


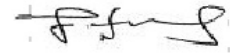


BHANERO TEXTILE MILLS LIMITED

CASH FLOW STATEMENT (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2007

	MARCH 31, 2007 Rupees	MARCH 31, 2006 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	173,612,521	154,415,902
Adjustments for:		
Depreciation on property, plant and equipment	151,106,236	104,275,000
Provision for employees' benefits	10,170,000	7,650,000
Infrastructure fee	1,500,746	2,721,238
(Gain) / loss on disposal of property, plant and equipment	(852,030)	(245,286)
Finance cost	150,648,949	118,833,731
Operating cash flows before changes in working capital	486,186,422	387,650,585
(Increase)/decrease in current assets		
Inventories	(121,443,535)	(37,045,759)
Trade debts	(117,280,561)	(117,846,530)
Loans and advances	6,827,937	(2,139,230)
Trade deposits and short term prepayments	(48,664,145)	(135,598,843)
Other receivables	(495,862)	3,431,059
Taxation	5,308,091	(20,720,895)
Increase/(Decrease) in trade and other payables	(133,313,578)	152,152,428
	(409,061,653)	(157,767,770)
Cash generated from operations	77,124,769	229,882,815
Finance cost paid	(162,941,904)	(113,393,668)
Employees' benefits paid	(4,460,349)	(5,169,421)
Income taxes paid	(27,511,133)	(2,713,345)
Long term loans	1,112,676	83,059
Long term deposits	7,012,493	55,000
	(186,788,217)	(121,138,375)
Net cash from operating activities	(109,663,448)	108,744,440
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of property, plant and equipment	1,690,000	1,005,000
Purchase of property, plant and equipment	(39,806,635)	(780,578,276)
Net cash used in investing activities	(38,116,635)	(779,573,276)
CASH FLOWS FROM FINANCING ACTIVITIES		
Receipt of long term financing	-	400,000,000
Payment of long term financing	(108,571,429)	(15,000,000)
Payment of long term -murahaba	(15,318,182)	(15,318,182)
Loan from sponsors	100,000,000	-
Payment of liability against assets subject to finance lease	(30,024,770)	(28,280,497)
Short term bank borrowings	216,436,077	359,069,364
Dividend paid	(7,492,925)	(15,000,000)
Net cash from financing activities	155,028,771	685,470,685
NET INCREASE IN CASH AND CASH EQUIVALENTS	7,248,688	14,641,849
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	23,858,850	12,223,409
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	31,107,538	26,865,258


MOHAMMAD SALIM
CHIEF EXECUTIVE


MOHAMMAD SHAHKEEL
DIRECTOR