

**Indus Dyeing & Manufacturing Company Limited.**  
**Cash flow statement ( un - audited )**  
**For the first quarter ended September 30, 2007**

	<u>Un - audited</u> <u>July - Sept- 07</u>	<u>Un - audited</u> <u>July - Sept- 06</u>
	Rupees in ( ' 000 ' )	
<b><u>Cash flow from operating activities</u></b>		
Cash generated by operations	(A) 1,007,357	1,223,548
Financial cost paid	(88,808)	(101,552)
Taxes paid ( net )	(8,155)	(43,150)
Gratuity paid	(726)	(2,483)
<b>Net cash inflow from operating activities</b>	<b>909,668</b>	<b>1,076,363</b>
<b><u>Cash flow from investing activities.</u></b>		
Fixed capital expenditure	(38,661)	(75,952)
Sale proceed of fixed assets	283	3,893
Interest in joint venture	-	(747,500)
Long term deposits	821	-
<b>Net cash outflow from investing activities</b>	<b>(37,557)</b>	<b>(819,559)</b>
	<b>872,111</b>	<b>256,804</b>
<b><u>Cash flow from financing activities.</u></b>		
Long term loans - ( net )	(151,513)	205,748
Long term morabaha - ( net )	(2,952)	(5,000)
Liabilities against assets subject to finance lease - ( net )	(11,218)	(11,551)
Short term borrowings	(714,989)	(441,564)
Payment of dividend	(35)	(57)
<b>Net cash inflow from financing activities</b>	<b>(880,707)</b>	<b>(252,424)</b>
Net (decrease) in cash & cash equivalent	(8,596)	4,380
Cash & cash equivalent at the beginning of the year	41,192	28,670
<b>Cash &amp; cash equivalent at the end of the period (B)</b>	<b>32,596</b>	<b>33,050</b>

The annexed notes from 1 to 10 form an integral part of these financial statements.

Shahzad Ahmad	Naveed Ahmad
Chief Executive	Director

**(A) Cash generated from operations.**

Net profit before taxation 94,311 146,732

**Adjustments for**

Depreciation	79,871	101,435
Provision for gratuity	2,385	1,825
Fair value ( gain ) / loss on other financial assets	3,413	86
( Profit ) / loss on disposal of fixed assets	(12)	(858)
Share of profit from Joint Venture	(11,634)	-
Share of profit from associate	(3,971)	-
Financial charges	79,594	87,565
	<u>149,646</u>	<u>190,053</u>

**Cash generated before working capital changes 243,957 336,785**

**Working capital changes.**

**( Increase ) / decrease in current assets**

Stores & spare	(6,096)	(7,593)
Stock in trade	552,707	773,112
Trade debts	209,536	14,379
Loans and advances	(55,110)	31,134
Deposits and pre- payments	5,814	4,455
Other receivables	6,721	1,278
Other financial assets	192	(172)
	<u>713,764</u>	<u>816,593</u>

( Decrease ) / increase in current liabilities trade and other payables

	<u>49,636</u>	<u>70,170</u>
	<u>763,400</u>	<u>886,763</u>
	<u>1,007,357</u>	<u>1,223,548</u>