

GULISTAN TEXTILE MILLS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED DECEMBER 31, 2009

	Half year ended	
	December 31, 2009	December 31, 2008
	-----Rupees-----	
A. CASH FLOWS FROM OPERATING ACTIVITIES:		
Profit before taxation	75,138,940	13,287,810
Adjustments for:		
Depreciation	46,822,288	47,350,049
Staff retirement benefits - gratuity (net)	(2,449,082)	(3,723,260)
Finance cost	440,301,370	381,958,156
Interest income	(703,593)	(566,962)
Share of profit of associated companies	(28,864,345)	(21,947,962)
Fair value of investment at fair value through profit and loss	(14,124,799)	17,524,338
Profit on sale of property, plant and equipment	(11,219)	(17,190)
Amortization of gain on sale and lease back of assets	(65,618)	(65,618)
Dividend income	(111,191)	(395,595)
Profit before working capital changes	515,932,751	433,403,766
Movement in working capital		
(Increase) / decrease in current assets		
Stores, spare parts and loose tools	3,316,146	(84,524)
Stock in trade	(162,877,696)	(1,316,651,395)
Trade debts	94,772,966	367,726,582
Loans and advances	3,463,916	7,098,740
Trade deposits and short term prepayments	542,920	1,006,765
Other receivables	2,023,913	410,746
Tax refunds due from Government	(13,683,069)	(8,058,785)
	(72,440,904)	(948,551,871)
Increase / (decrease) in current liabilities		
Trade and other payables	129,883,034	94,702,494
Cash generated from / (used in) operating activities	573,374,881	(420,445,611)
Payments for:		
Finance cost	(431,140,538)	(310,798,109)
Income tax	(33,364,405)	(14,556,573)
Net cash generated from / (used in) operating activities	108,869,938	(745,800,293)
B. CASH FLOWS FROM INVESTING ACTIVITIES:		
Sale proceeds of property, plant and equipment	200,354	19,639,893
Fixed capital expenditure	(23,035,662)	-
Sale proceeds of long term investment - shares	723,846	-
Dividend received	111,191	395,595
Interest received	620,075	(158,247)
Increase in Long term deposits	(4,134,552)	(2,748,081)
Net cash from / (used in) investing activities	(25,514,748)	17,129,160
Net cash outflow before financing activities	83,355,190	(728,671,133)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Repayment of liabilities against assets subject to finance lease	(39,025,325)	(36,642,052)
Repayment of long term financing	(95,542,071)	(95,268,201)
Proceed from short term borrowings	61,374,055	873,688,930
Net cash generated from / (used in) financing activities	(73,193,342)	741,778,677
Net increase in cash and cash equivalents	10,161,848	13,107,545
Cash and cash equivalents at beginning of the period	62,067,992	33,226,471
Cash and cash equivalents at end of the period	72,229,840	46,334,016
Cash and cash equivalents comprise of the following :-		
Cash and bank balances	66,788,085	41,223,310
Other financial assets - US Dollar Bonds	5,441,755	5,110,706
	72,229,840	46,334,016

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

NASEER AHMAD
CHIEF EXECUTIVE

TANVEER AHMAD
DIRECTOR