

**GULISTAN TEXTILE MILLS LIMITED**  
**PROFIT AND LOSS ACCOUNT (UN-AUDITED)**  
**FOR THE 1ST QUARTER ENDED SEPTEMBER 30, 2005**

	<b>1ST QUARTER 30 SEP. 2005 RUPEES</b>
Sales (net)	<b>676,570,566</b>
Less : Cost of Sales	<b>584,929,306</b>
<b>Gross Profit</b>	<b>91,641,260</b>
<b>OPERATING EXPENSES</b>	
Other Operating Income	<b>(802,705)</b>
Distribution cost	<b>3,248,309</b>
Administrative expenses	<b>11,719,398</b>
Adjustment of fair value of investment property	<b>2,035,673</b>
Other Operating expenses	<b>995,184</b>
	<b>17,195,859</b>
<b>PROFIT FROM OPERATIONS</b>	<b>74,445,402</b>
FINANCE COST	<b>64,597,583</b>
PROFIT BEFORE TAXATION	<b>9,847,819</b>
Provision for current taxation	<b>3,798,449</b>
<b>Profit for the year after current taxation</b>	<b>6,049,370</b>
<b>Earning per share - Basic &amp; diluted</b>	<b>0.48</b>

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

**NASEER AHMED**  
Chief Executive

**MOHAMMAD ABDULLAH**  
Director