SALMAN NOMAN ENTERPRISES LIMITED CASH FLOW STATEMENT FOR THE YEAR ENDED JUNE 30, 2011

| Profit before taxation | • > | | 2011 Rupees | 2010 Rupees |
|--|------------|--|---|----------------|
| Adjustments for: Depreciation Depreciation | A) | | 43 793 869 | 28 706 358 |
| Depreciation | | | 43,773,607 | 20,700,336 |
| Provision for staff returement benefits - gratuity | | | 24 262 200 | 21 224 515 |
| Exchange loss on revolution of supplier credit Provision for workers' welfare fund Profit on bank deposits Provision for workers' profit participation fund Profit on bank deposits Provision for workers' profit participation fund Profit on bank deposits Provision for workers' profit participation fund Profit on bank deposits Provision for workers' profit participation fund Profit on the working of property, plant and equipment Profit before working capital changes Profit before working capital changes Uncrease) / decrease in current assets Stores, spare parts and loose tools Stores, spare parts and loose tools Stores, spare parts and loose tools Stores, in trade Profit before working advances Profit before working advances Profit before working advances Profit before working and the propagation of the participation of the profit before working and the profit befor | | - | | |
| Provision for workers' welfare fund | | | 7,000,733 | |
| Profit on bank deposits | | • | - | |
| Provision for workers' profit participation fund | | | (39,039) | - |
| Loss / (gain) on disposal of property, plant and equipment | | • | | 1,543,353 |
| Amortization of deferred income (2,198,365) (366,394) Profit before working capital changes Working capital changes (Increase) / decrease in current assets Stores, spare parts and loose tools (117,907,059) (120,903,377) (1812,281) Loans and advances (145,23,240) Stores, spare parts and loose tools (145,23,240) Stores, spare parts and loose tools (145,23,240) Stores, spare parts and loose tools (145,23,240) (145,23,240) (145,23,240) (145,23,240) (145,23,240) (146,23,240) (146,23,240) (146,23,240) (146,30,28) (149,30,32) (141,33,181) (149,517,069) (12,019,036) (13,019,036) (14,019,036) (14,019,036) (14,019,036) (14,019,036) (14,019,036) (14,019,036) (14,019,036) (14,019,036) (14,019,036) (14,019,036) (14,019,036) (14,019,036) (14,019,036) (14,019,036) (14,019,036) (14,019,036) (14,019,03 | | | 70,047,621 | 58,282,384 |
| Profit before working capital changes 155,066,638 134,307,324 | | Loss / (gain) on disposal of property, plant and equipment | (205,443) | 80,800 |
| Working capital changes | | Amortization of deferred income | (2,198,365) | (366,394) |
| Cash pererated from operations | | Profit before working capital changes | 155,066,638 | 134,307,324 |
| Stores, spare parts and loose tools (9,160,694) (2,039,554) Stock in trade (117,997,058) (848,033) Trade debts (117,997,058) (117,997,058) (848,033) Trade deposits and short term prepayments (16,523,249) 5,700,056 Trade deposits and short term prepayments (16,523,249) (7,608,425) Gecrease Increase in current liabilities (149,517,069) (12,019,036) (Decrease) / Increase in current liabilities (149,517,069) (12,019,036) (12,019,036) (14,000,075) (Decrease) / Increase in current liabilities (19,68,273) (19,68 | | Working capital changes | | |
| Stock in trade | | (Increase) / decrease in current assets | | |
| Trade debts Loans and advances Loans and advances Trade deposits and short term prepayments (15,522,249) (16,522,249) (16,522,249) (16,522,249) (16,522,249) (16,522,249) (16,522,249) (16,522,249) (16,522,249) (16,522,249) (16,522,249) (16,522,249) (16,522,249) (16,529,249) (16,529,25) (16,521,169) (17,71,069) (12,019,036) (18,019,169) (19,019,036) (19,019,036) (10,19,11,029) (10,11,029) (10,11 | | Stores, spare parts and loose tools | (9,160,694) | (2,039,554) |
