

CASH FLOW STATEMENT FOR THE YEAR ENDED JUNE 30, 2006

	Year ended June 30, 2006 Rupees	Nine months ended June 30, 2005 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	132,636,977	157,057,769
Adjustments for:		
Depreciation on property, plant and equipment	180,395,243	99,689,303
Provision for employee benefits	7,950,299	5,926,400
Provision for doubtful debts and other receivables	6,215,392	3,037,344
Share of profit of associated undertaking	(24,001,139)	(16,181,728)
Gain on disposal of property, plant and equipment	(973,596)	(1,423,058)
Finance cost	189,281,477	82,959,758
Cash flows before changes in working capital	<u>491,504,653</u>	<u>331,065,788</u>
Decrease/(increase) in stores, spare parts and loose tools	1,906,149	(4,278,677)
Decrease/(increase) in stock-in-trade	79,475,152	(353,456,699)
Decrease/(increase) in trade debts	8,218,725	(15,817,007)
Decrease/(increase) in loans and advances	47,403,879	(25,255,652)
Decrease/(increase) in trade deposits	137,360	(1,556,525)
Decrease/(increase) in other receivables	3,988,131	(24,205,865)
Decrease/(increase) in trade and other payables	(7,867,374)	(17,287,997)
	<u>133,262,022</u>	<u>(441,858,422)</u>
Cash generated from/(used in) operations	<u>624,766,675</u>	<u>(110,792,634)</u>
Finance cost paid	(181,338,124)	(69,483,663)
Employee benefits paid	(6,358,754)	(1,870,190)
Income taxes paid	(43,807,847)	(25,857,268)
Decrease/(increase) in taxation	33,516,120	(451,667)
Long-term loans	1,202,787	(2,486,026)
Long-term deposits	(1,638,910)	17,000
	<u>(198,424,728)</u>	<u>(100,131,814)</u>
Net cash from / (used in) operating activities	<u>426,341,947</u>	<u>(210,924,448)</u>

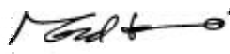
**CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2006**

	June 30, 2006 Rupees	Nine months ended June 30, 2005 Rupees
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	20,777,406	22,739,500
Purchase of property, plant and equipment	(149,056,424)	(242,961,969)
Dividend received	891,870	891,870
Net cash used in investing activities	<u>(127,387,148)</u>	<u>(219,330,599)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from long-term financing	430,000,000	100,000,000
Payment of long-term financing	(190,744,950)	(140,811,238)
Payment of liability against assets subject to finance lease	-	(5,460,982)
(Decrease) / increase in short-term bank borrowings	(517,089,808)	472,384,818
Dividend paid	(7,477,768)	(7,511,371)
Net cash (used in)/from financing activities	<u>(285,312,526)</u>	<u>418,601,227</u>
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	13,642,273	(11,653,820)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>15,847,610</u>	<u>27,501,430</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u><u>29,489,883</u></u>	<u><u>15,847,610</u></u>

The annexed notes from 1 to 39 form an integral part of these financial statements.



Mohammad Sharif
Chief Executive / Director



Mohammad Salim
Director