

D.M. TEXTILE MILLS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (Un-audited)
FOR THE HALF YEAR ENDED 31 DECEMBER 2009

	Half year ended	
	31 December 2009 Rupees	31 December 2008 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before taxation	(412,888)	(25,090,629)
Adjustments for non cash charges and other items:		
Depreciation	12,612,653	13,471,706
Gratuity	115,630	2,345,588
Loss on sale of property, plant and equipment	533,376	614,364
Provision for enhancement of annual rental value	4,492,372	-
Provision for workers' welfare fund	137,339	-
Profit on investments	(80,574)	(21,492)
Exchange gain	(208,098)	-
Long outstanding credit balances written back	(3,838,955)	-
Finance cost	23,462,029	24,728,212
Cash flows from operating activities before working capital changes	36,812,884	16,047,749
Working capital changes		
(Increase)/decrease in current assets		
Stores, spare parts and loose tools	(549,395)	(2,360,607)
Stock-in-trade	4,198,098	58,157,306
Trade debts	(313,133)	2,724,066
Advances	(1,450,999)	(7,095,737)
Short term deposits and prepayments	(5,002)	(2,017,929)
Other receivables	(402,463)	(1,267,020)
Increase / (decrease) in trade and other payables	4,401,750	(53,332,130)
Net cash flow from working capital changes	5,878,856	(5,192,051)
Cash generated from operations	42,691,740	10,855,698
Finance cost paid	(13,569,961)	(16,067,546)
Income tax paid	(906,368)	(1,484,707)
Gratuity paid	(1,542,934)	(2,698,074)
Net cash generated from / (utilized in) operating activities	26,672,477	(9,394,629)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(102,402)	(981,379)
Proceeds from sale of property, plant and equipment	970,000	125,000
Profit on investments	-	32,238
Long term deposits	(3,987,700)	619,390
Net cash used in investing activities	(3,120,102)	(204,751)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of :		
Loan to directors	(2,105,000)	-
Long term financing	(445,000)	(953,000)
Finance lease liabilities	(1,866,509)	(1,823,839)
Short term borrowings - net	(9,671,178)	19,278,841
Net cash (used in) / generated from financing activities	(14,087,687)	16,502,002
Net increase in cash and cash equivalents	9,464,688	6,902,622
Cash and cash equivalents at the beginning of the period	589,781	2,415,619
Effect of exchange gain on cash and cash equivalents	208,098	-
	797,879	2,415,619
Cash and cash equivalents at the end of the period	10,262,567	9,318,241

The annexed notes form an integral part of this condensed interim financial information.

CHIEF EXECUTIVE

DIRECTOR