

GULISTAN TEXTILE MILLS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER AND NINE MONTHS PERIOD ENDED MARCH 31, 2010

Nine months period ended	
March 31, 2010	March 31, 2009

-----Rupees-----

A. CASH FLOWS FROM OPERATING ACTIVITIES:

Profit before taxation	144,207,781	20,795,723
Adjustments for:		
Depreciation	72,098,732	71,981,685
Staff retirement benefits - gratuity (net)	(510,125)	(4,822,355)
Finance cost	658,432,426	585,613,591
Interest income	(738,741)	(817,350)
Share of profit of associated companies	(28,864,345)	(21,947,962)
Fair value of investment at fair value through profit and loss	(15,044,368)	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)
Gain on sale of investment	-	-
Dividend income	(111,191)	(395,832)

Profit before working capital changes	829,393,333	667,849,030
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**Movement in working capital
(Increase) / decrease in current assets**

Stores, spare parts and loose tools	(13,930,294)	(105,154)
Stock in trade	(163,871,163)	(1,552,428,782)
Trade debts	150,575,752	117,798,009
Loans and advances	(9,706,836)	3,101,193
Trade deposits and short term prepayments	(2,550,113)	3,458,513
Other receivables	1,966,518	(914,910)
Tax refunds due from Government	(24,681,528)	(2,592,169)

Increase / (decrease) in current liabilities	(62,197,664)	(1,431,683,300)
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Trade and other payables	89,888,633	318,022,156
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Cash generated from / (used in) operating activities	857,084,301	(445,812,114)
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Payments for:

Finance cost	(655,535,032)	(509,788,535)
Income tax	(46,222,099)	(16,379,721)

Net cash generated from / (used in) operating activities	155,327,170	(971,980,370)
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B. CASH FLOWS FROM INVESTING ACTIVITIES:

Sale proceeds of property, plant and equipment	200,354	24,872,812
Fixed capital expenditure	(50,750,355)	(14,644,333)
Sale proceeds of long term investment - shares	723,846	-
Dividend received	111,191	395,832
Interest received	913,431	1,106,611
(Increase)/Decrease in Long term deposits	(6,329,496)	(3,706,451)

Net cash from / (used in) investing activities	(55,131,029)	8,024,471
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Net cash outflow before financing activities	100,196,141	(963,955,899)
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C. CASH FLOW FROM FINANCING ACTIVITIES:

Repayment of liabilities against assets subject to finance lease	(63,378,048)	(58,824,149)
Repayment of long term financing	(136,613,500)	(164,926,848)
Proceed from short term borrowings	110,050,002	1,204,653,635

Net cash generated from / (used in) financing activities	(89,941,547)	980,902,638
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Net increase in cash and cash equivalents	10,254,594	16,946,739
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Cash and cash equivalents at beginning of the period	62,067,992	33,226,471
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Cash and cash equivalents at end of the period	72,322,586	50,173,210
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Cash and cash equivalents comprise of the following :-

Cash and bank balances	66,894,992	44,971,754
Other financial assets - US Dollar Bonds	5,427,595	5,201,456

72,322,586	50,173,210
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NON CASH TRANSACTIONS

Purchase of fixed assets against finance lease	150,211,042	48,648,369
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The annexed notes form an integral part of these condensed interim financial statements.

NASEER AHMAD
CHIEF EXECUTIVE

TANVEER AHMAD
DIRECTOR