

GULISTAN SPINNING MILLS LIMITED
STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE PERIOD ENDED MARCH 31,2007 (UN-AUDITED)

	Share Capital	Capital Reserve	Unappropriated profits	Reserve for issue of bonus shares	Shareholders' Equity
	('----- Rupees -----')				
Balance as at June 30, 2005	100,000,000	25,000,000	108,276,862	-	233,276,862
Profit for the period ended March 31,2006	-	-	5,196,500	-	5,196,500
Balance as at March 31,2006	<u>100,000,000</u>	<u>25,000,000</u>	<u>113,473,362</u>	<u>-</u>	<u>238,473,362</u>
Balance as at June 30, 2006	100,000,000	25,000,000	118,613,652	-	243,613,652
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 period ended March 31,2007	-	-	854,595	-	854,595
Balance as at March 31,2007	<u>110,000,000</u>	<u>25,000,000</u>	<u>109,468,247</u>	<u>-</u>	<u>244,468,247</u>

The annexed notes form an integral part of these financial statements

RIAZ AHMED
DIRECTOR

TANVEER AHMED
CHIEF EXECUTIVE