

**GULISTAN TEXTILE MILLS LIMITED**  
**BALANCE SHEET (UN-AUDITED)**  
**1st QUARTER ENDED SEPTEMBER 30, 2006**

NON CURRENT ASSETS	NOTE	1st Quarter ended September 30, 2006 Rupees (UNAUDITED)	Year ended June 30, 2006 Rupees (AUDITED)
<b>Fixed assets</b>			
Property, plant and equipments	5	1,712,608,319	1,727,973,717
Capital work-in-progress		58,109,223	52,292,053
		1,770,717,541	1,780,265,770
<b>Long term investments</b>		1,284,913,538	1,284,913,538
<b>Long term deposits</b>		16,260,054	16,288,054
<b>CURRENT ASSETS</b>			
Stores, spare parts & loose tools		94,132,034	97,544,430
Stock in trade		1,808,089,839	1,573,238,504
Trade debts - considered good		526,729,971	724,446,617
Loans and Advances		55,067,142	68,352,379
Trade deposits and short term prepayments		6,272,136	8,403,645
Other receivables		36,512,955	38,119,264
Income tax Refundable		-	11,971,175
Sales tax refundable		33,278,434	36,096,138
Other Financial Assets		91,281,525	82,559,982
Cash & Bank Balances		35,563,576	34,844,750
		2,686,927,610	2,675,576,885
		5,758,818,743	5,757,044,247
<b>SHARE CAPITAL AND RESERVES</b>			
<i>Share Capital</i>			
<i>Authorized capital</i>			
20,000,000 (June 30,2006: 20,000,000) Ordinary shares of Rs. 10. each		200,000,000	200,000,000
<b>Issued, subscribed &amp; paid up capital</b>	6	132,678,000	132,678,000
<b>Reserves</b>			
Share Premium		379,080,000	379,080,000
General Reserves		203,921,394	203,921,394
Unappropriated Profit		1,311,037,238	1,307,672,729
		1,894,038,632	1,890,674,123
<b>Shareholders Equity</b>		2,026,716,632	2,023,352,123
<b>Surplus on revaluation of property, plant and equipments</b>		236,264,340	236,264,340
<b>NON CURRENT LIABILITIES</b>			
<b>Long term financing</b>		604,233,296	702,442,396
<b>Liabilities against assets subject to finance lease</b>		132,580,942	138,602,752
<b>Deferred liabilities</b>			
Staff retirement benefits		35,159,014	36,614,851
Taxation		65,829,255	65,829,255
		100,988,269	102,444,106
<b>CURRENT LIABILITIES</b>			
Short term borrowings		2,151,350,961	2,029,740,073
Short term borrowings-for machinery imports		11,314,080	15,968,900
Current Portion of Long Term Borrowings		173,950,650	228,273,903
Trade & other payables		192,828,448	154,304,020
Accrued Interest/Mark-up on Loans		90,481,658	91,636,821
Provision for taxation		38,109,467	34,014,813
		2,658,035,264	2,553,938,529
<b>CONTINGENT LIABILITIES / COMMITMENTS</b>	7	5,758,818,743	5,757,044,247

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

NASEER AHMAD  
CHIEF EXECUTIVE

MUHAMMAD ABDULLAH  
DIRECTOR