

DYNEA PAKISTAN LIMITED  
INTERIM CONDENSED CASH FLOW STATEMENT  
FOR THE HALF YEAR ENDED DECEMBER 31, 2007  
(UN-AUDITED)

	December 31, 2007	December 31, 2006
	(Rupees in '000')	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	29,649	17,255
Adjustments for:		
Depreciation	12,588	15,765
Provision for impairment of debts	20,000	-
Finance costs	5,888	7,629
Loss/(gain) on disposal of property, plant and equipment	1,193	(45)
	39,669	23,349
	69,318	40,604
<b>Working capital changes</b>		
(Increase) in current assets	(49,623)	(32,289)
Increase in current liabilities	29,599	16,916
<b>Cash generated from operations</b>	49,294	25,231
Finance costs paid	(6,450)	(7,396)
Income tax paid	(5,646)	(873)
Long term loans	26	107
<b>Net cash generated from operating activities</b>	37,224	17,069
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Fixed capital expenditure	(1,907)	(7,023)
Sale proceeds from disposal of property, plant and equipment	872	942
Decrease in long-term deposits	791	24
<b>Net cash used in investing activities</b>	(244)	(6,057)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
(Repayments of)/proceeds from short term borrowings	(54,542)	21,454
Dividends paid	(41)	(13,959)
Lease rentals paid	(234)	(240)
<b>Net cash (used in)/generated from financing activities</b>	(54,817)	7,255
<b>Net (decrease)/increase in cash and cash equivalents</b>	(17,837)	18,267
<b>Cash and cash equivalents at the beginning of the period</b>	(7,713)	(15,766)
<b>Cash and cash equivalents at the end of the period</b>	(25,550)	2,501
<b>Cash and cash equivalents comprises:</b>		
Cash and bank balances	6,501	15,866
Short term running finances under mark-up arrangements	(32,051)	(13,365)
	(25,550)	2,501

The annexed notes from 1 to 12 form an integral part of these interim condensed financial statements.

**ALIREZA M ALLADIN**  
CHIEF EXECUTIVE OFFICER

**FAROOQ HASSAN**  
DIRECTOR