

**PARAMOUNT SPINNING MILLS LIMITED**  
**CASH FLOW STATEMENT**  
**FOR THE PERIOD ENDED MARCH 31 , 2006**

	Notes	31 March, 06 Rupees	31 March, 05 Rupees
<b>CASH USED IN OPERATION</b>	11	<b>(273,800,741)</b>	(206,304,095)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Fixed Capital Expenditure		<b>(66,229,937)</b>	(220,765,535)
Proceeds from sale of Fixed Assets		-	225,238
Interest Income		<b>1,073,998</b>	463,729
Long term investment		<b>12,293,639</b>	8,860,816
Long term loans and deposits		<b>(98,299)</b>	4,891,635
<b>Net cash inflow/(outflow) from investing activities</b>		<b>(52,960,599)</b>	(206,324,117)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Issuance of redeemable capital		-	200,000,000
Repayment of redeemable capital		<b>(92,525,160)</b>	(30,117,180)
Repayment of assets subject to finance lease		<b>(9,032,119)</b>	(9,993,092)
Leases obtained		<b>11,060,247</b>	1,639,500
Short term borrowings		<b>394,904,076</b>	256,183,206
<b>Net cash outflow from financing activities</b>		<b>304,407,044</b>	417,712,434
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>(22,354,296)</b>	5,084,222
<b>Cash and cash equivalents at beginning of the period</b>		<b>57,738,442</b>	64,063,799
<b>Cash and cash equivalents at end of the period</b>		<b>35,384,146</b>	69,148,021

**TANVEER AHMED**  
**CHIEF EXECUTIVE**

**ABDUL SHAKOOR**  
**DIRECTOR**