

PARAMOUNT SPINNING MILLS LIMITED
STATEMENT OF CHANGES IN EQUITY (UN AUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2006

	Share Capital	Share Premium	General Reserve	Unappropriated Profit	Total
Balance as at 30 June, 2005 (Restated)	105,000,000	15,400,000	160,000,000	450,529,815	730,929,815
Profit for the half year	-	-	-	13,512,314	13,512,314
Bonus Shares	5,250,000	-	-	(5,250,000)	-
Balance as at 31 December, 2005	110,250,000	15,400,000	160,000,000	458,792,129	744,442,129
Profit for the half year	-	-	-	(9,456,766)	(9,456,766)
Balance as at 30 June, 2006	110,250,000	15,400,000	160,000,000	449,335,363	734,985,363
Loss for the half year	-	-	-	(14,688,622)	(14,688,622)
Bonus share issued	11,025,000	-	-	(11,025,000)	-
Transfer to general reserves	-	-	300,000,000	(300,000,000)	-
Balance as at 31 December, 2006	121,275,000	15,400,000	460,000,000	123,621,741	720,296,741

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

CHIEF EXECUTIVE

DIRECTOR

