

**SALMAN NOMAN ENTERPRISES LIMITED**

**CASH FLOW STATEMENT**

**FOR THE YEAR ENDED JUNE 30, 2013**

	<b>2013</b>	<b>2012</b>
	<b>Rupees</b>	<b>Rupees</b>
<b>A) CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(10,086,799)	(122,720,630)
<i>Adjustments for:</i>		
Depreciation	35,056,550	35,500,555
Provision for staff retirement benefits - gratuity	9,089,654	7,515,019
Profit on bank deposits	(72,143)	-
Finance cost	66,844,789	67,960,748
Loss / (gain) on disposal of property, plant and equipment	8,050,847	(460,607)
Amortization of deferred income	(2,198,364)	(2,198,364)
<b>Profit / (loss) before working capital changes</b>	<b>106,684,534</b>	<b>(14,403,279)</b>
<b>Working capital changes</b>		
<b>(Increase) / decrease in current assets</b>		
Stores, spare parts and loose tools	(18,215,854)	1,099,121
Stock in trade	(96,498,901)	96,955,001
Trade debts	(1,636,105)	(30,463,813)
Loans and advances	32,524,791	(10,925,896)
Trade deposits and short term prepayments	(447,512)	(132,505)
Other receivables	1,255,500	(1,160,161)
Tax refund due from Government	(5,880,430)	(3,840,068)
	(88,898,511)	51,531,679
<b>Decrease in current liabilities</b>		
Trade and other payables	(49,400,656)	(1,986,484)
<b>Cash generated / (used) in operations</b>	<b>(31,614,633)</b>	<b>35,141,916</b>
<i>Payments for:</i>		
Finance cost	(86,372,026)	(43,744,113)
Staff retirement benefits - gratuity	(9,124,239)	(5,318,258)
Income taxes	(4,173,549)	(6,387,873)
	(99,669,814)	(55,450,244)
<b>Net cash used in operating activities</b>	<b>(131,284,447)</b>	<b>(20,308,328)</b>
<b>B) CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sale of property, plant and equipment	1,150,000	2,816,500
Fixed capital expenditures	(8,476,175)	(8,332,430)
Long term deposits	7,617,817	(495,000)
Profit on bank deposits	72,143	-
<b>Net cash used in investing activities</b>	<b>363,785</b>	<b>(6,010,930)</b>
<b>C) CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<i>Increase in:</i>		
Long term financing	93,216,182	-
Long term loan obtained from directors	-	29,065,530
Liabilities against assets subject to finance lease	10,505,000	-
Short term borrowings	51,283,704	18,686,818
<i>Payments for:</i>		
Long term financing	(12,425,240)	(8,832,634)
Liabilities against assets subject to finance lease	(13,926,225)	(1,660,124)
Long term murabaha finance	(7,029,405)	(4,477,125)
<b>Net cash generated from financing activities</b>	<b>121,624,016</b>	<b>32,782,465</b>
<b>Net (decrease) / increase in cash and cash equivalents (A+B+C)</b>	<b>(9,296,646)</b>	<b>6,463,207</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>14,438,274</b>	<b>7,975,067</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>5,141,628</b>	<b>14,438,274</b>

The annexed notes from 1 to 44 form an integral part of these financial statements.

CHIEF EXECUTIVE

DIRECTOR