

D.M. TEXTILE MILLS LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2007

	NOTE	2007 Rupees	Restated 2006 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	34	190,265,282	(48,391,542)
Financial charges paid		(51,636,226)	(39,420,719)
Taxes paid		(4,410,095)	(5,109,206)
Gratuity paid		(2,751,617)	(1,957,185)
Workers' profit participation fund paid		(1,775,253)	(1,054,387)
Net cash from / (used in) operating activities		129,692,091	(95,933,039)
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure on property, plant and equipment		(137,329,096)	(101,680,557)
Fixed assets acquired under finance leases		31,600,000	76,098,437
Long term deposits		(3,160,000)	(17,414,526)
Proceeds from sale of property, plant and equipment		3,878,235	69,176,815
Net cash from / (used in) investing activities		(105,010,861)	26,180,169
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from:			
Short term borrowings		-	1,500,191,044
Repayment of:			
Long term financing		(5,447,667)	(11,994,147)
Finance leases		(27,763,855)	(21,675,908)
Short term borrowings		6,230,688	(1,410,818,759)
Dividend paid		(108)	(952,250)
Net cash from / (used in) financing activities		(26,980,942)	54,749,980
Net decrease in cash and cash equivalents		(2,299,712)	(15,002,890)
Cash and cash equivalents at the beginning of the year		3,609,105	18,611,995
Cash and cash equivalents at the end of the year		1,309,393	3,609,105

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

CHIEF EXECUTIVE

DIRECTOR