| Loans and advances Trade deposits and short term prepayments Other receivables Tax refund due from Government (149,517,069) (12,019,036) (Decrease) / Increase in current liabilities Trade and other payables (149,517,069) (12,019,036) (Decrease) / Increase in current liabilities Trade and other payables (1,133,181) Cash generated from operations Payments for: Finance cost Staff retirement benefits - gratuity Income taxes - net (67,711,022) (65,248,762) Staff retirement benefits - gratuity Income taxes - net (7,629,891) (7,629,891) (1,869,297) Net cash generated from / (used in) operating activities (74,854,712) B) CASH FLOWS FROM INVESTING ACTIVITIES Proceeds from sale of property, plant and equipment Fixed capital expenditures (19,868,223) (27,232,624) Long term deposits Profit on bank deposits Net cash used in investing activities (15,960,034) (15,960,034) (14,680,974) C) CASH FLOWS FROM FINANCING ACTIVITIES Increase in: Long term financing 1 | | Stock in trade | (117,907,058) | (848,033) |
| Trade deposits and short term prepayments Other receivables Tax refund due from Government (149,517,069) (12,019,036) (Decrease) / Increase in current liabilities Trade and other payables (1,133,181) (149,517,069) (12,019,036) (Decrease) / Increase in current liabilities Trade and other payables (1,133,181) (149,507,069) (12,019,036) (Decrease) / Increase in current liabilities Trade and other payables (1,133,181) (149,507,069) (12,019,036) (Decrease) / Increase in current liabilities Trade and other payables (1,133,181) (1,20,712,187 Cash generated from operations ### (67,711,022) (158,248,762) (159,248,762) (159,248,762) (169,297) (100) (163,060,373) Net cash generated from / (used in) operating activities (74,854,712) (79,271,100) (63,060,373) Net cash generated from / (used in) operating activities (74,854,712) (79,271,100) (63,060,373) Net cash generated from / (used in) operating activities (74,854,712) (79,271,100) (79, | | | 1 '11 | |
| Cher receivables | | | , | |
| Tax refund due from Government | | | | |
| (Decrease) / Increase in current liabilities Trade and other payables (1,133,181) 26,712,187 Cash generated from operations 4,416,388 149,000,475 Payments for: Finance cost Staff retirement benefits - gratuity Income taxes - net (67,711,022) (58,248,762) (3,930,186) (2,942,314) Income taxes - net (7,629,891) (1,869,297) (79,271,100) (63,060,373) Net cash generated from / (used in) operating activities (74,854,712) 85,940,102 B) CASH FLOWS FROM INVESTING ACTIVITIES Proceeds from sale of property, plant and equipment Fixed capital expenditures (19,868,223) (27,232,624) Long term deposits 3,360,150 (6,148,350) Profit on bank deposits 99,039 - Net cash used in investing activities (15,960,034) (14,680,974) C) CASH FLOWS FROM FINANCING ACTIVITIES Increase in: Long term financing 1,624,889 (6,914,937) Short term borrowings - net 68,705,185 (49,969,513) Long term loan obtained from directors 16,624,889 (6,914,937) Short term borrowings - net 16,824,889 (7,025,732) Payments for: Long term financing (8,832,634) (138,238,112) Liabilities against assets subject to finance lease (25,951,275) (15,7852) Long term murabaha finance Net cash generated from / (used in) financing activities (10,908,500) Net cash and cash equivalents (A+B+C) (2,965,194) Cash and cash equivalents at the beginning of the year (6,952,148) 7,605,194 | | | | |
| Class Cash generated from operations | | Tax retund due from Government | | |
| Cash generated from operations | | (Decrease) / Increase in current liabilities | (149,317,069) | (12,019,036) |
