

Pakistan Papersack Corporation Limited
CASH FLOW STATEMENT
FOR THE NINE MONTHS ENDED MARCH 31, 2005
(UN-AUDITED)

	July - March (2004 - 2005)	July - March (2003 - 2004)
-----Rs.000's-----		
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	47,395	47,888
Adjustment for non-cash charges and other items:		
Depreciation	9,057	7,271
Investment income	(18,174)	(18,704)
Sale of goodwill & brand name of trading business	(2,500)	
Financial charges	2,805	1,869
Gain on sale of fixed assets	(1,915)	(724)
	(10,727)	(10,288)
Operating profit before working capital changes	36,668	37,600
(Increase)/decrease in current assets		
Stores and spares	(514)	(421)
Stock-in-trade	(139,878)	(6,120)
Trade debts	(52,714)	8,308
Advances	(632)	(3,820)
Deposits and prepayments	624	116
Other receivables	16,428	(1,115)
	(176,686)	(3,052)
Increase/(decrease) in current liabilities		
Creditors, accrued and other liabilities excluding dividend, mark-up and interest	22,534	(24,366)
	(154,152)	(27,418)
Cash (used in)/generated from operations	(117,484)	10,182
Financial charges paid	(2,245)	(1,719)
Income tax paid	(14,761)	(27,552)
Long-term deposits	53	(12)
	(16,953)	(29,283)
Net cash (used in)/generated from operating activities (A)	(134,437)	(19,101)
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure	(12,278)	(14,439)
Dividends received	18,174	18,720
Sale of goodwill & brand name of trading business	2,500	-
Proceeds from disposal of fixed assets	2,656	1,450
(Investment)/Disinvestment in shares	200	(4,862)
Net cash (used in)/generated from investing activities (B)	11,252	869
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	(31,058)	(34,163)
Net cash (used in)/generated from financing activities (C)	(31,058)	(34,163)
Net (decrease)/increase in cash and cash equivalents (A+B+C)	(154,243)	(52,395)
Cash and cash equivalents at beginning of the period	61,276	62,920
Cash and cash equivalents at end of the period	(92,967)	10,525
Cash and cash equivalents comprise:		
Cash and bank balances	689	46,711
Short term and running finances	(93,656)	(36,186)
	(92,967)	10,525

The annexed notes from 1 to 10 form integral part of these financial statements.

S. Z. Kazmi
Chief Executive

Kersi D. Kapadia
Director