

PARAMOUNT SPINNING MILLS LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE HALF YEAR ENDED 31 DECEMBER 2006

	NOTE	<i>QUARTER ENDED</i>		<i>HALF YEAR ENDED</i>	
		<i>OCTOBER TO DECEMBER</i>		<i>JULY TO DECEMBER</i>	
		<i>2006</i>	<i>2005</i>	<i>2006</i>	<i>2005</i>
<i>UNAUDITED</i>					
<i>RUPEES</i>					
SALES	9	437,619,427	451,671,150	893,381,449	826,578,034
COST OF SALES	9	392,341,720	384,005,719	778,658,130	701,731,051
GROSS PROFIT		45,277,707	67,665,431	114,723,318	124,846,983
OPERATING EXPENSES					
Distribution Cost		15,412,442	8,767,589	32,583,938	21,943,298
Administrative Expenses		14,539,196	18,425,645	29,237,862	27,028,298
		29,951,638	27,193,234	61,821,800	48,971,596
OPERATING PROFIT		15,326,069	40,472,197	52,901,518	75,875,387
FINANCE COST		31,571,103	38,458,142	67,687,438	65,383,805
OTHER CHARGES		(233,794)	773,810	-	1,178,419
		(16,011,240)	1,240,245	(14,785,920)	9,313,163
OTHER INCOME	10	1,573,947	10,475,832	5,024,516	10,437,335
(PROFIT BEFORE TAXATION		(14,437,293)	11,716,077	(9,761,404)	19,750,498
SHARE OF (LOSS) / PROFIT FROM ASSOCIATES		(3,550,203)	-	(3,550,203)	-
		(17,987,496)	11,716,077	(13,311,607)	19,750,498
PROVISION FOR TAXATION					
CURRENT		4,921,299	3,316,176	8,483,048	6,238,184
DEFERRED		(7,106,033)	-	(7,106,033)	-
NET (LOSS)/ PROFIT AFTER TAXATION		(15,802,762)	8,399,901	(14,688,622)	13,512,314
BASIC AND DILUTED EARNING PER SHARE					
		(1.30)	0.69	(1.21)	1.11

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

CHIEF EXECUTIVE

DIRECTOR