

GULISTAN SPINNING MILLS LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2007 (UN-AUDITED)

	Share capital	Capital reserve	Fair value reserve	Reserve for issue of bonus shares	Unappropriated profit	Total
	----- Rupees -----					
Balance as at July 01, 2006 - as restated	100,000,000	25,000,000	-	-	118,005,807	243,005,807
Transfer to reserve for issue of bonus shares	-	-	-	10,000,000	(10,000,000)	-
Bonus shares issued	10,000,000	-	-	(10,000,000)	-	-
Profit for the six months period ended December 31, 2006					1,571,554	1,571,554
Balance as at December 31, 2006	110,000,000	25,000,000	-	-	109,577,361	244,577,361
Balance as at July 01, 2007	110,000,000	25,000,000	(80,366)	-	108,907,196	243,826,830
Transfer to reserve for issue of bonus shares				11,000,000	(11,000,000)	-
Bonus shares issued	11,000,000			(11,000,000)		-
Appreciation in fair value of available for sale investments			3,237			3,237
Profit for the six months period ended December 31, 2007	-	-	-	-	3,676,402	3,676,402
Balance as at December 31, 2007	121,000,000	25,000,000	(77,129)	-	101,583,598	247,506,469

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

TANVEER AHMED
CHIEF EXECUTIVE

MUHAMMAD ABDULLAH
DIRECTOR