

Indus Dyeing & Manufacturing Company Limited.
Cash flow statement (Unaudited)
For the half year ended March 31, 2005

	Six months Mar-05	Six months Mar-04
	Rupees in (' 000 ')	
<u>Cash flow from operating activities.</u>		
Cash generated from operations	(A) (29,286)	(123,896)
Financial charges paid	(37,528)	(28,229)
Taxes paid	(26,505)	(15,115)
Gratuity paid	(5,012)	-
Long term deposits & pre payments	(500)	(2,213)
Net cash flow from operating activities	(98,831)	(169,453)
 <u>Cash flow from investing activities.</u>		
Fixed capital expenditure	(278,042)	(109,339)
Capital work in progress	(74,313)	25,059
Sale proceed from disposal	303	12,391
Net cash used in investing activities	(352,052)	(71,889)
	(450,883)	(241,342)
 <u>Cash flow from financing activities.</u>		
Long term loans - (net)	189,972	40,066
Long term morabaha - (net)	34,000	-
Liabilities against assets subject to finance lease - (net)	(961)	15,952
Loan from directors - (net)	8,779	-
Payment of dividend	(2,679)	(9,092)
Net cash used in financing activities	229,111	46,926
Net (decrease) in cash & cash equivalent	(221,772)	(194,416)
Cash & cash equivalent at the beginning of the year	(509,723)	(514,557)
Cash & cash equivalent at the end of the period	(B) (731,495)	(708,973)
 <u>(A) Cash generated from operations.</u>		
Net profit before taxation	286,964	134,932
Adjustments for		
Depreciation	67,538	56,078
Provision for gratuity	3,802	2,570
Provision for diminution in investment value	4,410	-
(Profit) on disposal of fixed assets	(37)	(629)
Financial charges	47,247	27,367
	122,960	85,386
Cash generated before working capital changes	409,924	220,318
 <u>Working capital changes.</u>		
(Increase) / decrease in current assets		

Stores & spare	(20,799)	2,919
Stock in trade	(528,294)	(202,476)
Trade debts	(14,419)	(82,344)
Loans and advances	19,220	(4,626)
Deposits and pre- payments	(663)	10,747
Other receivables	(404)	(72,449)
Tax refunds due from government	4,781	-
Short term investment	(12,624)	-
Increase in current liabilities	(553,202)	(348,229)
(Decrease) / increase in current liabilities creditors, accrued & other liabilities (net)	113,992	4,015
	(439,210)	(344,214)
	(29,286)	(123,896)
(B) Cash and cash equivalents.		
Cash and bank balances	39,040	16,257
Short term borrowings	(770,535)	(725,230)
	(731,495)	(708,973)

The annexed notes from 1 to 7 form an integral part of these financial statements.

Shahzad Ahmad
Chief Executive

Naveed Ahmad
Director