

PARAMOUNT SPINNING MILLS LIMITED
CASH FLOW STATEMENT (UNAUDITED)
FOR THE HALF YEAR ENDED 31 DECEMBER 2006

	NOTE	31 DECEMBER 2006	31 DECEMBER 2005
		RUPEES	
CASH USED IN OPERATING ACTIVITIES	10	(356,687,752)	(315,479,199)
CASH FLOW FROM INVESTING ACTIVITIES			
Sale proceeds of property, plant and equipment		560,000	-
Addition to fixed assets		(7,814,666)	(54,036,236)
Proceeds from held to maturity investment		868,956	-
Dividend received		-	888,665
Sale of short term investment		1,135,025	(2,349,191)
Long term deposits		(1,060,909)	296,485
Net cash used in investing activities		(6,311,594)	(55,200,277)
CASH FLOW FROM FINANCING ACTIVITIES			
Repayment of redeemable capital		(56,958,318)	(46,275,580)
Issuance of Associated loan		100,000,000	-
Repayment of finance lease		(9,132,359)	(6,062,971)
Short term finances		335,915,510	412,936,329
Net cash from financing activities		369,824,833	360,597,778
Net (decrease) in cash and cash equivalents		6,825,487	(10,081,698)
Cash and cash equivalents at beginning of the period/ year		38,445,022	57,738,442
Cash and cash equivalents at end of the period/ year		45,270,509	47,656,744

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

CHIEF EXECUTIVE

DIRECTOR