

SALMAN NOMAN ENTERPRISES LIMITED

CASH FLOW STATEMENT

FOR THE YEAR ENDED JUNE 30, 2012

	2012	2011
	Rupees	Rupees
A) CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (loss) before taxation	(122,720,629)	43,793,870
<i>Adjustments for:</i>		
Depreciation	35,500,555	34,362,300
Provision for staff retirement benefits - gratuity	7,515,019	7,000,753
Profit on bank deposits	-	(39,039)
Provision for workers' profit participation fund	-	2,304,941
Finance cost	67,960,748	70,047,621
Loss / (gain) on disposal of property, plant and equipment	(460,607)	(205,443)
Amortization of deferred income	(2,198,364)	(2,198,365)
	(14,403,278)	155,066,638
Profit / (loss) before working capital changes		
Working capital changes		
(Increase) / decrease in current assets		
Stores, spare parts and loose tools	1,099,122	(9,160,694)
Stock in trade	96,955,001	(117,907,058)
Trade debts	(30,463,815)	(17,095,437)
Loans and advances	(10,925,896)	(16,523,240)
Trade deposits and short term prepayments	(132,505)	8,908,425
Other receivables	(1,160,161)	1,688,181
Tax refund due from Government	(3,840,068)	572,754
	51,531,678	(149,517,069)
(Decrease) / Increase in current liabilities		
Trade and other payables	(1,986,484)	(1,133,181)
	35,141,916	4,416,388
Cash generated from operations		
<i>Payments for:</i>		
Finance cost	(43,744,113)	(67,711,022)
Staff retirement benefits - gratuity	(5,318,258)	(3,930,186)
Income taxes - net	(6,387,873)	(7,629,891)
	(55,450,244)	(79,271,099)
Net cash used in operating activities	(20,308,328)	(74,854,711)
B) CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of property, plant and equipment	2,816,500	509,000
Fixed capital expenditures	(8,332,430)	(19,868,223)
Long term deposits	(495,000)	3,360,150
Profit on bank deposits	-	39,039
	(6,010,930)	(15,960,034)
Net cash used in investing activities		
C) CASH FLOWS FROM FINANCING ACTIVITIES		
<i>Increase in:</i>		
Long term loan obtained from directors	29,065,530	16,624,889
Short term borrowings - net	18,686,818	68,705,185
Long term loans from others	-	52,200,000
<i>Payments for:</i>		
Long term financing	(8,832,634)	(8,832,634)
Liabilities against assets subject to finance lease	(1,660,124)	(25,951,275)
Long term murabaha finance	(4,477,125)	(10,908,500)
	32,782,465	91,837,665
Net cash generated from financing activities		
Net increase in cash and cash equivalents (A+B+C)	6,463,207	1,022,920
Cash and cash equivalents at the beginning of the year	7,975,067	6,952,148
Cash and cash equivalents at the end of the year	14,438,274	7,975,068

The annexed notes form an integral part of these financial statements

CHIEF EXECUTIVE

DIRECTOR