| Payments for: Finance cost (67,711,022 (58,248,762) Staff retirement benefits - gratuity (3,930,186) (2,942,314) Income taxes - net (7,629,891) (1,869,297) (79,271,100) (63,060,373) Net cash generated from / (used in) operating activities (74,854,712) 85,940,102 B) CASH FLOWS FROM INVESTING ACTIVITIES Proceeds from sale of property, plant and equipment 509,000 18,700,000 Fixed capital expenditures (19,868,223) (27,232,624) Long term deposits 33,60,150 (6,148,350) Profit on bank deposits 39,039 - Net cash used in investing activities (15,960,034) (14,680,974) C) CASH FLOWS FROM FINANCING ACTIVITIES Increase in: | | Trade and other payables | (1,133,181) | 26,712,187 |
| Finance cost (67,711,022) (58,248,762) (3,393,186) (2,942,314) (1,662,981) (1,662,981) (1,662,287) (7,629,891) (1,662,087) (7,629,891) (1,662,087) (7,629,891) (1,662,087) (7,629,891) (1,662,087) (7,629,891) (1,662,087) (7,629,891) (1,662,087) (7,629,891) (1,662,087) (7,629,891) (1,662,087) (7,629,891) (1,662,087) | | Cash generated from operations | 4,416,388 | 149,000,475 |
| Staff retirement benefits - gratuity (3,930,186) (2,942,314) (1,869,297) (7,629,891) (1,869,297) (7,629,891) (1,869,297) (7,629,891) (1,869,297) (7,629,891) (1,869,297) (7,629,891) (1,869,297) (63,060,373) Net cash generated from / (used in) operating activities (74,854,712) 85,940,102 | | Payments for: | | |
| Income taxes - net (7,629,891) (1,869,297) (79,271,100) (63,060,373) (79,271,100) (63,060,373) (63,060,373) Net cash generated from / (used in) operating activities (74,854,712) 85,940,102 | | Finance cost | (67,711,022) | (58,248,762) |
| Net cash generated from / (used in) operating activities | | Staff retirement benefits - gratuity | (3,930,186) | (2,942,314) |
| Net cash generated from / (used in) operating activities (74,854,712) 85,940,102 B) CASH FLOWS FROM INVESTING ACTIVITIES Proceeds from sale of property, plant and equipment Fixed capital expenditures 509,000 18,700,000 Fixed capital expenditures (19,868,223) (27,232,624) Long term deposits 33,0150 (6,148,350) Profit on bank deposits 39,039 - Net cash used in investing activities (15,960,034) (14,680,974) C) CASH FLOWS FROM FINANCING ACTIVITIES - 123,656,874 Long term loan obtained from directors 16,624,889 6,914,937 Short term borrowings - net 68,705,185 (49,969,513) Long term loans from others 52,200,000 (7,025,732) Payments for: 1 1 Long term financing (8,832,634) (138,238,112) Liabilities against assets subject to finance lease (25,951,275) 157,872 Long term murabaha finance (10,908,500) (7,408,500) Net cash generated from / (used in) financing activities 91,837,665 (71,912,174) Net decrease in cash and cash equivalents | | Income taxes - net | (7,629,891) | (1,869,297) |
| Proceeds from sale of property, plant and equipment 509,000 18,700,000 Fixed capital expenditures (19,868,223) (27,232,624) Long term deposits 3,360,150 (6,148,350) Profit on bank deposits 39,039 - | | | (79,271,100) | (63,060,373) |
| Proceeds from sale of property, plant and equipment 509,000 18,700,000 Fixed capital expenditures (19,868,223) (27,232,624) Long term deposits 3,360,150 (6,148,350) Profit on bank deposits 39,039 - Net cash used in investing activities (15,960,034) (14,680,974) C) CASH FLOWS FROM FINANCING ACTIVITIES Increase in: - 123,656,874 Long term financing - 123,656,874 Long term loan obtained from directors 16,624,889 6,914,937 Short term borrowings - net 68,705,185 (49,969,513) Long term loans from others 52,200,000 (7,025,732) Payments for: Long term financing (8,832,634) (138,238,112) Liabilities against assets subject to finance lease (25,951,275) 157,872 Long term murabaha finance (10,908,500) (7,408,500) Net cash generated from / (used in) financing activities 91,837,665 (71,912,174) Net decrease in cash and cash equivalents (A+B+C) 1,022,919 (653,046) Cash and cash equivalents at the beginning of the year 6,952,148 7,605,194 | | Net cash generated from / (used in) operating activities | (74,854,712) | 85,940,102 |
