

INDUS DYEING & MANUFACTURING CO. LIMITED
CASH FLOW STATEMENT (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED DECEMBER 31, 2006

	<i>December 31,</i> 2006	<i>December 31,</i> 2005
	<i>----- Rupees in '000 -----</i>	
Cash flows from operating activities		
Profit before taxation	339,366	279,261
Adjustments for :		
Provision for depreciation	171,176	164,740
Provision for gratuity	6,394	6,785
Provision for (diminuation)/apreciation in the value of investment	920	(1,163)
Loss on disposal of fixed assets	(1,165)	(895)
Share of profit from joint venture	(20,747)	-
Gain on disposal of business	(54,797)	-
Finance cost	168,488	158,913
Operating profit before working capital changes	a <u>609,635</u>	<u>607,641</u>
Changes in working capital		
(Increase) / decrease in current assets		
Stores, spares and loose tools	(20,652)	(11,385)
Stock in trade	(1,049,352)	(929,333)
Trade debts	(91,209)	(52,107)
Loans and advances	12,921	(27,249)
Trade deposits and short-term prepayments	14,872	1,643
Other receivables	(9,277)	(33,925)
Other financial assets	-	8,904
Tax refundable	19,113	-
Increase / (decrease) in current liabilities		
Trade and other payables	160,776	119,539
	b <u>(962,808)</u>	<u>(923,912)</u>
Cash used in operations	a + b <u>(353,173)</u>	<u>(316,271)</u>
Finance cost paid	(175,298)	(125,043)
Income tax paid	(73,421)	(32,034)
Gratuity Paid	(7,941)	(4,080)
Net cash used in operating activities	<u>(609,833)</u>	<u>(477,429)</u>
Cash flows from investing activities		
Purchase of property, plant and equipment-net	(300,685)	(818,434)
Proceeds from disposal of property, plant and equipment	4,494	8,592
Investment in joint venture	(747,500)	-
Long term deposits	-	(2,294)
Profit from disposal of business	1,115,818	-
Net cash from / (used in) financing activities	<u>72,127</u>	<u>(812,136)</u>

December 31, December 31,
2006 2005
----- Rupees in '000 -----

Cash flows from financing activities

Long term loan less repayments	(35,347)	250,550
Long term Morhaba-net	(22,554)	52,000
Loan From Directors- net	-	(116,191)
Liabilities against assets subject to finance lease	(35,160)	41,035
Payment of dividend	-	(763)
	(93,061)	226,631
Net decrease in cash and cash equivalent	(630,767)	(1,062,933)
Cash and cash equivalent at the beginning of the period	(1,306,281)	(927,556)
	(1,937,048)	(1,990,489)

CASH AND CASH EQUIVALENT

Cash and bank balances	192,980	44,492
Short term bank borrowings	(2,130,028)	(2,034,981)
	(1,937,048)	(1,990,489)

The annexed notes from 1 to 14 form an integral part of these financial statements

SHAHZAD AHMAD
CHIEF EXECUTIVE

NAVEED AHMAD
DIRECTOR