

**FAZAL CLOTH MILLS LIMITED**  
**CONDENSED CASH FLOW STATEMENT (UN-AUDITED)**  
**FOR THE PERIOD ENDED MARCH 31, 2008**

	Jul. 01, 2007 to Mar. 31, 2008	Jul. 01, 2006 to Mar. 31, 2007
	Rupees	Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit for the period - before taxation	245,089,482.00	148,959,856.00
<b>Adjustments for:</b>		
Depreciation of operating assets	180,347,112.00	162,733,082.00
Amortization of intangible assets	440,513.00	448,514.00
Loss/(Profit) on valuation of stock/term investment	(5,280,073.00)	-
Provision for gratuity	15,683,047.00	8,019,728.00
Provision for Infrastructure cost	10,784,480.00	5,315,427.00
Gain on disposal of operating assets	(2,090,723.00)	(958,109.00)
Finance cost	330,827,016.00	297,009,239.00
<b>- Before working capital changes</b>	<b>800,719,395.00</b>	<b>600,733,735.00</b>
Decrease / (increase) in current assets		
Stocks, spares and loose tools	(42,348,748.00)	2,290,981.00
Stock in trade	(1,155,852,317.00)	(584,601,816.00)
Trade debts	(70,806,780.00)	(58,037,889.00)
Loans and advances	(48,830,389.00)	(10,880,184.00)
Trade deposits and short term prepayments	(1,404,354.00)	(13,289,848.00)
Tax refunds due from the Government	(2,303,341.00)	1,836,186.00
Other receivables	38,808,829.00	(1,338,589.00)
Increase / (decrease) in trade and other payables	(8,938,595.00)	(25,432,178.00)
	<b>(1,283,179,538.00)</b>	<b>(991,367,848.00)</b>
<b>CASH OUTFLOW FROM OPERATING ACTIVITIES</b>	<b>(482,410,203.00)</b>	<b>(390,618,933.00)</b>
<b>- Before taxation</b>		
Gratuity paid	(9,372,765.00)	(8,567,848.00)
Income tax paid	(28,224,882.00)	(27,891,894.00)
<b>CASH OUTFLOW FROM OPERATING ACTIVITIES</b>	<b>(621,007,448.00)</b>	<b>(523,896,573.00)</b>
Long term loans to employees - net	(186,625.00)	208,500.00
Long term deposits	<b>(30,080.00)</b>	<b>-</b>
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>(621,194,073.00)</b>	<b>(523,688,073.00)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(297,890,844.00)	(381,239,083.00)
Addition in intangible assets	-	(45,081.00)
Proceeds from disposal of operating assets	2,230,080.00	1,687,054.00
Long term investment	(178,893,080.00)	-
Short term investment	(78,112,727.00)	-
<b>NET CASH OUTFLOW FROM INVESTING ACTIVITIES</b>	<b>(594,466,821.00)</b>	<b>(779,896,890.00)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Term finances - net	(89,399,808.00)	(80,334,819.00)
Divided finances - net	689,108,829.00	349,612,148.00
Long term murabaha & murabaha - net	(99,048,448.00)	(140,892,887.00)
Short term borrowings - net	1,289,574,192.00	897,778,704.00
Bills payables- repair	(203,388,878.00)	44,363,701.00
Finance cost paid	(224,140,828.00)	(255,108,178.00)
<b>NET CASH INFLOW FROM FINANCING ACTIVITIES</b>	<b>1,037,186,018.00</b>	<b>499,708,673.00</b>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(78,564,678.00)</b>	<b>(9,681,333.00)</b>
<b>CASH AND CASH EQUIVALENTS - At the beginning of the period</b>	<b>283,734,183.00</b>	<b>322,352,328.00</b>
<b>CASH AND CASH EQUIVALENTS - At the end of the period</b>	<b>205,169,505.00</b>	<b>312,670,995.00</b>

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

  
Director

  
Director

  
Chief Financial Officer