

**GULISTAN TEXTILE MILLS LIMITED**  
**PROFIT AND LOSS ACCOUNT (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2007**

	Quarter Ended	Nine Months Ended	Quarter Ended	Nine Months Ended
	March 31, 2007		March 31, 2006	
	-----Rupees-----		-----Rupees-----	
<b>SALES - Net</b>	1,134,535,469	3,074,782,408	1,017,629,826	2,537,717,167
<b>COST OF SALES</b>	978,087,213	2,643,348,814	852,172,798	2,150,273,779
<b>GROSS PROFIT</b>	156,448,256	431,433,594	165,457,028	387,443,388
<b>OPERATING EXPENSES / (INCOME)</b>				
OTHER OPERATING (INCOME)/LOSS	(9,875,850)	(17,125,198)	6,037,393	(10,491,823)
DISTRIBUTION COST	17,752,822	57,829,567	22,208,394	55,707,614
ADMINISTRATIVE EXPENSES	15,848,728	44,978,550	15,798,202	40,609,512
OTHER OPERATING EXPENSES	496,001	1,448,733	23,952	3,119,660
FINANCE COST	122,802,536	319,533,849	119,591,252	257,110,627
SHARE OF LOSS/(PROFIT) OF ASSOCIATED COMPANIES	-	(2,757,837)	-	-
<b>PROFIT BEFORE TAXATION</b>	9,424,019	27,525,931	1,797,836	41,387,797
<b>PROVISION FOR TAXATION</b>				
CURRENT	3,147,274	12,025,844	4,874,697	12,465,696
DEFERRED	-	(1,432,021)	-	3,361,936
<b>PROFIT FOR THE PERIOD ENDED AFTER TAXATION</b>	6,276,745	16,932,108	(3,076,861)	25,560,165
<b>Earning Per Share- Basic &amp; Diluted</b>	0.43	1.16	(0.21)	1.75

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

NASEER AHMAD  
CHIEF EXECUTIVE

RIAZ AHMED  
DIRECTOR