Indus Dyeing & Manufacturing Company Limited. Condensed cash flow statement (un - audited) For the nine month period ended March 31, 2011.

Nine month period ended

	<u>Jul,10 - Mar- 11</u> <u>Jul,09 - Mar- 10</u> Rs in (000)	
(A) Cash flows from operating activities :		
Net profit before taxation	1,567,336	1,166,911
Adjustments for		
Depreciation	204,263	216,227
Provision for gratuity	27,000	17,850
Fair value (gain) / loss on other financial assets	3,426	1,991
(Gain)/loss on disposal of other financial assets	(331)	(2,346)
(Profit) / loss on disposal of property, plant and		
equipment	(487)	609
Finance cost	261,620	413,715
Dividend income	(6,504)	(3,487)
Share of (profit) / loss from associate	(53,548)	(42,019)
Share of (profit)/loss from Joint Venture	(9,386)	(226,077)
	426,052	376,463
Operating profit before working capital changes	1,993,388	1,543,374
Working capital changes.		
(Increase) / decrease in current assets		
Stores, spares and loose tools	(9,802)	(18,202)
Stock in trade	(3,885,475)	(529,847)
Trade debts	(896,825)	(77,673)
Loans and advances	2,581	9,807
Trade deposits and short - term payments	(1,265)	(781)
Tax refundable	(1,661)	(18,964)
Other receivables	(12,962)	(8,222)
(Decrease) / increase in current liabilities trade		
and other payables	82,277	207,061
	(4,723,133)	(436,821)
Cash generated from / (used in) operations	(2,729,745)	1,106,553
Income taxes paid - net	(191,250)	(82,140)
Finance cost paid	(214,850)	(459,796)
Gratuity paid	(11,930)	(15,628)
Net cash used in operating activities	(3,147,774)	548,989

