



FAISAL SPINNING MILLS LIMITED

**CASH FLOW STATEMENT
FOR THE PERIOD ENDED MARCH 31, 2007**

Note	Nine months ended	
	March 31 2007	March 31 2006
.....Rupees.....		
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	105,760,447	109,093,343
Adjustments for:		
Depreciation on property, plant and equipment	141,639,500	135,963,000
Provision for employee benefits	7,650,000	6,750,000
Infrastructure fee	1,530,204	148,707
Dividend income	(891,870)	(891,870)
Finance cost	126,235,302	135,579,745
Share of profit of associated undertaking	(15,805,153)	-
Gain on disposal of property, plant and equipment	(361,572)	(651,772)
	259,996,411	276,897,810
Operating profit before changes in working capital	365,756,858	385,991,153
(Increase) / decrease in current assets		
Stocks and stores	(195,814,763)	(62,252,182)
Trade debts	(131,205,133)	(60,711,280)
Loans and advances	(23,920,926)	43,782,843
Trade deposits and short-term prepayments	2,305,455	78,020
Other receivables	(7,043,148)	(3,045,309)
Taxation	1,971,141	53,986,323
	(353,707,374)	(28,161,585)
Increase in trade and other payables	(10,980,025)	(18,106,332)
	(364,687,399)	(46,267,917)
Cash generated from operations	1,069,459	339,723,236
Finance cost paid	(133,192,665)	(133,982,044)
Employee benefits paid	(3,463,289)	(3,080,724)
Income taxes paid	(33,811,636)	(59,278,883)
	(170,467,590)	(196,341,651)
Net cash from / (used in) operating activities	(169,398,131)	143,381,585
CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditures	(194,719,089)	(102,402,616)
Proceeds from disposal of property, plant and equipment	16,665,000	16,275,000
Dividend received	891,870	891,870
Long-term deposits	(1,681,370)	-
Long term loans	781,521	289,923
	(178,062,068)	(84,945,823)
Net cash used in investing activities	(178,062,068)	(84,945,823)
CASH FLOWS FROM FINANCING ACTIVITIES		
Long-term financing obtained	60,592,224	140,000,000
Loan from sponsors	100,000,000	-
Payment of long-term financing	(305,623,648)	(154,195,077)
Dividend paid	(7,500,000)	(7,500,000)
(Decrease) / increase in short term borrowings	488,408,201	(30,669,264)
Net cash (used in) / from financing activities	335,876,777	(52,364,341)
Net increase / (decrease) in cash and cash equivalents during the period	(11,583,422)	6,071,421
Cash and cash equivalents at beginning of the period	29,489,883	15,847,610
Cash and cash equivalents at end of the period	17,906,461	21,919,031

Mohammad Sharif
Chief Executive

Mohammad Salim
Director