

CASH FLOW STATEMENT FOR THE YEAR ENDED JUNE 30, 2007

	Note	JUNE 30, 2007	JUNE 30, 2006
		(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		8,558	86,519
Adjustment for:			
Depreciation		62,559	48,744
Reversal of liability		(675)	-
Gain on disposal of fixed assets		(665)	(178)
Impairment loss on property, plant and equipment		-	4,154
Exchange loss		75	14
Provision for obsolete stocks		-	3,678
Provision for doubtful debts		1,000	1,906
Provision for WPPF		450	4,556
Provision for gratuity		4,524	3,316
Financial charges		107,182	57,373
		174,449	123,562
Cash flow from operating activities before working capital changes		183,007	210,081
(Increase) / Decrease in current assets :			
Spares & loose tools		(23,973)	(24,181)
Stock in trade		(159,448)	(57,744)
Trade debts		(39,459)	(35,349)
Loans & advances		(126)	(22,536)
Short term prepayments & deposits		(4,144)	37
Other receivables		(12,543)	807
Net increase in current assets		(239,694)	(138,966)
Increase / (Decrease) in current liabilities:			
Trade and other payables		64,781	89,055
Other payments:			
Financial charges paid		(90,023)	(54,438)
Gratuity paid		(3,755)	(435)
WPPF paid		(4,554)	(2,804)
Income taxes paid		(9,887)	(4,583)
		(108,219)	(62,260)
Net cash (Outflow) / inflow from operating activities		(100,125)	97,911
CASH FLOW FROM INVESTING ACTIVITIES			
Property, plant and equipment		(179,086)	(316,958)
Capital work-in-progress		(112,061)	118,830
Long term security deposits		499	(1,870)
Proceeds from disposal of fixed assets		1,333	540
Net cash outflow from investing activities		(289,316)	(199,458)
CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from long term loans		306,528	133,886
Repayment of long term loans		(75,100)	(44,661)
Finance leases acquired		28,501	8,854
Payment of finance lease liability		(16,784)	(13,985)
Net cash outflow from financing activities		243,146	84,094
Net Increase in cash and cash equivalents		(146,295)	(17,454)
Cash and cash equivalents at the beginning of the period		(57,185)	(39,730)
Cash and cash equivalents at the end of the period	40	(203,480)	(57,185)

The annexed notes form an integral part of these financial statements

Hassain Jamil
Charirman

Ahsan Jamil
Chief Executive Officer