from profit and loss for bonus shares	-	-	-	6,318,000	(6,318,000)	-
Issue of 631,800 ordinary shares of Rs. 10 each fully paid as bonus shares	6,318,000	-	-	(6,318,000)	-	-
Profit for the period ended December 31, 2005	-	-	-	-	29,851,282	29,851,282
Balance as at 31 December 2005-restated	132,678,000	379,080,000	203,921,394	-	1,128,559,659	1,844,239,053
Balance as at 01 July 2006	132,678,000	379,080,000	203,921,394	-	1,307,672,728	2,023,352,122
Transfer from profit and loss for bonus shares	-	-	-	13,267,800	(13,267,800)	-
Issue of 1,326,780 ordinary shares of Rs. 10 each fully paid as bonus shares	13,267,800	-	-	(13,267,800)	-	-
Profit for the period ended December 31, 2006	-	-	-	-	10,655,362	10,655,362
Balance as at 31 December 2006	145,945,800	379,080,000	203,921,394	-	1,305,060,290	2,034,007,484

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

NASEER AHMAD
CHIEF EXECUTIVE

MUHAMMAD ABDULLAH
DIRECTOR