


**CASH FLOW STATEMENT  
FOR THE YEAR ENDED JUNE 30, 2006**

	Year ended June 30, 2006 Rupees	Nine months ended June 30, 2005 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	170,517,107	103,942,673
<b>Adjustments for:</b>		
Depreciation of property, plant and equipment	146,417,333	59,833,746
Provision for employee benefits	6,650,280	4,034,188
(Gain) / loss on disposal of property, plant and equipment	(408,439)	877,589
Finance cost	151,466,216	48,601,883
	<u>474,642,497</u>	<u>217,290,079</u>
Decrease/(increase) in stores, spare parts and loose tools	(5,149,388)	(2,603,526)
(Increase) in stock in trade	(183,696,091)	(108,149,620)
Decrease/(increase) in trade debts	101,490,156	(30,269,451)
(Increase)/decrease in loans and advances	(43,925,125)	14,544,111
(Increase)/decrease in trade deposits	(1,479,521)	92,880
Decrease/(increase) in other receivables	2,257,646	(21,178,432)
Increase in infrastructure fee payable	2,524,131	1,552,961
Increase in trade and other payables	2,345,798	16,066,398
	<u>(125,632,394)</u>	<u>(129,944,679)</u>
<b>Cash generated from operations</b>	<u>349,010,103</u>	<u>87,345,400</u>
Finance cost paid	(148,842,584)	(45,330,492)
Employee benefit cost paid	(2,890,005)	(3,213,785)
Income taxes paid	(37,320,424)	(14,843,922)
Dividend paid	(4,807,909)	(4,824,000)
Iqra surcharge paid	-	(1,378,375)
	<u>(193,860,922)</u>	<u>(69,590,574)</u>
<b>Net cash from operating activities</b>	<u>155,149,181</u>	<u>17,754,826</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sale of property, plant and equipment	1,354,000	3,684,600
Purchase of property, plant and equipment	(726,452,123)	(313,250,453)
Long-term loans	(383,456)	(360,784)
Long-term deposits	(2,544,000)	(474,565)
<b>Net cash used in investing activities</b>	<u>(728,025,579)</u>	<u>(310,401,202)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Payment of long-term financing	(80,000,000)	(80,000,000)
Payment of finance lease liabilities	(26,837,657)	(19,642,811)
Payment of long-term murabaha	(36,363,636)	(27,272,727)
Proceeds from long-term financing	500,000,000	250,000,000
Increase in short-term borrowings	180,973,222	191,836,506
<b>Net cash from financing activities</b>	<u>537,771,929</u>	<u>314,920,968</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	(35,104,469)	22,274,592
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	49,175,026	26,900,434
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<u><u>14,070,557</u></u>	<u><u>49,175,026</u></u>

*The annexed notes form an integral part of these financial statements.*

  
**Mohammad Shaheen**  
Chief Executive / Director

  
**Mohammad Salim**  
Director