PARAMOUNT SPINNING MILLS LIMITED
CASH FLOW STATEMENT
For 1st Quarter Ended 30 September 2006 (unaudited)

	Note	Sep-06 Rupees	Sep-05 Rupees
CASH FLOW FROM OPERATING ACTIVITIES			
Net cash inflow from operating activities	11	(22,047,241)	54,835,378
CASH FLOW FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(10,864,490)	(37,113,562)
Interest income received		-	2,521,457
Long term loans and deposits		(4,049)	1,194,142
Net cash inflow/(outflow) from investing activities		(10,868,539)	(33,397,963)
CASH FLOW FROM FINANCING ACTIVITIES			
Repayment of redeemable capital		(47,600,015)	(20,000,000)
Loan from associates		40,000,000	
Repayment of liabilities against assets subject to finance lease		(789,299)	(2,668,568)
Addition to Lease			879,000
Short term borrowings		34,060,142	12,273,058
Net cash outflow from financing activities		25,670,828	(9,516,510)
Net increase/(decrease) in cash and cash equivalents		(7,244,952)	11,920,905
Cash and cash equivalents at beginning of the period		38,445,022	57,738,442
Cash and cash equivalents at end of the period		31,200,070	69,659,347
		0	

TANVEER AHMED
CHIEF EXECUTIVE

MOHAMMAD ABDULLAH
DIRECTOR