

**SUNRAYS TEXTILE MILLS LIMITED  
PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED JUNE 30, 2007**

	<b>Note</b>	<b>2007 Rupees</b>	<b>2006 Rupees</b>
Sales - net	<b>23</b>	1,688,924,101	1,612,639,975
Cost of sales	<b>24</b>	(1,556,730,203)	(1,473,846,307)
Gross profit		<u>132,193,898</u>	<u>138,793,668</u>
Other operating income	<b>25</b>	<u>20,949,638</u>	<u>1,323,988</u>
		153,143,536	140,117,656
Profit on other operations	<b>26</b>	-	603,075
Profit on trading of cotton lint	<b>27</b>	184,753	3,886,005
		<u>153,328,289</u>	<u>144,606,736</u>
Distribution cost	<b>28</b>	18,126,561	9,574,318
Administrative expenses	<b>29</b>	30,267,049	28,264,803
Other operating expenses	<b>30</b>	1,949,715	1,652,531
Finance cost	<b>31</b>	86,904,834	76,515,385
		<u>(137,248,159)</u>	<u>(116,007,037)</u>
Profit before taxation		16,080,130	28,599,699
Provision for taxation	<b>32</b>	(7,887,274)	(22,262,998)
<b>Net profit for the year</b>		<u><u>8,192,856</u></u>	<u><u>6,336,701</u></u>
<b>Earnings per share</b>	<b>33</b>	<u><u>1.19</u></u>	<u><u>0.92</u></u>

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

**CHIEF EXECUTIVE OFFICER**

**DIRECTOR**

**CHIEF FINANCIAL OFFICER**