

PARAMOUNT SPINNING MILLS LIMITED
STATEMENT OF CHANGES IN EQUITY (UN AUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2005

	Share Capital	Share Premium	General Reserve	Fair Value Reserve	Unappropriated Profit	Total
Balance as at 30 September, 2004	105,000,000	15,400,000	160,000,000	-	39,856,721	320,256,721
Effect of Change in accounting policy	-	-	-	259,775	(259,775)	-
Balance as at 30 September, 2004-restated	105,000,000	15,400,000	160,000,000	259,775	39,596,946	320,256,721
Profit for the period	-	-	-	-	16,863,239	16,863,239
Fair value gain during the period	-	-	-	99,591	-	99,591
Balance as at 31 December, 2004	105,000,000	15,400,000	160,000,000	359,366	56,460,185	337,219,551
Profit for the period	-	-	-	-	6,720,117	6,720,117
Fair value gain during the period	-	-	-	253,998	-	253,998
Dividend for the year 2004	-	-	-	-	(10,500,000)	(10,500,000)
Balance as at 30 June, 2005	105,000,000	15,400,000	160,000,000	613,364	52,680,302	333,693,666
Profit for the half year	-	-	-	-	13,512,314	13,512,314
Fair value gain during the period	-	-	-	106,286	-	106,286
Bonus Shares	5,250,000	-	-	-	(5,250,000)	-
Balance as at 31 December, 2005	110,250,000	15,400,000	160,000,000	719,650	60,942,616	347,312,266

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

CHIEF EXECUTIVE

DIRECTOR