

## CASH FLOW STATEMENT FOR THE YEAR ENDED JUNE 30, 2011

NOTE	2011	2010
	----- Rupees -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	33,900,240	32,272,693
<b>Adjustment for:</b>		
Depreciation	4,789,141	4,995,230
Finance cost	5,548,263	9,650,487
Amortization income on PIB	(16,473)	-
Provision for potential lease losses	175,779	1,372,054
(Reversal) / Provision against terminated leases - net	(1,968,511)	6,133,644
Gain on disposal of fixed asset	(15,000)	(167,306)
<b>Operating profit before working capital changes</b>	<u>8,513,199</u>	<u>21,984,109</u>
	42,413,439	54,256,802
<b>Movement in working capital</b>		
<b>(Increase) / decrease in current assets</b>		
Loans and advances	514,942	(542,030)
Interest receivable	(502)	(111,061)
Other receivables	9,610,498	(9,849,827)
Prepayments	183,479	(470,638)
	<u>10,308,417</u>	<u>(10,973,556)</u>
<b>(Decrease) / increase in current liabilities</b>		
Trade and other payables	4,300,511	(4,666,172)
	<u>57,022,367</u>	<u>38,617,074</u>
<b>Cash generated from operations</b>		
Finance cost paid	(5,068,143)	(7,940,838)
Tax paid	(3,915,532)	(2,274,556)
Deposits received from lessees	34,436,050	24,438,835
(Increase) in net investment in finance lease	(130,725,101)	(9,627,222)
Decrease / (increase) in long-term loans and advances to employees	-	14,547
	<u>(105,272,726)</u>	<u>4,610,766</u>
Net cash inflow from / (outflow on) operating activities	<u>(48,250,359)</u>	<u>43,227,840</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Capital expenditure	(1,234,851)	-
Investment in Pakistan Investment Bonds	-	(2,914,640)
Proceeds from disposal of asset	15,000	350,000
Net cash outflow on investing activities	<u>(1,219,851)</u>	<u>(2,564,640)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from certificates of investment - net	12,140,489	2,000,000
Dividend paid	-	(12,684,932)
Proceeds from / (repayment of) long-term financing - net	33,333,332	(46,666,667)
<b>Net cash inflow from / (outflow on) financing activities</b>	<u>45,473,821</u>	<u>(57,351,599)</u>
<b>Net decrease in cash and cash equivalents</b>	<u>(3,996,389)</u>	<u>(16,688,399)</u>
Cash and cash equivalents at the beginning of the year	6,233,344	22,921,743
<b>Cash and cash equivalents at the end of the year</b>	<u>2,236,955</u>	<u>6,233,344</u>

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The annexed notes 1 to 36 form an integral part of these financial statements.

### Statement under section 241(2) of the Companies Ordinance, 1984

The Chief Executive of the Company is presently out of the country, therefore these financial statements have been signed by two Directors of the Company duly authorised by the Board of Directors.

Director

Director