

Indus Dyeing & Manufacturing Company Limited.
Cash flow statement (un audited)
For the third quarter ended March 31, 2006

	<u>Un audited</u> <u>Jul,05 - Mar,06</u>	<u>Audited</u> <u>June - 2005</u>
	Rupees in (' 000 ')	
<u>Cash flow from operating activities</u>		
Cash generated by operations (A)	33,944	346,031
Taxes paid (net)	(33,567)	(46,765)
Financial cost paid	(229,545)	(88,321)
Gratuity paid	(5,170)	(7,802)
Net cash inflow from operating activities	(234,338)	203,143
<u>Cash flow from investing activities.</u>		
Fixed capital expenditure	(961,951)	(1,408,895)
Sale proceed of fixed assets	15,622	1,011
Long term deposits	(3,107)	(275)
Net cash outflow from investing activities	(949,436)	(1,408,159)
	(1,183,774)	(1,205,016)
<u>Cash flow from financing activities.</u>		
Long term loans - (net)	239,517	1,036,274
Long term morabaha - (net)	(28,500)	20,500
Liabilities against assets subject to finance lease - (net)	45,442	(23,331)
Short term borrowings	940,926	167,617
Payment of dividend	(1,796)	(2,716)
Net cash inflow from financing activities	1,195,589	1,198,344
Net (decrease) in cash & cash equivalent	11,815	(6,672)
Cash & cash equivalent at the beginning of the year	24,181	30,853
Cash & cash equivalent at the end of the period (B)	35,996	24,181

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

Shahzad Ahmad	Naveed Ahmad
Chief Executive	Director

(A) Cash generated from operations.

Net profit before taxation 415,547 451,186

Adjustments for

Depreciation	253,764	163,860
Provision for gratuity	16,570	6,378
Provision for bad and doubtful debts	-	1,964
Provision for (app.) / dim. in investment value	(1,343)	2,991
Provision for cess payable	4,351	3,130
(Profit) / loss on disposal of fixed assets	(493)	195
Financial charges	253,092	117,316

525,941 295,834

Cash generated before working capital changes

941,488 747,020

Working capital changes.**(Increase) / decrease in current assets**

Stores & spare	(22,994)	1,537
Stock in trade	(862,665)	(512,645)
Trade debts	(65,906)	20,986
Loans and advances	18,010	13,230
Deposits and pre- payments	4,216	(5,387)
Other receivables	(9,208)	2,473
Other financial assets	7,561	(3,792)

(930,986) (483,598)

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

23,442 82,609

(907,544) (400,989)

33,944 346,031