

SUNRAYS TEXTILE MILLS LIMITED
CASH FLOW STATEMENT - (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2006

	Jul. 01, 2006 to Dec. 31 2006	Jul. 01, 2005 to Dec. 31 2005
	Rupees '000'	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	17,066	9,684
Adjustments for:		
Depreciation	38,137	33,483
Provision for gratuity	1,689	1,689
Gain on sale of operating assets	(20,537)	-
Finance cost	39,622	32,000
Operating cash flow before working capital change	<u>75,977</u>	<u>76,856</u>
(Increase) / decrease in current assets		
Stores and spares	(6,952)	(12,580)
Stock in trade	(110,245)	64,528
Trade debts	(9,473)	(9,001)
Loans and advances	24,748	(26,307)
Trade deposits and short term prepayments	(1,121)	(22,913)
Other receivables	98	(387)
Increase in current liabilities		
Trade and other payables	18,489	16,248
	<u>(84,456)</u>	<u>9,588</u>
Cash (used in)/ generated from operations	(8,479)	86,444
Income tax paid	(4,517)	(6,111)
Gratuity paid	(1,168)	(371)
Finance cost paid	(33,732)	(30,822)
Net cash (used in)/ generated from operating activities	<u>(47,896)</u>	<u>49,140</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(55,016)	(104,326)
Sale proceeds of operating assets	25,500	-
Long term deposits	32	-
Net cash used in investing activities	<u>(29,484)</u>	<u>(104,326)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Long term finances obtained	56,729	50,000
Long term finances repaid	(108,956)	(26,277)
Lease finance paid	(1,800)	(1,175)
Short term bank borrowings - net	113,630	90,526
Dividend paid	(20)	(5,843)
Net cash generated from financing activities	<u>59,583</u>	<u>107,231</u>
Net (decrease)/ increase in cash and cash equivalents	(17,797)	52,045
Cash and cash equivalents at the beginning of the period	37,113	45,223
Cash and cash equivalents at the end of the period	<u><u>19,316</u></u>	<u><u>97,268</u></u>

The annexed notes form an integral

CHIEF EXECUTIVE OFFICER

DIRECTOR