

GULISTAN SPINNING MILLS LIMITED

CASH FLOW STATEMENT (UN - AUDITED) FOR THE QUARTER ENDED SEPTEMBER 30, 2011

	NOTE	SEPT 30, 2011	SEPT 30, 2010
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit/(loss) before taxation		(40,225,757)	23,731,461
Adjustments for:			
Depreciation on property, plant and equipment		6,712,681	6,073,607
Provision for staff retirement benefits - gratuity		1,500,000	1,250,000
Finance cost		43,520,559	43,146,172
Amortization of surplus on sale and lease back		-	(94,792)
Mark up accrued		(54,856)	(497,927)
Cash flows before changes in working capital		11,449,476	73,305,711
Changes in working capital	8	(8,685,765)	(80,277,369)
Cash generated from / (used in) operations		2,763,711	(6,971,658)
Finance cost paid		(37,986,375)	(41,202,253)
Staff retirement benefits paid - gratuity		782,339	(1,355,404)
Income taxes paid		(8,292,436)	(3,941,539)
		(45,496,472)	(46,499,196)
Net cash from / (used in) operating activities		(42,732,761)	(53,470,854)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(4,139,250)	(188,936)
Purchase of investment		-	(5,250,980)
Mark up received		54,856	641,815
Net cash used in investing activities		(4,084,394)	(4,798,101)
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment of long term financing		-	(3,330,250)
Proceeds from long term financing		30,000,000	-
Payment of liabilities against assets subject to finance lease		(5,723,945)	(8,518,294)
Increase in short term borrowings		45,534,000	46,722,176
Net cash from financing activities		69,810,055	34,873,632
NET INCREASE IN CASH AND CASH EQUIVALENTS		22,992,900	(23,395,323)
CASH AND CASH EQUIVALENTS AT BEGINNING OF QUARTER		27,928,463	96,833,469
CASH AND CASH EQUIVALENTS AT END OF QUARTER		50,921,363	73,438,146

CHIEF EXECUTIVE

DIRECTOR