

# Statement of Cash Flow

## For the year ended 30 June 2018

Rupees in thousand	Note	2018	2017
<b><u>Cash flow from operating activities</u></b>			
Profit before taxation		147,211	265,931
<i>Adjustments for non cash and other items:</i>			
Depreciation on property, plant and equipment	6.7	79,778	73,404
Amortization on computer software	7.1.1	4,660	6,783
Gain on disposal of property, plant and equipment	33	(9,363)	(2,150)
Provision (reversed) / charged against slow moving stock - net		(2,902)	6,350
Insurance claim	33	(2,581)	(9,704)
Provision reversed for impairment in capital work in progress	34	(8,059)	(13,941)
Provision for doubtful debts	31	990	61,623
Bad debts written off	14.3	25,954	31,796
Provision for staff retirement and other long term benefits	24.6 & 24.16	28,321	29,373
Finance cost	35	88,142	74,960
Provision for doubtful loans	15	1,765	-
Impairment charged on Goodwill	7.2.1	4,487	-
Mark-up on term deposit receipts	33	(6,638)	(3,851)
		<b>204,554</b>	<b>254,643</b>
<b>Operating profit before working capital changes</b>		<b>351,765</b>	<b>520,574</b>
<b><u>Working capital changes</u></b>			
<i>(Increase) / decrease in current assets:</i>			
Stores, spare parts and loose tools		1,152	(1,502)
Stock-in-trade		5,227	(289,595)
Trade debts - unsecured		57,604	(119,591)
Loans and advances		(90,083)	(13,783)
Trade deposits and short term prepayments		(20,973)	(2,662)
Other receivables		(111)	109,840
		<b>(47,184)</b>	<b>(317,293)</b>
<i>Increase / (decrease) in current liabilities:</i>			
Trade and other payables		(142,243)	132,165
		<b>162,338</b>	<b>335,446</b>
<b>Cash generated from operations</b>		<b>162,338</b>	<b>335,446</b>
Finance cost paid		(85,071)	(73,132)
Taxes paid		(23,373)	(188,496)
Staff retirement and other long term benefits paid	24	(11,672)	(8,335)
Long term loans - due from employees		(12,275)	(1,575)
Long term deposits - net		(5,110)	(3,311)
		<b>(137,501)</b>	<b>(274,849)</b>
<b>Net cash generated from operating activities</b>		<b>24,837</b>	<b>60,597</b>
<b><u>Cash flow from investing activities</u></b>			
Fixed capital expenditure		(166,390)	(169,634)
Long term loan to related party	9	-	(40,000)
Sale proceeds from disposal of property, plant and equipment	6.2	14,712	4,656
Markup received on term deposit and long term loan		6,699	3,883
Short term investments		-	(5,195)
<b>Net cash used in investing activities</b>		<b>(144,979)</b>	<b>(206,290)</b>
<b><u>Cash flow from financing activities</u></b>			
Long term financing - net		(68,088)	164,401
Dividend paid		(23,960)	(137,750)
<b>Net cash (used in) / generated from financing activities</b>		<b>(92,048)</b>	<b>26,651</b>
<b>Net decrease in cash and cash equivalents</b>		<b>(212,190)</b>	<b>(119,042)</b>
<b>Cash and cash equivalents at beginning of year</b>		<b>(504,379)</b>	<b>(385,337)</b>
<b>Cash and cash equivalents at end of year</b>	38	<b>(716,569)</b>	<b>(504,379)</b>

The annexed notes 1 to 50 form an integral part of these financial statements.