Proceed on disposal of property, plant and equipment Purchase of other financial assets Proceed on disposal of other financial assets Proceed on disposal of other financial assets Dividend received Cash used in investing activities Cash flows from financing activities: Long - term financing acquired Repayment of long - term financing Repayment of long - term morabaha Repayment of liabilities against assets subject to finance lease Dividend paid Net cash used in financing activities (5,192) Cash & cash equivalent at the beginning of the period Cash & cash equivalent at the end of the period Cash a cash equivalent at the end of the period Cash and bank balances 28,066 57,634 Short - term borrowings (668 25,754 26,645 26,754 (668 25,754 25,754 26,645 25,754 25,754 26,645 25,754 26,645 26,645 26,645 27,7110 26,645 27,7110 27,7110 28,066 28,066 28,066 57,634 Short - term borrowings (822,895	(B) Cash flows from investing activities:		
Purchase of other financial assets Proceed on disposal of other financial assets Proceed on disposal of other financial assets Dividend received Long term deposits Ret cash used in investing activities (C) Cash flows from financing activities: Long - term financing acquired Repayment of long - term financing Repayment of liabilities against assets subject to finance lease Dividend paid Ret cash used in financing activities (5,192) (2,283 Dividend paid (90,369) (27,111 Net cash used in financing activities (533,873) (511,684 Net decrease in cash & cash equivalent (A + B + C) (3,705,161) (39,805 Cash & cash equivalent at the beginning of the period (2sh & cash equivalent at the end of the period Cash acash equivalent at the end of the period Cash and bank balances (28,066) 57,634 Short - term borrowings	Purchase of property, plant and equipment	(62,955)	(118,292)
Proceed on disposal of other financial assets Dividend received Cong term deposits Ret cash used in investing activities: Long - term financing activities: Long - term financing acquired Repayment of long - term morabaha Repayment of long - term morabaha Repayment of liabilities against assets subject to finance lease Dividend paid Net cash used in financing activities (5,192) (2,283) Dividend paid Net cash used in financing activities (3,705,161) (39,805) Cash & cash equivalent at the beginning of the period Cash & cash equivalent at the end of the period Cash and bank balances 28,066 57,634 Short - term borrowings (822,895)	Proceed on disposal of property, plant and equipment	26,645	25,754
Dividend received 6,504 3,487 Long term deposits 7. (2,520 Net cash used in investing activities (23,514) (77,110 (C) Cash flows from financing activities: Long - term financing acquired 31,027 76,485 Repayment of long - term financing (469,339) (548,775 Repayment of long - term morabaha - (10,000) Repayment of liabilities against assets subject to finance lease Dividend paid (90,369) (27,111 Net cash used in financing activities (533,873) (511,684) Net decrease in cash & cash equivalent (A + B + C) (3,705,161) (39,805) Cash & cash equivalent at the beginning of the period (9,991) (725,456) Cash & cash equivalent at the end of the period Cash and bank balances 28,066 57,634 Short - term borrowings (3,743,218) (822,895)	Purchase of other financial assets	-	(668)
Long term deposits - (2,520 Net cash used in investing activities (23,514) (77,110 (C) Cash flows from financing activities: Long - term financing acquired 31,027 76,485 Repayment of long - term financing (469,339) (548,775 Repayment of liabilities against assets subject to finance lease (5,192) (2,283 Dividend paid (90,369) (27,111 Net cash used in financing activities (533,873) (511,684 Net decrease in cash & cash equivalent (A + B + C) (3,705,161) (39,805 Cash & cash equivalent at the beginning of the period (9,991) (725,456 Cash & cash equivalent at the end of the period (3,715,152) (765,261 Cash and bank balances 28,066 57,634 Short - term borrowings (3,743,218) (822,895	Proceed on disposal of other financial assets	6,293	15,129
Net cash used in investing activities(23,514)(77,110)(C) Cash flows from financing activities:Long - term financing acquired31,02776,485Repayment of long - term financing(469,339)(548,775Repayment of long - term morabaha-(10,000)Repayment of liabilities against assets subject to finance lease(5,192)(2,283)Dividend paid(90,369)(27,111)Net cash used in financing activities(533,873)(511,684)Net decrease in cash & cash equivalent (A + B + C)(3,705,161)(39,805)Cash & cash equivalent at the beginning of the period(9,991)(725,456)Cash & cash equivalent at the end of the period(3,715,152)(765,261)Cash & cash equivalent at the end of the period28,06657,634Cash and bank balances28,06657,634Short - term borrowings(3,743,218)(822,895)	Dividend received	6,504	3,487
(C) Cash flows from financing activities: Long - term financing acquired Repayment of long - term financing Repayment of long - term morabaha Repayment of liabilities against assets subject to finance lease Dividend paid (90,369) (27,111 Net cash used in financing activities (533,873) (511,684) Net decrease in cash & cash equivalent (A + B + C) (3,705,161) (39,805) Cash & cash equivalent at the beginning of the period (9,991) (725,456) Cash & cash equivalent at the end of the period Cash and bank balances (82,066) (3,743,218) (822,895)	Long term deposits	-	(2,520)
