

Indus Dyeing & Manufacturing Company Limited.
Cash flow statement (un - audited)
For the first quarter ended September 30, 2009.

| | <u>Un - audited</u> <u>Jul,09 - Sept- 09</u> | <u>Un - audited</u> <u>Jul,08 - Sept- 08</u> |
|--|---|---|
| | Rupees in (' 000 ') | |
| <u>Cash flow from operating activities</u> | | |
| Cash generated by operations (A) | 231,416 | 549,863 |
| Financial cost paid | (167,004) | (129,003) |
| Taxes paid (net) | (30,754) | (92,820) |
| Gratuity paid | (5,513) | (2,926) |
| Net cash inflow from operating activities | 28,145 | 325,114 |
| <u>Cash flow from investing activities.</u> | | |
| Fixed capital expenditure | (8,466) | (45,557) |
| Sale proceed of fixed assets | 735 | 1,060 |
| Purchases of other financial assets | (667) | (4,620) |
| Sale proceed of other financial assets | 15,129 | 2,470 |
| Long term deposits | - | (979) |
| Dividend received | 1,081 | 1,013 |
| Net cash outflow from investing activities | 7,812 | (46,613) |
| | 35,957 | 278,501 |
| <u>Cash flow from financing activities.</u> | | |
| Long term loans - (net) | (172,743) | (103,872) |
| Long term morabaha - (net) | (5,000) | (7,500) |
| Liabilities against assets subject to finance lease - (net) | (722) | 12,583 |
| Short term borrowings | (83,163) | 162,583 |
| Net cash inflow from financing activities | (261,628) | 63,794 |
| Net (decrease) in cash & cash equivalent | (225,671) | 342,295 |
| Cash & cash equivalent at the beginning of the year | (725,457) | (527,165) |
| Cash & cash equivalent at the end of the period (B) | (951,128) | (184,870) |

The annexed notes from 1 to 9 form an integral part of these financial statements.

Shahzad Ahmad Naveed Ahmad
Chief Executive Director

(A) Cash generated from operations.

Net profit before taxation 266,479 95,932

Adjustments for

| | | |
|--|----------------|----------------|
| Depreciation | 70,726 | 75,333 |
| Provision for gratuity | 8,150 | 8,750 |
| Loss / (gain) on derivative financial liability | 1,867 | 80,326 |
| Fair value (gain) / loss on other financial assets | (6,769) | 10,220 |
| (Profit) / loss on disposal of fixed assets | (81) | (163) |
| Dividend income | (1,081) | (1,013) |
| Share of profit from Joint Venture | (92,411) | (853) |
| Share of profit from associate | (7,820) | (7,055) |
| Financial charges | 134,547 | 135,705 |
| | <u>107,128</u> | <u>301,250</u> |
| Cash generated before working capital changes | 373,607 | 397,182 |

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

| | | |
|--|------------------|----------------|
| Stores & spare | 31 | 5,709 |
| Stock in trade | (157,652) | 199,159 |
| Trade debts | (70,245) | (187,752) |
| Loans and advances | (20,063) | 39,409 |
| Deposits and pre- payments | (2,609) | (4,524) |
| Other receivables | 7,830 | (1,375) |
| | (242,708) | 50,626 |
| (Decrease) / increase in current liabilities trade and other payables | 100,517 | 102,055 |
| | <u>(142,191)</u> | <u>152,681</u> |
| | 231,416 | 549,863 |

| | | |
|-----------------------|------------------|------------------|
| Cash & bank balances | 48,520 | 46,168 |
| Short term borrowings | (999,648) | (231,038) |
| | <u>(951,128)</u> | <u>(184,870)</u> |