

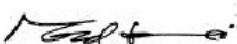


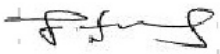
BHANERO TEXTILE MILLS LIMITED

**PROFIT AND LOSS ACCOUNT ( UN-AUDITED )  
FOR THE PERIOD ENDED MARCH 31, 2007**

|  | <u>NINE MONTHS ENDED</u> |                       | <u>QUARTER ENDED</u>  |                       |
|--|--------------------------|-----------------------|-----------------------|-----------------------|
|  | <u>March 31, 2007</u>    | <u>March 31, 2006</u> | <u>March 31, 2007</u> | <u>March 31, 2006</u> |
|  | -----Rupees-----         |                       | -----Rupees-----      |                       |
| Sales (Net)                            | 2,631,651,599            | 1,775,608,419         | 950,910,685           | 849,303,134           |
| Cost of goods sold                     | <u>2,245,165,562</u>     | <u>1,451,317,339</u>  | <u>850,722,696</u>    | <u>704,287,404</u>    |
| <b>Gross profit</b>                    | <b>386,486,037</b>       | <b>324,291,080</b>    | <b>100,187,989</b>    | <b>145,015,730</b>    |
| Other operating income                 | <u>884,150</u>           | <u>1,931,027</u>      | <u>303</u>            | <u>1,781,274</u>      |
|  | <b>387,370,187</b>       | <b>326,222,107</b>    | <b>100,188,292</b>    | <b>146,797,004</b>    |
| Distribution cost                      | <u>19,537,159</u>        | <u>15,311,569</u>     | <u>7,303,957</u>      | <u>6,633,124</u>      |
| Administrative expenses                | <u>34,340,281</u>        | <u>29,432,746</u>     | <u>10,430,100</u>     | <u>9,491,013</u>      |
| Other operating expenses               | <u>9,231,277</u>         | <u>8,228,159</u>      | <u>1,818,691</u>      | <u>3,943,354</u>      |
| Finance cost                           | <u>150,648,949</u>       | <u>118,833,731</u>    | <u>46,080,425</u>     | <u>51,232,732</u>     |
|  | <b>213,757,666</b>       | <b>171,806,205</b>    | <b>65,633,173</b>     | <b>71,300,223</b>     |
| <b>Profit before taxation</b>          | <b>173,612,521</b>       | <b>154,415,902</b>    | <b>34,555,119</b>     | <b>75,496,781</b>     |
| <b>Provision for taxation</b>          |                          |                       |                       |                       |
| Current Period                         | <u>26,316,515</u>        | <u>17,892,045</u>     | <u>9,389,580</u>      | <u>8,628,991</u>      |
| Prior Period                           | <u>-</u>                 | <u>(634,568)</u>      | <u>-</u>              | <u>-</u>              |
| Deffered                               | <u>36,000,000</u>        | <u>30,000,000</u>     | <u>10,017,674</u>     | <u>10,000,000</u>     |
|  | <b>62,316,515</b>        | <b>47,257,477</b>     | <b>19,407,254</b>     | <b>18,628,991</b>     |
| <b>Profit after taxation</b>           | <b>111,296,006</b>       | <b>107,158,425</b>    | <b>15,147,865</b>     | <b>56,867,790</b>     |
| Earnings per share - basic and diluted | <u>37.10</u>             | <u>35.72</u>          | <u>5.05</u>           | <u>18.96</u>          |

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

  
MOHAMMAD SALIM  
CHIEF EXECUTIVE

  
MOHAMMAD SHAHKEEL  
DIRECTOR