Long - term financing acquired Repayment of long - term financing Repayment of long - term morabaha Repayment of liabilities against assets subject to finance lease Dividend paid Net cash used in financing activities Cash & cash equivalent at the beginning of the period Cash & cash equivalent at the end of the period Cash & cash equivalent at the end of the period Cash and bank balances Short - term borrowings (469,339) (548,775 (10,000) (2,283 (90,369) (27,111 (39,805) (3,705,161) (39,805) (725,456) (765,261)	Net cash used in investing activities	(23,514)	(77,110)
Long - term financing acquired Repayment of long - term financing Repayment of long - term morabaha Repayment of liabilities against assets subject to finance lease Dividend paid Net cash used in financing activities Cash & cash equivalent at the beginning of the period Cash & cash equivalent at the end of the period Cash & cash equivalent at the end of the period Cash and bank balances Short - term borrowings (469,339) (548,775 (10,000) (2,283 (90,369) (27,111 (39,805) (3,705,161) (39,805) (725,456) (765,261)			
Repayment of long - term financing Repayment of long - term morabaha Repayment of liabilities against assets subject to finance lease Dividend paid Net cash used in financing activities Cash & cash equivalent at the beginning of the period Cash & cash equivalent at the end of the period Cash & cash equivalent at the end of the period Cash and bank balances Short - term borrowings (469,339) (548,775 (10,000) (2,283 (90,369) (27,111 (90,369) (27,111 (39,805) (3,705,161) (39,805) (725,456) (765,261) (765,261)	(C) Cash flows from financing activities:		
Repayment of long - term morabaha Repayment of liabilities against assets subject to finance lease Dividend paid Net cash used in financing activities Net decrease in cash & cash equivalent (A + B + C) Cash & cash equivalent at the beginning of the period Cash & cash equivalent at the end of the period Cash & cash equivalent at the end of the period Cash and bank balances Short - term borrowings (10,000) (2,283) (90,369) (27,111) (39,805) (3,705,161) (39,805) (725,456) (725,456) (765,261) (765,261)	Long - term financing acquired	31,027	76,485
Repayment of liabilities against assets subject to finance lease Dividend paid (90,369) (27,111 Net cash used in financing activities (533,873) (511,684 Net decrease in cash & cash equivalent (A + B + C) (3,705,161) (39,805) Cash & cash equivalent at the beginning of the period (9,991) (725,456) Cash & cash equivalent at the end of the period Cash & cash equivalent at the end of the period Cash and bank balances 28,066 57,634 Short - term borrowings (3,743,218) (822,895)	Repayment of long - term financing	(469,339)	(548,775)
Dividend paid (90,369) (27,111 Net cash used in financing activities (533,873) (511,684) Net decrease in cash & cash equivalent (A + B + C) (3,705,161) (39,805) Cash & cash equivalent at the beginning of the period (9,991) (725,456) Cash & cash equivalent at the end of the period (3,715,152) (765,261) Cash & cash equivalent at the end of the period Cash and bank balances 28,066 57,634 Short - term borrowings (3,743,218) (822,895)	Repayment of long - term morabaha	-	(10,000)
Net cash used in financing activities (533,873) (511,684) Net decrease in cash & cash equivalent (A + B + C) (3,705,161) (39,805) Cash & cash equivalent at the beginning of the period Cash & cash equivalent at the end of the period Cash & cash equivalent at the end of the period Cash and bank balances 28,066 57,634 Short - term borrowings (3,743,218) (822,895)	Repayment of liabilities against assets subject to finance lease	(5,192)	(2,283)
Net decrease in cash & cash equivalent (A + B + C) Cash & cash equivalent at the beginning of the period Cash & cash equivalent at the end of the period Cash & cash equivalent at the end of the period Cash & cash equivalent at the end of the period Cash & cash equivalent at the end of the period Cash and bank balances 28,066 57,634 Short - term borrowings (3,743,218) (822,895)	Dividend paid	(90,369)	(27,111)
Cash & cash equivalent at the beginning of the period Cash & cash equivalent at the end of the period Cash & cash equivalent at the end of the period Cash & cash equivalent at the end of the period Cash and bank balances 28,066 57,634 Short - term borrowings (3,743,218) (822,895)	Net cash used in financing activities	(533,873)	(511,684)
Cash & cash equivalent at the beginning of the period Cash & cash equivalent at the end of the period Cash & cash equivalent at the end of the period Cash & cash equivalent at the end of the period Cash and bank balances 28,066 57,634 Short - term borrowings (3,743,218) (822,895)			
Cash & cash equivalent at the end of the period Cash & cash equivalent at the end of the period Cash and bank balances Short - term borrowings (3,715,152) (765,261) (765,261) (765,261) (822,895)	Net decrease in cash & cash equivalent (A + B + C)	(3,705,161)	(39,805)
Cash & cash equivalent at the end of the period Cash & cash equivalent at the end of the period Cash and bank balances Short - term borrowings (3,715,152) (765,261) (765,261) (765,261) (822,895)			
Cash & cash equivalent at the end of the period Cash and bank balances 28,066 57,634 Short - term borrowings (3,743,218) (822,895)	Cash & cash equivalent at the beginning of the period	(9,991)	(725,456)
Cash and bank balances 28,066 57,634 Short - term borrowings (3,743,218) (822,895)	Cash & cash equivalent at the end of the period	(3,715,152)	(765,261)
Cash and bank balances 28,066 57,634 Short - term borrowings (3,743,218) (822,895)			
Short - term borrowings (3,743,218) (822,895	·		
		28,066	57,634
<u>(3,715,152)</u> <u>(765,261)</u>	Short - term borrowings		(822,895)
		(3,715,152)	(765,261)

The annexed notes from 1 to 11 form an integral part of these financial statements.

Chief Executive Officer