

**INDUS DYEING & MANUFACTURING CO. LIMITED**  
**CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE HALF YEAR ENDED DECEMBER 31, 2010**

*Half year ended*  
December 31, December 31,  
2010 2009  
*----- Rupees in '000' -----*

**A. CASH FLOWS FROM OPERATING ACTIVITIES**

Profit before taxation including share of associate and joint venture	1,125,940	570,024
Adjustments for:		
Depreciation of property, plant and equipment	135,696	142,288
Provision for gratuity	17,445	11,600
Fair value (gain)/loss on other financial assets	(2,760)	(5,095)
(Gain) / loss on disposal of property, plant and equipment	(104)	(93)
(Gain) / loss on disposal of other financial assets	532	(2,346)
Finance cost	139,396	264,334
Dividend income	(6,381)	(1,259)
Share of (profit) / loss from Associate	(28,785)	(16,964)
Share of loss/(profit) from Joint Venture	7,483	(170,967)
Operating profit before working capital changes	<u>1,388,461</u>	<u>791,522</u>
Working capital changes		
(Increase) / decrease in current assets		
Stores, spares and loose tools	1,170	7,588
Stock in trade	(2,982,990)	(1,643,758)
Trade debts	(241,721)	(121,419)
Loans and advances	(54,405)	13,870
Trade deposits and short-term prepayments	(3,665)	(9,985)
Other receivables	(622)	10,235
Tax refundable	7,332	(7,068)
Increase in current liabilities		
Trade and other payables	258,923	245,584
	<u>(3,015,978)</u>	<u>(1,504,953)</u>
Cash used in operations	(1,627,517)	(713,431)
Income taxes paid	(135,824)	(50,027)
Finance cost paid	(114,229)	(280,813)
Gratuity paid	(6,061)	(10,230)
Net cash used in operating activities	<u>(1,883,631)</u>	<u>(1,054,501)</u>

*Half year ended*  
December 31, December 31,  
2010 2009  
*----- Rupees in '000' -----*

**B. CASH FLOWS FROM INVESTING ACTIVITIES**

Purchase of property, plant and equipment	(36,720)	(54,032)
Proceeds on disposal of property, plant and equipment	635	875
Purchase of other financial assets		(668)
Proceeds on disposal of other financial assets	6,184	15,129
Dividend received	6,381	1,259
Net cash used in investing activities	<u>(23,520)</u>	<u>(37,437)</u>

**C. CASH FLOWS FROM FINANCING ACTIVITIES**

Long-term financing obtained	15,901	27,446
Repayment of long-term financing	(438,071)	(328,651)
Repayment of long-term murabaha finance	-	(5,000)
Short term borrowings - net	1,967,641	2,454,549
Loans from directors obtained	-	70,159
Repayment of liabilities against assets subject to finance lease	(3,418)	(1,494)
Dividend paid	(90,369)	(27,111)
Net cash used in financing activities	<u>1,451,685</u>	<u>2,189,898</u>
Net decrease in cash and cash equivalent (A+B+C)	(455,467)	1,097,960
Cash and cash equivalent at beginning of the period	(9,991)	(1,977,982)
Cash and cash equivalent at end of the period	<u>(465,458)</u>	<u>(880,022)</u>
Cash and cash equivalent at end of period		
Cash and bank balances	29,643	67,515
Short-term borrowings	(495,101)	(947,537)
	<u>(465,458)</u>	<u>(880,022)</u>

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

**CHIEF EXECUTIVE OFFICER**