



Gulistan Spinning Mills Limited

1st Floor, Garden Heights, 8-Aibak Block, New Garden Town, Lahore, Pakistan.
UAN: +92-42-111-200-000, Tel: +92-42-35941819-23 Fax: +92-42-35941737-38
E-mail: info@gulistangroup.com.pk, G.N. Comtext: A21PK002



March 22, 2018

The General Manager
Pakistan Stock Exchange Ltd
Stock Exchange Building
Stock Exchange Road
Karachi

SUB: FINANCIAL RESULTS FOR THE YEAR ENDED JUNE 30, 2016

Dear Sir

We have to inform you that the Board of Directors of our Company in their meeting held on Thursday, March 22, 2018 at 04:30 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:

Gulistan Spinning Mills Limited		
	30-Jun-16	30-Jun-15
	RUPEES	RUPEES
Sales - net	3,000,000	-
Cost of sales	(34,715,196)	(218,483,763)
Gross (Loss)/Profit	(31,715,196)	(218,483,763)
Selling and distribution expenses	-	-
Administrative and general expenses	(2,797,318)	(9,862,519)
Other operating expenses	(3,141,197)	(12,694,500)
Net other income	14,022,009	6,449,717
Operating (loss) / profit	(23,631,702)	(234,591,065)
Finance cost	(10,671,391)	(9,821,331)
Share of (loss) / profit of associated companies	-	-
(Loss)/Profit before Taxation	(34,303,093)	(244,412,396)
Taxation	(3,212,374)	(7,055,004)
(Loss)/Profit after taxation	(37,515,467)	(251,467,400)
(Loss)/Earnings per share	(2.56)	(17.18)

The auditors have mentioned observation on the following matters :

Due to net losses, net current liabilities position and uncertainty related to the outcome of the law suits filed against the company indicate existence of material uncertainty about its ability 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.

The Board has approved that overdue Annual General Meeting date will be announce after getting SECP direction for holding of overdue Annual General Meeting for the year ended 30.06.2016.

Yours Faithfully,
For Gulistan Spinning Mills Limited

Muhammad Saleem Raza
COMPANY SECRETARY