

GULISTAN SPINNING MILLS LIMITED

CONDENSED INTERIM CASH FLOW STATEMENT (UN - AUDITED)

FOR THE PERIOD ENDED MARCH 31, 2010

	NOTE	Period Ended	
		Mar - 10	Mar - 09
-----Rupees-----			
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		47,928,804	17,829,208
Adjustments for:			
Depreciation on property, plant and equipment		19,254,828	19,807,509
Provision for staff retirement benefits - gratuity		2,250,000	2,350,000
Share of profit of associates		(1,483,737)	(1,216,626)
Finance cost		126,006,227	103,424,042
Amortization of surplus on sale and lease back		(284,377)	(284,376)
Gain on disposal of property, plant and equipment		(25,281)	-
Loss on sale of investment		94,176	-
Mark up accrued		(2,164,306)	-
Dividend income		(877)	(1,462)
Cash flows before changes in working capital		191,575,457	141,908,296
Changes in working capital	11	38,852,214	(271,346,756)
Cash generated from / (used in) operations		230,427,671	(129,438,461)
Finance cost paid		(134,953,285)	(96,473,738)
Staff retirement benefits paid - gratuity		(2,156,333)	(3,303,801)
Income taxes paid		(10,451,518)	(1,921,130)
		(147,561,136)	(101,698,668)
Net cash from / (used in) operating activities		82,866,535	(231,137,129)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(6,503,668)	(10,942,815)
Proceeds from sale of investment		32,344	-
Proceeds from sale of property, plant and equipment		50,000	-
Advance received against land classified as held for sale		12,283,751	-
Long term deposits		(61,950)	(375,200)
Mark up received		2,831,869	-
Dividend received		877	1,462
Net cash used in investing activities		8,633,223	(11,316,554)
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment of long term financing		(20,550,325)	(18,639,825)
Payment of liabilities against assets subject to finance lease		(16,891,062)	(21,784,470)
Increase/(decrease) in short term borrowings		(59,784,750)	214,947,028
Net cash from financing activities		(97,226,137)	174,522,733
NET INCREASE IN CASH AND CASH EQUIVALENTS		(5,726,379)	(67,930,951)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		57,693,334	85,332,833
CASH AND CASH EQUIVALENTS AT END OF YEAR		51,966,955	17,401,882

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

CHIEF EXECUTIVE

DIRECTOR