111-573 329

Paramount Spinning Mills Limited

Karachi Office : 2nd Floor, Finlay House, I.I. Chundrigar Road, Karachi, (Pakistan)
Phones : (92-21) 2419943, 2419947 , 2419965, 111-200-000 Fax : (92-21) 2411559
E-mail : khi@gulistangroup.com.pk

Dated: 29 February 2008

The General Manager
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building
Karachi

Financial results for the Half Year ended 31 December 2007

Dear Sir,

We have to inform you that the board of directors of the company in its meeting held on 29 February 2008 ad approved the un audited half yearly accounts for the period ended 31 December 2007

The Financial results are as follows:-

	Quarter Ended October to December (Rupees)		Period Ended July to December (Rupees)	
	2007	**2006**	**2007**	**2006**
Sales – Net	527,45,84	437,619,427	1,072,740,904	923,679,194
Cost of Sales	449,383,453	392,341,719	916,878,169	808,955,876
Gross Profit	78,262,331	45,277,708	155,862,735	114,723,318
Operating Expenses	30,851,869	29,951,638	67,472,344	61,821,800
Operating Profit	47,410,462	15,326,070	88,390,391	52,901,518
Financial & Other Charges	36,334,311	31,337,309	85,087,667	67,687,438
Other Income	(1,625,378)	1,573,947	38,514,036	5,024,516
Profit / (Loss) before tax	9,450,773	(14,437,292)	41,816,760	(9,761,404)
Share of (Loss) / Profit from Associates	2,446,316	(3,550,203)	2,446,316	(3,550,203)
Provision for taxation – Current	1,894,789	4,921,299	5,854,034	8,483,048
- Deferred	22,545,431	(7,106,033)	22,545,431	(7,106,033)
Net profit / (Loss) for the period after taxation	(12,543,131)	(15,802,761)	15,863,611	(14,688,622)
Earning Per Share	(1.03)	(1.30)	1.19	(1.21)

We will be sending you 300 copies of the printed accounts of the Company for distribution amongst the members of your esteemed Exchange in due course of time.

With due regards,

Yours Faithfully,
For Paramount Spinning Mills Limited

Zameer . Q. Siddiqui
Company Secretary