| Fixed capital expenditures (19,868,223) (27,232,624) Long term deposits 3,360,150 (6,148,350) Profit on bank deposits 39,039 - Net cash used in investing activities (15,960,034) (14,680,974) C) CASH FLOWS FROM FINANCING ACTIVITIES Increase in: - 123,656,874 Long term financing - 123,656,874 16,624,889 6,914,937 Short term borrowings - net 68,705,185 (49,969,513) 49,969,513 | B) | CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Long term deposits 3,360,150 (6,148,350) Profit on bank deposits 39,039 | | | | |
| Profit on bank deposits 39,039 - Net cash used in investing activities (15,960,034) (14,680,974) C) CASH FLOWS FROM FINANCING ACTIVITIES Increase in: Long term financing - 123,656,874 Long term loan obtained from directors 16,624,889 6,914,937 Short term borrowings - net 68,705,185 (49,969,513) Long term loans from others 52,200,000 (7,025,732) Payments for: Long term financing (8,832,634) (138,238,112) Liabilities against assets subject to finance lease (25,951,275) 157,872 Long term murabaha finance (10,908,500) (7,408,500) Net cash generated from / (used in) financing activities 91,837,665 (71,912,174) Net decrease in cash and cash equivalents (A+B+C) 1,022,919 (653,046) Cash and cash equivalents at the beginning of the year 6,952,148 7,605,194 | | Fixed capital expenditures | · | |
| Net cash used in investing activities (15,960,034) (14,680,974) C) CASH FLOWS FROM FINANCING ACTIVITIES Increase in: - 123,656,874 Long term financing - 123,656,874 Long term loan obtained from directors 16,624,889 6,914,937 Short term borrowings - net 68,705,185 (49,969,513) Long term loans from others 52,200,000 (7,025,732) Payments for: Long term financing (8,832,634) (138,238,112) Liabilities against assets subject to finance lease (25,951,275) 157,872 Long term murabaha finance (10,908,500) (7,408,500) Net cash generated from / (used in) financing activities 91,837,665 (71,912,174) Net decrease in cash and cash equivalents (A+B+C) 1,022,919 (653,046) Cash and cash equivalents at the beginning of the year 6,952,148 7,605,194 | | | | (6,148,350) |
| C) CASH FLOWS FROM FINANCING ACTIVITIES Increase in: Long term financing - 123,656,874 Long term loan obtained from directors 16,624,889 6,914,937 Short term borrowings - net 68,705,185 (49,969,513) Long term loans from others 52,200,000 (7,025,732) Payments for: Long term financing (8,832,634) (138,238,112) Liabilities against assets subject to finance lease (25,951,275) 157,872 Long term murabaha finance (10,908,500) (7,408,500) Net cash generated from / (used in) financing activities 91,837,665 (71,912,174) Net decrease in cash and cash equivalents (A+B+C) 1,022,919 (653,046) Cash and cash equivalents at the beginning of the year 6,952,148 7,605,194 | | | · · · · · · · · · · · · · · · · · · · | (1.1.500.07.1) |
| Increase in: 123,656,874 Long term financing - 123,656,874 Long term loan obtained from directors 16,624,889 6,914,937 Short term borrowings - net 68,705,185 (49,969,513) Long term loans from others 52,200,000 (7,025,732) Payments for: (8,832,634) (138,238,112) Liabilities against assets subject to finance lease (25,951,275) 157,872 Long term murabaha finance (10,908,500) (7,408,500) Net cash generated from / (used in) financing activities 91,837,665 (71,912,174) Net decrease in cash and cash equivalents (A+B+C) 1,022,919 (653,046) Cash and cash equivalents at the beginning of the year 6,952,148 7,605,194 | C) | - | (15,960,034) | (14,680,974) |
| Long term financing - 123,656,874 Long term loan obtained from directors 16,624,889 6,914,937 Short term borrowings - net 68,705,185 (49,969,513) Long term loans from others 52,200,000 (7,025,732) Payments for: - - Long term financing (8,832,634) (138,238,112) Liabilities against assets subject to finance lease (25,951,275) 157,872 Long term murabaha finance (10,908,500) (7,408,500) Net cash generated from / (used in) financing activities 91,837,665 (71,912,174) Net decrease in cash and cash equivalents (A+B+C) 1,022,919 (653,046) Cash and cash equivalents at the beginning of the year 6,952,148 7,605,194 | () | | | |
