

Cash Flow Statement

For the year ended 30 June 2017

| Rupees in thousand | Note | 2017 | 2016 |
|---|--------------|------------------|-----------|
| <u>Cash flow from operating activities</u> | | | |
| Profit before taxation | | 265,931 | 322,395 |
| <i>Adjustments for non cash and other items:</i> | | | |
| Depreciation on property, plant and equipment | 6.5 | 73,404 | 101,381 |
| Amortization on computer software | 33 | 6,783 | 5,572 |
| Gain on disposal of property, plant and equipment | 34 | (2,150) | (4,433) |
| Provision charged / (reversed) against slow moving stock - net | | 6,350 | (12,346) |
| Insurance claim | 34 | (9,704) | (103,284) |
| Operating assets written off during the year | | - | 4,599 |
| Provision (reversed) / charged for impairment in capital work in progress | 35 | (13,941) | 22,000 |
| Provision for export rebate | 35 | - | 10,000 |
| Provision for doubtful debts | 32 | 61,623 | 23,964 |
| Provision for staff retirement and other long term benefits | 25.6 & 25.14 | 29,373 | 26,951 |
| Finance cost | 36 | 74,960 | 89,214 |
| Mark-up on term deposit receipts | 34 | (3,851) | (2,443) |
| | | 222,847 | 161,175 |
| Operating profit before working capital changes | | 488,778 | 483,570 |
| <u>Working capital changes</u> | | | |
| <i>(Increase) / decrease in current assets:</i> | | | |
| Stores and spare parts | | (1,502) | (8,366) |
| Stock-in-trade | | (289,595) | (5,095) |
| Trade debts - unsecured | | (87,795) | (153,508) |
| Loans and advances | | (13,783) | (8,134) |
| Trade deposits and short term prepayments | | (2,662) | (1,896) |
| Other receivables | | 109,840 | 2,327 |
| | | (285,497) | (174,672) |
| <i>Increase in current liabilities:</i> | | | |
| Trade and other payables | | 132,165 | 263,276 |
| Cash generated from operations | | 335,446 | 572,174 |
| Finance cost paid | | (73,132) | (104,919) |
| Taxes paid | | (188,496) | (57,645) |
| Staff retirement and other long term benefits paid | 25 | (8,335) | (1,522) |
| Long term loans - due from employees | | (1,575) | (17,612) |
| Long term deposits - net | | (3,311) | 462 |
| | | (274,849) | (181,236) |
| Net cash generated from operating activities | | 60,597 | 390,938 |
| <u>Cash flow from investing activities</u> | | | |
| Fixed capital expenditure | | (169,634) | (129,336) |
| Investment in related parties | | - | (39,200) |
| Long term loan given to related party | 9 | (40,000) | - |
| Sale proceeds from disposal of property, plant and equipment | 6.2 | 4,656 | 7,218 |
| Markup received on term deposit and long term loan | | 3,883 | 2,550 |
| Short term investment | | (5,195) | (27,062) |
| Net cash used in investing activities | | (206,290) | (185,830) |
| <u>Cash flow from financing activities</u> | | | |
| Long term financing - net | | 164,401 | (105,600) |
| Dividend paid | | (137,750) | (29,424) |
| Short term borrowings - net | | - | 350,000 |
| Lease rentals paid | | - | (3,391) |
| Net cash generated from financing activities | | 26,651 | 211,585 |
| Net (decrease) / increase in cash and cash equivalents | | (119,042) | 416,693 |
| Cash and cash equivalents at beginning of year | | (385,337) | (802,030) |
| Cash and cash equivalents at end of year | 39 | (504,379) | (385,337) |

The annexed notes 1 to 51 form an integral part of these financial statements.

Chief Financial Officer

Chief Executive

Director