

**INDUS DYEING & MANUFACTURING CO. LIMITED**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2009**

<i>Half year ended</i>		<i>Quarter ended</i>	
<i>December 31,</i>	<i>December 31,</i>	<i>December 31,</i>	<i>December 31,</i>
<i>2009</i>	<i>2008</i>	<i>2009</i>	<i>2008</i>
<i>&lt; ----- Rupees in '000' ----- &gt;</i>			

**A. CASH FLOWS FROM OPERATING ACTIVITIES**

Profit before taxation	570,024	120,150	303,545	24,218
Adjustments for:				
Depreciation	142,288	153,637	71,562	78,304
Provision for gratuity	11,600	17,155	3,450	8,405
Fair value (gain)/loss on other financial assets	(5,095)	24,673	1,674	8,613
Fair value loss on derivative financial liability	-	95,205	-	14,879
(Gain) / loss on disposal of property, plant and equipment	(93)	416	(12)	579
(Gain) / loss on disposal of other financial assets	(2,346)	9	(2,346)	9
Finance cost	264,334	302,586	129,787	166,880
Dividend income	(1,259)	(1,848)	(178)	(1,848)
Share of (profit) / loss from associate	(16,964)	(10,106)	(9,144)	(9,253)
Share of profit from joint venture	(170,967)	(16,699)	(78,556)	(9,644)
Operating profit before working capital changes	791,522	685,177	419,782	281,142
Working capital changes				
(Increase) / decrease in current assets				
Stores, spares and loose tools	7,588	(9,044)	7,557	(14,753)
Stock in trade	(1,643,758)	(768,263)	(1,486,106)	(967,422)
Trade debts	(121,419)	145,164	(51,174)	332,916
Loans and advances	13,870	30,542	33,933	(8,867)
Trade deposits and short-term prepayments	(9,985)	(2,444)	(7,376)	2,080
Other receivables	10,235	3,180	2,405	4,555
Tax refundable	(7,068)	7,138	(7,068)	7,138
Increase / (decrease) in current liabilities				
Trade and other payables	245,584	(51,589)	143,200	(91,827)
	(1,504,953)	(645,315)	(1,364,629)	(736,179)
Cash (used in) / generated from operations	(713,431)	39,862	(944,847)	(455,037)
Income taxes paid - net	(50,027)	(70,290)	(19,273)	22,530
Finance cost paid	(280,813)	(264,010)	(113,809)	(135,007)
Gratuity paid	(10,230)	(5,918)	(4,717)	(2,992)
Net cash used in operating activities	(1,054,501)	(300,356)	(1,082,646)	(570,506)

	<i>Half year ended</i>		<i>Quarter ended</i>	
	<i>December 31, 2009</i>	<i>December 31, 2008</i>	<i>December 31, 2009</i>	<i>December 31, 2008</i>

*<----- Rupees in '000' ----->*

**B. CASH FLOWS FROM INVESTING ACTIVITIES**

Purchase of property, plant and equipment	(54,032)	(88,950)	(45,566)	(62,966)
Proceeds on disposal of property, plant and equipment	875	21,971	140	20,911
Purchase of other financial assets	(668)	(7,238)	-	(7,238)
Proceeds on disposal of other financial assets	15,129	2,463	-	2,463
Dividend received	1,259	1,848	178	1,848
Long-term deposits	-	(973)	-	6
<b>Net cash used in investing activities</b>	<b>(37,437)</b>	<b>(70,879)</b>	<b>(45,248)</b>	<b>(44,976)</b>

**C. CASH FLOWS FROM FINANCING ACTIVITIES**

Long-term financing acquired	27,446	-	23,330	-
Repayment of long-term financing	(328,651)	(303,757)	(124,346)	(199,885)
Repayment of long-term morabaha	(5,000)	(10,000)	-	(2,500)
Repayment of liabilities against assets subject to finance lease	(1,494)	(16,788)	(772)	(9,798)
Dividend paid	(27,111)	(16,773)	(27,111)	(16,716)
<b>Net cash used in financing activities</b>	<b>(334,810)</b>	<b>(347,318)</b>	<b>(128,899)</b>	<b>(228,899)</b>
<b>Net decrease in cash and cash equivalent (A+B+C)</b>	<b>(1,426,748)</b>	<b>(718,554)</b>	<b>(1,256,793)</b>	<b>(844,382)</b>
Cash and cash equivalent at beginning of the period	(1,977,982)	(1,423,287)	(2,147,936)	(1,297,459)
<b>Cash and cash equivalent at end of the period</b>	<b>(3,404,730)</b>	<b>(2,141,841)</b>	<b>(3,404,729)</b>	<b>(2,141,841)</b>
Cash and cash equivalent at end of period				
Cash and bank balances	67,515	67,281	67,515	67,281
Short-term borrowings	(3,472,245)	(2,209,122)	(3,472,245)	(2,209,122)
	<b>(3,404,730)</b>	<b>(2,141,841)</b>	<b>(3,404,730)</b>	<b>(2,141,841)</b>

The annexed notes from 1 to 12 form an integral part of these interim financial information.

**CHIEF EXECUTIVE OFFICER**

**DIRECTOR**