| Long term loan obtained from directors 16,624,889 6,914,937 Short term borrowings - net 68,705,185 (49,969,513) Long term loans from others 52,200,000 (7,025,732) Payments for: 8,832,634 (138,238,112) Liabilities against assets subject to finance lease (25,951,275) 157,872 Long term murabaha finance (10,908,500) (7,408,500) Net cash generated from / (used in) financing activities 91,837,665 (71,912,174) Net decrease in cash and cash equivalents (A+B+C) 1,022,919 (653,046) Cash and cash equivalents at the beginning of the year 6,952,148 7,605,194 | | | | 122 656 974 |
| Short term borrowings - net 68,705,185 (49,969,513) Long term loans from others 52,200,000 (7,025,732) Payments for: Long term financing (8,832,634) (138,238,112) Liabilities against assets subject to finance lease (25,951,275) 157,872 Long term murabaha finance (10,908,500) (7,408,500) Net cash generated from / (used in) financing activities 91,837,665 (71,912,174) Net decrease in cash and cash equivalents (A+B+C) 1,022,919 (653,046) Cash and cash equivalents at the beginning of the year 6,952,148 7,605,194 | | | 16 624 889 | |
| Long term loans from others 52,200,000 (7,025,732) Payments for: (8,832,634) (138,238,112) Long term financing (25,951,275) 157,872 Long term murabaha finance (10,908,500) (7,408,500) Net cash generated from / (used in) financing activities 91,837,665 (71,912,174) Net decrease in cash and cash equivalents (A+B+C) 1,022,919 (653,046) Cash and cash equivalents at the beginning of the year 6,952,148 7,605,194 | | | | |
| Payments for: (8,832,634) (138,238,112) Long term financing (25,951,275) 157,872 Liabilities against assets subject to finance lease (25,951,275) 157,872 Long term murabaha finance (10,908,500) (7,408,500) Net cash generated from / (used in) financing activities 91,837,665 (71,912,174) Net decrease in cash and cash equivalents (A+B+C) 1,022,919 (653,046) Cash and cash equivalents at the beginning of the year 6,952,148 7,605,194 | | | | |
| Liabilities against assets subject to finance lease(25,951,275)157,872Long term murabaha finance(10,908,500)(7,408,500)Net cash generated from / (used in) financing activities91,837,665(71,912,174)Net decrease in cash and cash equivalents (A+B+C)1,022,919(653,046)Cash and cash equivalents at the beginning of the year6,952,1487,605,194 | | | ,, | (// - / |
| Long term murabaha finance (10,908,500) (7,408,500) Net cash generated from / (used in) financing activities 91,837,665 (71,912,174) Net decrease in cash and cash equivalents (A+B+C) 1,022,919 (653,046) Cash and cash equivalents at the beginning of the year 6,952,148 7,605,194 | | Long term financing | (8,832,634) | (138,238,112) |
| Net cash generated from / (used in) financing activities91,837,665(71,912,174)Net decrease in cash and cash equivalents (A+B+C)1,022,919(653,046)Cash and cash equivalents at the beginning of the year6,952,1487,605,194 | | Liabilities against assets subject to finance lease | | 157,872 |
| Net decrease in cash and cash equivalents (A+B+C) 1,022,919 (653,046) Cash and cash equivalents at the beginning of the year 6,952,148 7,605,194 | | Long term murabaha finance | (10,908,500) | (7,408,500) |
| Cash and cash equivalents at the beginning of the year 6,952,148 7,605,194 | | Net cash generated from / (used in) financing activities | 91,837,665 | (71,912,174) |
| | | Net decrease in cash and cash equivalents (A+B+C) | 1,022,919 | (653,046) |
| Cash and cash equivalents at the end of the year 7,975,067 6,952,148 | | Cash and cash equivalents at the beginning of the year | 6,952,148 | 7,605,194 |
| | | Cash and cash equivalents at the end of the year | 7,975,067 | 6,952,148 |

The annexed notes form an integral part of these financial statements

CHIEF EXECUTIVE DIRECTOR