

**NAZIR COTTON MILLS LTD**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE QUARTER ENDED MARCH 31, 2008**

	<u>For the Quarter</u>		<u>Accumulated upto</u>	
	Jan - Mar 2008 Rupees	Jan - Mar 2007 Rupees	Jul - Mar 2008 Rupees	Jul --Mar 2007 Rupees
Sales - Net	8	-	166,250	57,284,059
Cost of Sales	9	444,604	2,781,400	71,467,474
<b>Gross (Loss) / Profit</b>	<u>(875,101)</u>	<u>(444,604)</u>	<u>(2,615,150)</u>	<u>(14,183,415)</u>
<b>Operating Expenses</b>				
Administrative	829,745	524,222	2,423,709	2,091,757
Selling and Distribution	-	-	-	104,805
	<u>829,745</u>	<u>524,222</u>	<u>2,423,709</u>	<u>2,196,562</u>
<b>Operating Loss</b>	<u>(1,704,846)</u>	<u>(968,826)</u>	<u>(5,038,859)</u>	<u>(16,379,977)</u>
Other Income	36,773	2,218	36,773	4,409
Financial and other Charges	(322,066)	(331,192)	957,161	(1,013,810)
<b>(LOSS) / BEFORE TAXATION</b>	<u>(1,990,139)</u>	<u>(1,297,800)</u>	<u>(5,959,247)</u>	<u>(17,389,378)</u>
Taxation	-	-	831	286,420
<b>(LOSS) / AFTER TAXATION</b>	<u>(1,990,139)</u>	<u>(1,297,800)</u>	<u>(5,960,078)</u>	<u>(17,675,798)</u>
Basic earning / (loss) per share	<u>(0.09)</u>	<u>(0.06)</u>	<u>(0.26)</u>	<u>(0.77)</u>

The annexed notes form an integral part of these accounts.

Chief Executive Officer

Director