

**SUNRAYS TEXTILE MILLS LIMITED**  
**CONDENSED CASH FLOW STATEMENT - (UN-AUDITED)**  
**FOR THE SIX MONTHS ENDED DECEMBER 31, 2007**

**Jul. 01, 2007**    **Jul. 01, 2006**  
**to Dec. 31**      **to Dec. 31**  
**2007**              **2006**  
**Rupees '000'**

**A. CASH FLOWS FROM OPERATING ACTIVITIES**

|  |          |           |
|--|----------|-----------|
| Profit before taxation                                   | 25,917   | 17,066    |
| Adjustments for:   |          |           |
| Depreciation   | 42,833   | 38,137    |
| Provision for gratuity                                   | 1,689    | 1,689     |
| Loss/(gain) on disposal of property, plant and equipment | 19       | (20,537)  |
| Finance cost   | 31,490   | 39,622    |
| Operating cash flow before working capital change        | 101,948  | 75,977    |
| (Increase)/ decrease in current assets                   |          |           |
| Stores and spares  | 3,798    | (6,952)   |
| Stock in trade   | 112,446  | (110,245) |
| Trade debts  | (12,587) | (9,473)   |
| Loans and advances                                       | (32,771) | 24,748    |
| Trade deposits and short term prepayments                | (1,964)  | (1,121)   |
| Other receivables  | (4,078)  | 98        |
| Increase / (decrease) in current liabilities             |          |           |
| Trade and other payables                                 | 8,206    | 18,489    |
|  | 73,049   | (84,456)  |
| Income tax paid  | (1,870)  | (4,517)   |
| Gratuity paid  | (1,181)  | (1,168)   |
| Finance cost paid  | (34,401) | (33,732)  |
| Net cash from/ (used in) operating activities            | 137,545  | (47,896)  |

**B. CASH FLOWS FROM INVESTING ACTIVITIES**

|                                       |         |          |
|---------------------------------------|---------|----------|
| Fixed capital expenditure             | (9,564) | (55,016) |
| Sale proceeds of operating assets     | 655     | 25,500   |
| Long term deposits                    | -       | 32       |
| Net cash used in investing activities | (8,909) | (29,484) |

*Jul. 01, 2007    Jul. 01, 2006*  
*to Dec. 31     to Dec. 31*  
*2007            2006*  
*Rupees '000'*

**C. CASH FLOWS FROM FINANCING ACTIVITIES**

|   |               |               |
|---|---------------|---------------|
| Long term finances obtained                                   | -             | 56,729        |
| Long term finances repaid                                     | (49,882)      | (108,956)     |
| Lease finance paid  | (2,166)       | (1,800)       |
| Short term bank borrowings - net                              | (73,138)      | 113,630       |
| Dividend paid   | (22)          | (20)          |
|   | (125,208)     | 59,583        |
| Net cash (used in)/ from financing activities                 |               |               |
| Net increase/ (decrease) in cash and cash equivalents (A+B+C) | 3,428         | (17,797)      |
| Cash and cash equivalents at the beginning of the period      | 15,119        | 37,113        |
|   | <b>18,547</b> | <b>19,316</b> |
| Cash and cash equivalents at the end of the period            |               |               |

The annexed selected notes form an integral part of these interim financial information

**CHIEF EXECUTIVE OFFICER**

**DIRECTOR**

**CHIEF FINANCIAL OFFICER**