

D.M. TEXTILE MILLS LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT
FOR THREE QUARTERS ENDED 31 MARCH, 2011
(UN-AUDITED)

	THREE QUARTERS ENDED	
	31 March 2011 Rupees	31 March 2010 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (Loss) before taxation	(25,444,009)	3,149,781
Adjustments for non cash charges and other items:		
Depreciation	17,634,355	18,827,635
Gratuity	6,209,660	1,835,311
Loss on sale of property, plant and equipment	(22,482)	124,462
Provision for enhancement of annual rental value	-	4,492,372
Provision for workers' welfare fund	-	458,579
Provision for workers' profit participation fund	-	158,550
Profit on investments	-	(80,574)
Finance cost	27,742,330	34,378,961
Exchange gain	-	(227,510)
Long outstanding creditors written off	-	(3,838,955)
Cash flows from operating activities before working capital changes	26,119,854	59,278,612
Working capital changes		
(Increase)/decrease in current assets		
Stores, spare parts and loose tools	(1,699,321)	(1,631,027)
Stock-in-trade	(32,446,972)	28,025,997
Trade debts	(34,715,774)	1,516,153
Advances	(1,818,457)	(3,021,617)
Short term deposits and prepayments	(7,631,679)	406,739
Other receivables	2,128,604	(3,640,295)
Tax Refund due from Govt.	(4,936,748)	-
Increase / (decrease) in trade and other payables	56,475,767	11,451,755
Net cash flow from working capital changes	(24,644,580)	33,107,705
Cash generated from operations	1,475,274	92,386,317
Finance cost paid	(8,482,164)	(17,459,282)
Income tax paid	-	(2,164,301)
Gratuity paid	(4,936,826)	(2,521,677)
Net cash generated from / (utilized in) operating activities	(11,943,716)	70,241,057
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(723,312)	(485,546)
Proceeds from sale of property, plant and equipment	17,889,826	2,170,000
Long term deposits	7,282,000	-
Deposit & Short Term Prepayments	(81,031)	(19,280,700)
Net cash used in investing activities	24,367,483	(17,596,246)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of :		
Loan to directors	4,428,934	(14,945,000)
Long term financing	-	(445,000)
Finance lease liabilities	(10,586,708)	(3,261,887)
Short term borrowings - net	-	(5,796,256)
Deferred Markup received	(1,984,381)	196,287
Increase /Decrease short Term Borrowing	(9,534,611)	(622,750)
Net cash (used in) / generated from financing activities	(17,676,766)	(24,874,606)
Net increase in cash and cash equivalents	(5,252,999)	27,770,205
Cash and cash equivalents at the beginning of the period	6,286,909	589,781
Effect of exchange gain on cash and cash equivalents	-	227,510
Cash and cash equivalents at the end of the period	1,033,910	28,587,496

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

CHIEF EXECUTIVE

DIRECTOR