

**GULISTAN SPINNING MILLS LIMITED**  
**PROFIT AND LOSS ACCOUNT -(UNAUDITED)**  
**FOR THE PERIOD ENDED MARCH 31,2007 (UN-AUDITED)**

	Quarter ended March 31 2007 (.....Rupees.....)	Quarter ended March 31 2006 (.....Rupees.....)	Period ended March 31 2007 (.....Rupees.....)	Period ended March 31 2006 (.....Rupees.....)	
	<i>Note</i>				
Sales	6	253,434,797	221,520,348	699,171,772	624,204,711
Cost of goods sold	7	218,715,614	187,406,514	595,231,476	534,331,941
<b>Gross profit</b>		<b>34,719,183</b>	<b>34,113,834</b>	<b>103,940,296</b>	<b>89,872,770</b>
Other operating income		206,699	(556,897)	2,355,390	(492,330)
		34,925,882	33,556,937	106,295,686	89,380,441
Distribution cost		5,227,734	5,802,012	15,876,743	13,554,865
Administrative expenses		3,874,491	2,550,641	13,214,508	11,531,258
Other operating expenses		315,968	(218,419)	1,450,180	1,098,035
Finance cost		23,882,587	21,499,055	70,819,285	54,298,993
		33,300,781	29,633,288	101,360,716	80,483,151
Share of profit/(loss) from associated undertakings		-	-	637,630	-
<b>Profit before tax</b>		<b>1,625,101</b>	<b>3,923,648</b>	<b>5,572,600</b>	<b>8,897,290</b>
Provision for taxation	8	2,342,060	3,048,705	4,718,005	3,700,790
<b>Profit after tax</b>		<b>(716,959)</b>	<b>874,943</b>	<b>854,595</b>	<b>5,196,500</b>
<b>Earnings / (losses) per share - basic and diluted</b>	9	<b>(0.07)</b>	<b>0.08</b>	<b>0.08</b>	<b>0.47</b>

**RIAZ AHMED**  
**DIRECTOR**

**TANVEER AHMED**  
**CHIEF EXECUTIVE**