

PARAMOUNT SPINNING MILLS LIMITED
PROFIT AND LOSS ACCOUNT (UN AUDITED)
FOR THE PERIOD ENDED 31 MARCH 2007

| | NOTE | QUARTER ENDED | | PERIOD ENDED | |
|---|----------|--------------------|-------------|----------------------|-------------------|
| | | JANUARY TO MARCH | | JULY TO MARCH | |
| | | 2007 | 2006 | 2007 | 2006 |
| RUPEES | | | | | |
| SALES | | 383,553,694 | 402,086,033 | 1,276,935,143 | 1,228,664,068 |
| COST OF SALES | 8 | 326,586,868 | 336,082,254 | 1,105,245,001 | 1,037,813,305 |
| GROSS PROFIT | | 56,966,826 | 66,003,779 | 171,690,143 | 190,850,763 |
| OPERATING EXPENSES | | | | | |
| Distribution Cost | | 16,134,732 | 11,838,937 | 48,718,669 | 33,782,235 |
| Administrative Expenses | | 13,214,967 | 13,284,104 | 42,452,829 | 40,312,402 |
| | | 29,349,699 | 25,123,041 | 91,171,497 | 74,094,637 |
| OPERATING PROFIT | | 27,617,127 | 40,880,738 | 80,518,646 | 116,756,126 |
| FINANCE COST | | 31,473,849 | 33,467,149 | 99,161,287 | 98,850,952 |
| OTHER CHARGES | | - | 77,001 | - | 1,255,420 |
| | | (3,856,722) | 7,336,588 | (18,642,641) | 16,649,754 |
| OTHER INCOME | 9 | 29,127 | (3,896,498) | 5,053,643 | 6,647,123 |
| PROFIT / (LOSS) BEFORE TAXATION | | (3,827,595) | 3,440,090 | (13,588,998) | 23,296,876 |
| SHARE OF (LOSS) / PROFIT FROM ASSOCIATES | | - | - | (3,550,203) | - |
| | | (3,827,595) | 3,440,090 | (17,139,201) | 23,296,876 |
| PROVISION FOR TAXATION | | | | | |
| CURRENT | | 716,133 | 3,299,252 | 9,199,181 | 9,537,436 |
| DEFERRED | | - | - | (7,106,033) | - |
| NET PROFIT / (LOSS) AFTER TAXATION | | (4,543,728) | 140,838 | (19,232,349) | 13,759,440 |
| BASIC EARNING PER SHARE | | (0.37) | 0.01 | (1.59) | 1.13 |

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

CHIEF EXECUTIVE

DIRECTOR