

# CASH FLOW STATEMENT

for the year ended March 31, 2008

	Note	2008 (Rupees in thousand)	2007
<b>Cash flows from operating activities</b>			
Cash generated from operations	30	2,078,194	1,999,952
Interest and markup paid		(241,249)	(281,544)
Employees' retirement benefits and other obligations		(22,756)	(16,064)
Net increase in long term deposits		-	(2,002)
Net (increase)/decrease in loans to employees		(2,123)	5,621
Income tax paid		(70,502)	(137,991)
Royalty paid		(256,411)	(458,478)
<b>Net cash from operating activities</b>		<b>1,485,153</b>	<b>1,109,494</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment		(159,779)	(2,450,118)
Purchase of intangible assets		(28,713)	(100,922)
Proceeds from sale of property, plant and equipment		27,937	5,457
Proceeds from sale of Investments		-	1,140,214
Dividend received		-	12,507
Interest received		15,188	55,900
<b>Net cash used in investing activities</b>		<b>(145,367)</b>	<b>(1,336,962)</b>
<b>Cash flows from financing activities</b>			
Issue of right shares		714,000	-
Long term finances		(2,041,667)	1,541,667
Short term borrowings		-	(1,150,000)
Dividend paid		(98)	(86)
<b>Net cash (used in)/ from financing activities</b>		<b>(1,327,765)</b>	<b>391,581</b>
<b>Net increase in cash and cash equivalents</b>		<b>12,021</b>	<b>164,113</b>
<b>Cash and cash equivalents at the beginning of the year</b>		<b>219,859</b>	<b>55,746</b>
<b>Cash and cash equivalents at the end of the year</b>	31	<b>231,880</b>	<b>219,859</b>

The annexed notes 1 to 40 form an integral part of these financial statements.



**Yusuf H. Shirazi**  
Chairman



**Atsushi Yamazaki**  
Chief Executive