

PARAMOUNT SPINNING MILLS LIMITED

CASH FLOW STATEMENT

For 1st Quarter Ended 30 September 2007 (unaudited)

	Note	Sep-07 Rupees	Sep-06 Rupees
CASH FLOW FROM OPERATING ACTIVITIES			
Net cash inflow from operating activities	11	(45,914,019)	(17,603,198)
CASH FLOW FROM INVESTING ACTIVITIES			
Fixed capital expenditure		(11,137,392)	(10,864,490)
Proceeds from disposal of assets		200,000	-
Proceeds from sale of shares		51,067,215	(4,444,043)
Long term loans and deposits		(124,658)	(4,049)
Net cash inflow/(outflow) from investing activities		40,005,166	(15,312,582)
CASH FLOW FROM FINANCING ACTIVITIES			
Repayment of redeemable capital		(50,146,046)	(47,600,015)
Loan from associates		-	40,000,000
Repayment of liabilities against assets subject to finance lease		(743,615)	(789,299)
Short term borrowings		55,930,264	34,060,142
Net cash outflow from financing activities		5,040,604	25,670,828
Net increase/(decrease) in cash and cash equivalents		(868,250)	(7,244,952)
Cash and cash equivalents at beginning of the period		48,892,193	38,445,022
Cash and cash equivalents at end of the period		48,023,943	31,200,070