FROM :GGC FAX NO. :042 35941799 Oct. 10 2014 08:56AM P3

Gulshan Spinning Mills Limited

1st Floor, Garden Heights, 8-Aibak Block, New Garden Town, Lahore, Pakistan.
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UKAS

October 09, 2014

The General Manager
Karachi Stock Exchange (G) Ltd
Stock Exchange Building
Stock Exchange Road
Karachi

SUB: FINANCIAL RESULTS FOR THE YEAR ENDED JUNE 30, 2014

Dear Sir

We have to inform you that the Board of Directors of our Company in their meeting held on Thursday, October 09, 2013 at 05:00 P.M. at the Lahore Office of the Company at 2nd Floor, Garden Heights, 8-Aibak Block, New Garden Town, Lahore, recommend the following:

(i)	**CASH DIVIDEND**	**NIL**
(II)	**BONUS SHARES**	**NIL**
(III)	**RIGHT SHARES**	**NIL**

The Financial Results of the Company are as follows:

	Gulshan spinning Mills Limited	
	30-Jun-14 RUPEES	**30-Jun-13 RUPEES**
Sales - net	991,069,459	1,319,221,190
Cost of sales	(1,323,592,067)	(1,411,621,267)
Gross (Loss)/Profit	(332,522,608)	(92,400,077)
Selling and distribution expenses	(9,876,668)	(29,747,666)
Administrative and general expenses	(55,036,159)	(69,380,416)
Other operating expenses	(600,946)	(2,175,845)
Net other income	197,665,900	49,851,061
Operating (loss) / profit	(200,370,481)	(143,852,943)
Finance cost	(6,661,350)	(40,996,208)
Share of (loss) / profit of associated companies	(1,770,626)	(27,231,936)
(Loss)/Profit before Taxation	(208,802,457)	(212,081,087)
Taxation	6,057,046	(29,336,072)
(Loss)/Profit after taxation	(202,745,411)	(241,417,159)
(Loss)/Earnings per share	(9.12)	(10.86)

The auditors have mentioned observation on the following matters :
Due to net losses, net current liablities position and uncertainty related to the outcome of the law suits filed against the company indicate existance of material uncertainty about its ablity to continue as a going concern. These financial statements have been prepared on going concern basis on the assumptions as detailed in financial statements.
Due to pending litigations in the court mark-up / interest has not been accrued and balance confirmation letters from financial institutions have not been received.

Value of investment in Gujranwala Energy Limited (GEL) under equity method has been determined based on the unaudited financial statements of GEL.

The Annual General Meeting of the Company will be held on thursady October 31,2014 at 11.00 A.M at Trading Hall, Karachi Cotton Association Building, I.I Chundrigar Road, Karachi

The Share Transfer Books of the Company will be closed from October 24, 2014 to October 31, 2014(both days inclusive). Transfers received at the M/s Hameed Majeed Associates (Pvt) Limited, Karachi Chamber Hasrat Mohani road, Karachi at the close of business on October 23, 2014 will be treated in time.

We will be sending you 200 copies of printed audited accounts for distribution amongst the members of the Exchange seprately.

Yours Faithfully,
For Gulshan Spinning Mills Limited

Javaid Iqbal
COMPANY SECRETARY

Gulshan Spinning Mills Limited