

**DYNEA PAKISTAN LIMITED**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED JUNE 30, 2009**

	Note	2 0 0 9 Rupees	2 0 0 8 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before taxation		77,195,710	64,632,096
Adjustments for :			
Depreciation		23,556,585	25,675,129
Provision for impairment of debts		59,080	245,411
Finance costs		20,328,688	11,075,034
(Gain)/loss on disposal of property, plant and equipment		(748,474)	975,855
		43,195,879	37,971,429
Operating profit before working capital changes		120,391,589	102,603,525
(Increase)/ decrease in current assets			
Stores and spares		1,024,160	(100,455)
Stock-in-trade		77,951,846	(69,293,363)
Trade debts		44,615,585	(584,702)
Loans, advances, deposits, prepayments and other receivables		30,083,323	(44,842,266)
		153,674,914	(114,820,786)
Increase/ (decrease) in current liabilities			
Trade and others payables		(63,644,484)	60,766,272
Sales tax payable		(460,536)	(462,387)
		(64,105,020)	60,303,885
Cash generated from operations		209,961,483	48,086,624
Finance costs paid		(20,975,444)	(11,359,244)
Income tax paid		(32,557,130)	(26,171,877)
Decrease in long-term loans and deposits		76,127	910,289
Net cash generated from operating activities		156,505,036	11,465,792
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Fixed capital expenditure		(15,030,474)	(7,647,464)
Proceeds from disposal of property, plant and equipment		2,588,380	1,131,000
Net cash used in investing activities		(12,442,094)	(6,516,464)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Repayments of short term borrowings - net		-	(123,406,801)
Lease rentals paid		(2,819,277)	(1,274,279)
Dividends paid		(24,449)	(16,861)
Net cash used in financing activities		(2,843,726)	(124,697,941)
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>		<b>141,219,216</b>	<b>(119,748,613)</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF YEAR</b>		<b>(127,462,192)</b>	<b>(7,713,579)</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF YEAR</b>		<b>13,757,024</b>	<b>(127,462,192)</b>
<b>CASH AND CASH EQUIVALENTS COMPRISE:</b>			
Cash and bank balances	10	24,901,315	17,692,988
Running finances under mark-up arrangements	16	(11,144,291)	(145,155,180)
		13,757,024	(127,462,192)

The annexed notes from 1 to 35 form an integral part of these financial statements.

**Shabbir Abbas**  
Chief Executive

**Alireza M. Alladin**  
Director