

GULISTAN TEXTILE MILLS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED MARCH 31, 2011

	Nine Months Period Ended	
	March 31, 2011	March 31, 2010
	-----Rupees-----	
A. CASH FLOWS FROM OPERATING ACTIVITIES:		
Profit before taxation	550,477,230	144,207,781
Adjustments for :		
Depreciation	78,653,794	72,098,732
Staff retirement benefits - gratuity (net)	2,061,940	(510,125)
Finance cost	690,792,651	658,432,426
Interest income	(1,057,171)	(738,741)
Share of profit of associated companies	(252,335,510)	(28,864,345)
Fair value of investment at fair value through profit and loss	(6,818,259)	(15,044,368)
Profit on sale of property, plant and equipment	(32,824)	(11,219)
Amortization of gain on sale and lease back of assets	(65,618)	(65,618)
Dividend income	(13,454,421)	(111,191)
Profit before working capital changes	1,048,221,812	829,393,332
Movement in working capital		
(Increase) / decrease in current assets		
Stores, spare parts and loose tools	4,904,600	(13,930,294)
Stock in trade	(1,421,870,326)	(163,871,163)
Trade debts	88,593,717	150,575,752
Loans and advances	28,162,066	(9,706,836)
Trade deposits and short term prepayments	(2,036,106)	(2,550,113)
Other receivables	(1,125,397)	1,966,518
Tax refunds due from Government	9,152,934	(24,681,528)
Increase in current liabilities	(1,294,218,512)	(62,197,664)
Trade and other payables	152,911,024	89,888,633
Cash generated from operating activities	(93,085,676)	857,084,301
Payments for:		
Finance cost	(661,504,417)	(655,535,032)
Income tax	(47,087,512)	(46,222,099)
Dividend paid	(7,648,124)	-
Net cash generated from / (used in) operating activities	(809,325,728)	155,327,170
B. CASH FLOWS FROM INVESTING ACTIVITIES:		
Sale proceeds of property, plant and equipment	300,000	200,354
Fixed capital expenditure	(82,154,797)	(50,750,355)
Sale proceeds of long term investment - shares	-	723,846
Dividend received	13,454,421	111,191
Interest received	1,042,714	913,431
(Increase)/decrease in long term deposits	2,950,976	(6,329,496)
Net cash used in investing activities	(64,406,687)	(55,131,030)
Net cash outflow before financing activities	(873,732,415)	100,196,141
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Repayment of liabilities against assets subject to finance lease	(91,901,790)	(63,378,048)
Repayment of long term financing	69,038,907	(136,613,500)
Short term borrowings - net	895,780,666	110,050,002
Net cash generated from / (used in) financing activities	872,917,783	(89,941,546)
Net increase in cash and cash equivalents	(814,631)	10,254,595
Cash and cash equivalents at beginning of the period	68,141,276	62,067,992
Cash and cash equivalents at end of the period	67,326,645	72,322,587
Cash and cash equivalents comprise of the following :-		
Cash and bank balances	61,789,391	66,894,992
Other financial assets - US Dollar Bonds	5,537,254	5,427,595
	67,326,645	72,322,587
NON CASH TRANSACTIONS		
Purchase of fixed assets against finance lease	39,200,000	150,211,042

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

CHIEF EXECUTIVE

DIRECTOR