

## CASH FLOW STATEMENT FOR THE YEAR ENDED JUNE 30, 2009

	2009 Rupees	2008 Rupees
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss) / Profit before taxation	(118,164,635)	181,137,330
Adjustments for:		
Depreciation on property, plant and equipment	42,869,135	44,749,475
Finance cost	139,503,213	59,461,680
Provision for doubtful debts	400,379	1,266,523
Provision for slow moving and obsolete items	303,179	-
Provision for doubtful receivables	2,194,334	-
Balances written off - Advances	2,133,110	-
Gain on disposal of property, plant and equipment	(336,697)	(433,945)
Dividend income	(9,585,850)	(518,850)
Gain on sale of investments	-	(33,630,290)
Loss on remeasurement of investment at market value	102,976,381	64,887,785
Operating cash flows before movement in working capital	162,292,549	316,919,708
(Increase) / decrease in current assets		
Stores, spares and loose tools	195,863	(6,777,219)
Stock in trade	(724,001,272)	(872,665,753)
Trade debts	(104,073,485)	394,099,784
Loans and advances	102,187,389	(157,544,238)
Trade deposits and short-term prepayments	4,832,954	(3,293,523)
Other receivables	10,893,392	(6,780,886)
Increase / (decrease) in current liabilities		
Trade and other payables	451,626,306	(9,840,969)
Sales tax payable	(3,666,262)	41,955,477
Cash used in operations	(99,712,566)	(303,927,619)
Income taxes paid	(9,843,480)	(26,043,860)
Interest / markup paid	(120,062,749)	(51,123,788)
Long term deposits paid	(10,000)	(300,000)
Net cash used in operating activities	(229,628,795)	(381,395,267)
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from disposal of property, plant and equipment	429,750	1,706,880
Purchase of property, plant and equipment	(10,909,040)	(12,816,441)
Purchase of investments	(5,139,105)	(241,581,756)
Dividends income	9,475,850	518,850
Net cash used in investing activities	(6,142,545)	(252,172,467)
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Short term borrowing - net	80,328,995	198,311,653
Dividend paid	(117,638,523)	(117,780,190)
Net cash (used in) / from financing activities	(37,309,528)	80,531,463
Net decrease in cash and cash equivalents (A+B+C)	(273,080,868)	(553,036,271)
Cash and cash equivalents at beginning of the year	(189,654,575)	363,381,696
Cash and cash equivalents at the end of the year	(462,735,443)	(189,654,575)
<b>Cash and cash equivalents</b>		
Cash and bank balances	82,972,632	258,849,410
Short term running finance	(545,708,075)	(443,740,601)
Book overdraft	-	(4,763,384)
	(462,735,443)	(189,654,575)

The annexed notes form an integral part of these financial statements

**CHIEF EXECUTIVE OFFICER**

**DIRECTOR**