

SUNRAYS TEXTILE MILLS LIMITED
CASH FLOW STATEMENT-UNAUDITED
FOR THE HALF YEAR ENDED MARCH 31, 2005

	March 31, 2005	March 31, 2004
CASH FROM OPERATING ACTIVITIES		
	RUPEES '000'	
Profit before taxation	74,662	54,106
Adjustments For:		
Depreciation	27,142	22,017
Provision for gratuity	1,187	1,299
Financial charges	20,418	12,879
Loss on sale of fixed assets	141	-
Cash flow from operating activities before working capital changes	<u>123,550</u>	<u>90,301</u>
(Increase)/decrease in current assets		
Stores, spares and loose tools	(1,355)	1,587
Stock in trade	(417,174)	(219,214)
Trade debts	11,056	(18,207)
Loans and advances	14,871	(729)
Deposits and prepayments	(1,828)	1,521
Other receivables	1,132	(27,785)
Increase in trade and other payables	<u>895</u>	<u>25,627</u>
	<u>(392,403)</u>	<u>(237,200)</u>
Cash generated from operations	(268,853)	(146,899)
Tax paid / adjusted	(9,690)	(4,697)
Gratuity paid	(3,272)	(613)
Financial charges paid	<u>(15,798)</u>	<u>(10,676)</u>
Net cash used in operating activities	<u>(297,613)</u>	<u>(162,885)</u>
CASH FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(144,774)	(80,873)
Sale proceeds of fixed assets	725	-
Long term deposits	<u>860</u>	<u>-</u>
Net cash used in investing activities	<u>(143,189)</u>	<u>(80,873)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Long term loans obtained	147,000	37,500
Long term loans repaid	(26,277)	(13,255)
Lease finance paid	(4,463)	(22,142)
Dividend paid	(4,352)	(3,564)
Short term bank borrowings- net	<u>351,548</u>	<u>250,113</u>
Net cash inflow from financing activities	<u>463,456</u>	<u>248,652</u>
Net Increase in cash and bank balances during the period	22,654	4,894
Cash and bank balances at the beginning of the period	7,574	40,180
Cash and bank balances at the end of the period	<u>30,228</u>	<u>45,074</u>

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

CHIEF EXECUTIVE

DIRECTOR