

GULISTAN SPINNING MILLS LIMITED

**STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS PERIOD ENDED
MARCH 31, 2008 (UN-AUDITED)**

	Share capital	Capital reserve	Fair value reserve	Reserve for issue of bonus shares	Unappropriated profit	Total
	----- Rupees -----					
Balance as at June 30, 2006 - as restated	100,000,000	25,000,000	-	-	118,005,807	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/(loss) for the nine months period ended March 31, 2007	-	-	-	-	854,595	854,595
Balance as at March 31, 2007	110,000,000	25,000,000	-	-	108,860,402	244,468,247
Balance as at June 30, 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/(diminution) in fair value of available for sale investments	-	-	7,223	-	-	7,223
Profit/(loss) for the nine months period ended March 31, 2008	-	-	-	-	5,379,928	5,379,928
Balance as at March 31, 2008	121,000,000	25,000,000	(73,143)	-	103,287,124	249,213,981

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

**TANVEER AHMED
CHIEF EXECUTIVE**

**MUHAMMAD ABDULLAH
DIRECTOR**