

**SALMAN NOMAN ENTERPRISES LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)**  
**FOR THE QUARTER ENDED SEPTEMBER 30, 2010**

	<b>Quarter ended</b>	
	<b>September 30, 2010</b>	<b>September 30, 2009</b>
	-----Rupees-----	
<b>A) CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net profit before tax	4,365,374	2,167,803
Depreciation on property, plant and equipment	7,606,909	7,783,370
Provision for staff retirement benefits - gratuity	1,560,000	1,123,290
Finance cost	15,961,528	6,883,850
Amortization of deferred income	(549,591)	
<b>Profit before working capital changes</b>	<b>28,944,220</b>	<b>17,958,313</b>
<b>Changes in working capital</b>		
<b>(Increase) / Decrease in current assets</b>		
Stores, spare parts and loose tools	(5,796,385)	(949,245)
Stock in trade	(132,849,493)	26,301,669
Trade debts	(9,302,625)	586,050
Loans and advances	(17,706,705)	(5,625,104)
Trade deposits and short term prepayments	(1,157,362)	425,862
Tax refund due from Government	(2,936,844)	700,319
<b>Increase / (Decrease) in current liabilities</b>		
Trade and other payables	13,098,846	12,473,048
	(156,650,568)	33,912,599
<b>Cash (used) / generated from operations</b>	<b>(127,706,348)</b>	<b>51,870,912</b>
Finance cost paid	(11,058,693)	(8,897,061)
Staff retirement benefits - gratuity paid	(1,123,177)	(660,300)
Income taxes (paid) / refunded	1,578,077	(2,259,271)
	(10,603,793)	(11,816,632)
<b>Net cash (used) / generated from operating activities</b>	<b>(138,310,141)</b>	<b>40,054,280</b>
<b>B) CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(6,027,475)	(1,381,413)
Long term deposits	3,360,150	-
<b>Net cash used in investing activities</b>	<b>(2,667,325)</b>	<b>(1,381,413)</b>
<b>C) CASH FLOW FROM FINANCING ACTIVITIES</b>		
Long term loan obtained from / (paid) to directors	7,624,889	(1,225,895)
Liabilities against assets subject to finance lease	(3,553,472)	(235,381)
Payment of long term murabaha finance	(3,977,125)	(388,890)
Long term loans from others	-	2,821,429
Short term borrowings - net	142,897,138	(43,588,592)
<b>Net cash (used) / generated from financing activities</b>	<b>142,991,430</b>	<b>(42,617,329)</b>
<b>Net (decrease) / increase in cash and cash equivalents (A+B+C)</b>	<b>2,013,964</b>	<b>(3,944,462)</b>
<b>Cash and cash equivalents at the beginning of the year / period</b>	<b>6,952,148</b>	<b>7,605,194</b>
<b>Cash and cash equivalents at the end of the year / period</b>	<b>8,966,112</b>	<b>3,660,732</b>

*The annexed notes form an integral part of these condensed interim financial statements*

Lahore:  
Dated: October 30, 2010

CHIEF EXECUTIVE

DIRECTOR