



HASEEB WAQAS SUGAR MILLS LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED SEPTEMBER 30, 2006

	2006 RUPEES	2005 RUPEES
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss) / Profit before taxation	(108,203,201)	135,416,352
Adjustments for:-		
Depreciation	58,753,881	61,712,198
Provision for gratuity	1,304,630	2,232,060
Gain on sale of fixed assets	(1,155,355)	(2,973,000)
Financial Charges	81,247,755	51,325,884
Operating profit before working capital changes	31,947,711	247,713,494
(Increase) / Decrease in current assets		
Stores, spares and loose tools	8,084,770	38,549,272
Stock in trade	(153,372,331)	165,613,962
Advances, deposits and other receivables	(92,912,497)	(51,754,162)
(Increase) / Decrease in current liabilities		
Creditors, accrued and other liabilities	70,105,066	(61,689,391)
	<u>(168,094,992)</u>	<u>90,719,681</u>
Cash (used in) /from operations	(136,147,282)	338,433,175
Gratuity paid	(1,432,883)	(694,352)
Financial charges paid	(61,411,079)	(53,905,081)
Taxes paid	(3,789,084)	(7,834,842)
	<u>(66,633,046)</u>	<u>(62,434,275)</u>
Net cash flow / (used in) from operating activities	(202,780,327)	275,998,900
CASH FLOW FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(20,729,130)	(29,540,499)
Capital work in progress	(4,758,740)	-
Long term deposits	(420,000)	-
Proceeds from sale of fixed assets	2,005,000	4,102,500
Net cash used in investing activities	(23,902,870)	(25,437,999)
CASH FLOW FROM FINANCING ACTIVITIES		
Road cess	(34,600,968)	(14,502,415)
Long term loans Paid	(54,800,508)	(100,010,225)
Lease rentals paid	(516,089)	(471,831)
Short term borrowings-net	380,803,001	(195,090,479)
Dividend paid	(2,146)	(10,352)
Net cash from / (used in) financing activities	290,883,290	(310,085,302)
NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS	64,200,093	(59,524,401)
CASH & CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	13,065,044	72,589,445
CASH & CASH EQUIVALENTS AT THE END OF THE YEAR	77,265,137	13,065,044

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

CHIEF EXECUTIVE

DIRECTOR